Unofficial Copy 1997 Regular Session I3 71r2304

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By: Senator Astle

Introduced and read first time: January 31, 1997

Assigned to: Judicial Proceedings

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## A BILL ENTITLED

1 AN ACT concerning

## 2 Consumer Protection - Mediation Services - Liability Insurance

- 3 FOR the purpose of requiring persons who hold themselves out to the public as providing
- 4 mediation services to possess malpractice insurance in at least a certain amount;
- 5 providing for certain penalties; and generally relating to consumer protection in the
- 6 practice of mediation.
- 7 BY adding to
- 8 Article Commercial Law
- 9 Section 14-2801 through 14-2803, inclusive, to be under the new subtitle "Subtitle
- 10 28. Mediation Services"
- 11 Annotated Code of Maryland
- 12 (1990 Replacement Volume and 1996 Supplement)
- 13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 14 MARYLAND, That the Laws of Maryland read as follows:
- 15 Article Commercial Law
- 16 SUBTITLE 28. MEDIATION SERVICES.
- 17 14-2801.
- 18 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 19 INDICATED.
- 20 (B) "MEDIATION SERVICES" MEANS AN INTERVENTION IN DISPUTE
- 21 NEGOTIATIONS BY A TRAINED NEUTRAL THIRD PARTY WITH THE PURPOSE OF
- 22 ASSISTING THE PARTIES TO REACH THEIR OWN SOLUTION.
- 23 (C) "MEDIATOR" MEANS AN INDIVIDUAL WHO HOLDS HIMSELF OR HERSELF
- 24 OUT TO THE PUBLIC AS PROVIDING MEDIATION SERVICES.
- 25 14-2802.
- 26 A MEDIATOR SHALL POSSESS MALPRACTICE INSURANCE, INCLUDING
- 27 COVERAGE FOR MEDIATION PRACTICE, OF AT LEAST \$100,000 PER OCCURRENCE
- 28 AND AN AGGREGATE LIMIT OF AT LEAST \$250,000.

1 14-2803.

- 2 A PERSON WHO VIOLATES THE PROVISIONS OF THIS SUBTITLE SHALL BE
- $3\,$  SUBJECT TO THE PROCEDURES AND PENALTIES PROVIDED IN TITLE 13, SUBTITLE 4
- 4 OF THIS ARTICLE.
- 5 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 6 October 1, 1997.