

OPPOSITION

MEMORANDUM

June 19, 2017

TO: Members, Long Island Delegation of the New York Legislature

Members, Hudson Valley Delegation of the New York State Legislature

FROM: Kevin W. Dahill, President and CEO

RE: S.6738A (DeFrancisco) – in Senate Rules Committee

A.8466A (Weinstein) - in Assembly Judiciary Committee

New York consumers are protected under current law from excessive contingency fees, but S.6738A/A.8466A would undo those critical protections. This proposal would allow claimants' attorneys to receive unlimited contingency fees in medical, dental, and podiatric malpractice cases. The Suburban Hospital Alliance of New York State strongly opposes this bill.

Consumers have the right to be fairly compensated for their injuries, and to retain a fair proportion of any legal settlement they are awarded. Current law imposes a sliding scale that limits contingency fees, but S.6738A/A.8466A would repeal these limitations.

If enacted, S.6738A/A.8466A will result in one of two possible outcomes. Either injured patients will be victimized a second time by receiving a smaller proportion of legal settlements, or the total amount of the award will be inflated. Under the second – and more likely – scenario, already-unsustainable medical liability premiums will soar. The level of compensation for plaintiffs' attorneys goes up either way.

For the reasons cited above, the Suburban Hospital Alliance strongly opposes this legislation and urges you to vote against it.