October 13, 2009, Introduced by Senator KAHN and referred to the Committee on Judiciary.

A bill to amend 1961 PA 236, entitled "Revised judicature act of 1961,"

by amending section 6306 (MCL 600.6306), as amended by 1995 PA 161.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 6306. (1) After a verdict rendered by a trier of fact in favor of a plaintiff, an order of judgment shall be entered by the court. Subject to section 2959, the order of judgment shall be entered against each defendant, including a third-party defendant, in the following order and in the following judgment amounts:
  - (a) All past economic damages, less collateral source payments as provided <del>for</del> in section 6303.
    - (b) All past noneconomic damages.

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(c) All future economic damages, less medical and other health care costs, and less collateral source payments determined to be collectible under section 6303(5), reduced to gross present cash

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- 1 value.
- 2 (d) All future medical and other health care costs reduced to
- 3 gross present cash value.
- 4 (e) All future noneconomic damages reduced to gross present
- 5 cash value.
- 6 (f) All taxable and allowable costs, including interest as
- 7 permitted by section 6013 or 6455 on the judgment amounts.
- 8 (2) As used in this section, "gross present cash value" means
- 9 the total amount of future damages reduced to present value at a
- 10 rate of 5% per year, AND COMPOUNDED ANNUALLY, for each year in
- 11 which those damages WILL accrue, as found by the trier of fact as
- 12 provided in UNDER section 6305(1)(b).
- 13 (3) If the plaintiff was assigned a percentage of fault under
- 14 section 6304, the total judgment amount shall be reduced, subject
- 15 to section 2959, by an amount equal to the percentage of
- 16 plaintiff's fault. When reducing the judgment amount as provided in
- 17 UNDER this subsection, the court shall determine the ratio of total
- 18 past damages to total future damages and shall allocate the amounts
- 19 to be deducted proportionally between the past and future damages.