LC005475

2014 -- H 8124

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2014

AN ACT

RELATING TO PROBATE PRACTICE AND PROCEDURE -- BONDS OF EXECUTORS, ADMINISTRATORS, AND GUARDIANS

Introduced By: Representatives Canario, Bennett, Azzinaro, Guthrie, and Johnston

Date Introduced: May 01, 2014

Referred To: House Judiciary

It is enacted by the General Assembly as follows:

1 SECTION 1. Chapter 33-17 of the General Laws entitled "Bonds of Executors,

2 Administrators, and Guardians" is hereby amended by adding thereto the following section:

3

33-17-30. Surety's bad faith refusal to pay a claim made under any probate surety

4 <u>bond.</u> – (a) Notwithstanding any provisions of the general or public laws to the contrary, any

5 <u>obligee</u>, principal or claimant, under any fiduciary bond submitted or filed under a probate court

6 order, may bring an action against a surety issuing such bonds, for wrongfully and in bad faith

- 7 refusing to pay or settle a claim pursuant to the provisions of the bonds, or otherwise wrongfully
- 8 and in bad faith refusing to timely perform its obligations under the bond. In any action brought
- 9 pursuant to this section, an obligee, principal or claimant may claim compensatory damages,
- 10 punitive damages and reasonable attorneys' fees and costs of suit.
- 11 (b) The provisions of this section shall apply to all actions against sureties as of the
- 12 effective date of this section, regardless of the date of the bond.
- 13 SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO PROBATE PRACTICE AND PROCEDURE -- BONDS OF EXECUTORS, ADMINISTRATORS, AND GUARDIANS

1 This act would provide a cause of action on behalf of any principal or claimant covered

2 under a fiduciary bond filed under a probate court order against the issuing surety for wrongfully,

3 and in bad faith, refusing to pay or settle a claim, or perform its obligations under the bond. This

4 act would also provide for damages and attorneys' fees.

5

This act would take effect upon passage.

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