SB 1576 A STAFF MEASURE SUMMARY

Senate Committee On Judiciary

Action Date: 02/19/24

Action: Do pass with amendments. (Printed A-Eng.)

Vote: 5-0-0-0

Yeas: 5 - Gelser Blouin, Linthicum, Manning Jr, Prozanski, Thatcher

Fiscal: Has minimal fiscal impact

Revenue: No revenue impact

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Meeting Dates: 2/12, 2/15, 2/19

WHAT THE MEASURE DOES:

The measure is an omnibus bill relating to civil matters that has three major components. First, it temporarily expands the type of local government that may opt into immunity for trails or structures in public easements and rights of way; temporarily adds limited immunity for improved paths, trails, roads and other rights of way that are used to access land for recreational purposes; and temporarily adds walking, running and bicycling to the non-exclusive list of recreational purposes. Second, it provides authority for the Attorney General to disclose materials obtained in investigations of consumer data privacy violations to hired consultants. Third, it provides confidentiality for court records of a minor's settlement agreement, when the agreement becomes part of the court's record pursuant to ORCP 27 I.

Detailed Summary

Recreational Immunity

- Allows all local governments to opt into ORS 105.668, limiting liability from ordinary negligence claims arising
 from the use of trails or structures on public easements or unimproved rights of way by foot, horse, bicycle or
 other nonmotorized means.
- Adds immunity to ORS 105.688 for improved paths, trails, roads and other rights of way that are used to
 access land for recreational purposes. Limits immunity for an improvement, design, or maintenance that was
 completed in a manner constituting gross negligence or reckless, wanton or intentional misconduct, or for
 which the actor is strictly liable.
- Adds running, walking, and bicycling to the non-exclusive list of outdoor activities in the definition of recreational purposes in ORS 105.672.
- Applies the measure to actions for personal injury, death, or property damage commenced on or after the effective date of the measure and before Jan. 1, 2026.
- Applies to actions for personal injury, death, or property damage commenced between the effective date of the act and January 2, 2026.

Attorney General Disclosure Authority

 Allows the Attorney General to disclose material obtained during investigations of consumer data privacy violations to persons employed by the Attorney General.

Minors' Settlement Agreements in Court Records

- Provides confidentiality for court records relating to the settlement of a minor's claim approved under ORCP
 27 I, unless a court orders otherwise for good cause shown which may include, but is not limited to, a showing that the claimant is no longer a minor.
- Adds a conforming exception to the requirement that public bodies' settlements not be confidential.

Effective Date

Carrier: Sen. Manning Jr

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• Declares emergency, effective on passage.

ISSUES DISCUSSED:

- Fields v. City of Newport, 326 Or. App. 764 (2023)
- Trail closures
- Purposes for which the Attorney General employs experts
- Structured settlements
- Plans for an interim workgroup for future recreational immunity changes

EFFECT OF AMENDMENT:

Replaces the measure.

BACKGROUND:

Recreational Immunity

ORS 105.672 to 105.696 provide immunity to landowners from claims of personal injury or property damage when:

- the landowner has made the land available to the public for recreational purposes without a fee, and
- the claim arises from a person's use of the land for the principal purpose of recreation.

ORS 105.668 limits liability from ordinary negligence claims arising from the use of trails or structures on public easements or unimproved rights of way by foot, horse, bicycle or other nonmotorized means, for cities or counties who opt into the law.

Some cities, counties, and other landowners have closed certain recreational trails and access trails after a decision was issued in *Fields v. City of Newport*, 326 Or. App. 764 (2023), rev. denied, 371 Or. 476. In that case, the court held that it was for the factfinder to determine whether the principal purpose of walking was recreational, when the plaintiff walked on an improved trail leading to the beach. It found that recreational immunity does not apply to improved trails used to access other lands that the person intends to use for recreational purposes, following *Liberty v. Oregon Dept. of Transp.*, 342 Or. 11 (2006). The Oregon Supreme Court denied review, and the case was remanded back to the Circuit Court, where it is proceeding. The Legislative Assembly explicitly provided immunity for unimproved trails used for access with HB 2003 (2009) but did not do the same for improved trails at that time.

Attorney General Disclosures

<u>Senate Bill 619</u> (2023) created consumer privacy protections for Oregon consumers' data and included provisions to allow the Attorney General to investigate and enforce those protections. The Attorney General employs experts and other consultants in such investigations, which can involve complex and technical issues that require specialized expertise. The law currently authorizes "employees" of the Attorney General to receive materials obtained during investigations, which may not include persons employed by contract.

Minors' Settlement Agreements in Court Records

Oregon Rule of Civil Procedure 27 I requires that, for cases filed in the Circuit Court by a *guardian ad litem* on behalf of a minor or a person who is incapacitated or financially incapable, a court must review and approve a settlement of those claims, with some exceptions. Through this process, the settlement documents become a public court record. A "structured settlement" spreads out payments over time to provide guaranteed income over a number of years, such as an annuity. Some companies search court records to find such settlements, then contact the injured party and try to buy part of the structured settlement at a discount, with a lump sum of cash. For minors' settlements, this solicitation can happen at the moment the minors turn 18 years of age, when they first become legally able to enter into contracts on their own.