

2022 medical malpractice statistical summary

Settlement data submitted by attorneys

Lawsuits with final disposition from Jan. 1, 2018 through Dec. 31, 2022

June 2023

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Introduction

In 2006, the Washington state Legislature enacted comprehensive health care liability reform,¹ requiring attorneys to report medical malpractice settlement data to the Office of the Insurance Commissioner (OIC). Each year, the OIC must post summary statistics about medical malpractice lawsuits that are resolved.² RCW 7.70.140 does not have tools for the OIC to use to require attorneys to report data. Voluntary compliance has been poor and the data in this summary is incomplete. The OIC cannot draw conclusions from incomplete data, so this statistical summary is limited to calendar-year statistics.

There are two types of data displayed in this statistical summary:

- **Total paid indemnity:** Total compensation paid by all defendants to the claimant stemming from a lawsuit. Indemnity payments may come from several defendants if a lawsuit named more than one party.³
- **Legal expenses:** All sums paid by the claimant to the attorney to prosecute the claim, including attorney fees, expert witness fees, court costs, and all other legal expenses.⁴

¹ HB 2292 – 2005-06.

² RCW 48.140.040(2). On Feb. 13, 2023, Insurance Commissioner Mike Kreidler notified the legislature that the OIC would post statistical summaries by July 1.

³ WAC 284-24E-150.

⁴ RCW 7.70.140(2)(b)(v).

Key 2022 medical malpractice lawsuit statistics

- Attorneys reported 11 lawsuits were resolved with paid indemnity in 2022.
- In cases where indemnity payments were made to the claimant, average compensation to the claimant was \$1.5 million.
- Average attorney fees were \$445,571.

Calendar year comparison

This table shows data reported by attorneys for the five-year period ending Dec. 31, 2022.⁵

Calendar year	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Settlements reported by attorneys	32	18	11	14	12
Total legal expenses	\$18,948,160	\$6,313,494	\$4,818,014	\$11,701,951	\$5,307,299
Average legal expense per lawsuit	\$592,130	\$350,750	\$438,001	\$835,854	\$442,275
Number of lawsuits with paid indemnity	32	16	11	13	11
Total paid indemnity	\$43,422,870	\$15,340,000	\$12,520,000	\$29,744,287	\$16,325,000
Average indemnity payment	\$1,356,965	\$958,750	\$1,138,182	\$2,288,022	\$1,484,091
Number of lawsuits with attorney fees	31	16	11	13	11
Total attorney fees	\$16,794,797	\$5,351,851	\$4,321,180	\$10,771,815	\$4,901,279
Average fee paid to attorney	\$541,768	\$334,491	\$392,835	\$828,601	\$445,571
Average fee ÷ average indemnity	39.9%	34.9%	34.5%	36.2%	30.0%

Total legal expenses

- Claimants must pay fees and costs to file a lawsuit regardless of whether they receive a settlement.
- The average legal expense in 2022 was \$442,275 per reported lawsuit, a 47.1% decrease from 2021.

Indemnity payments to claimants

- For 2022, attorneys reported 11 lawsuits in which a claimant received compensation.
- The average indemnity payment was \$1.5 million, a 35.1% decrease from 2021.

Attorney fees

- Claimants pay attorney fees based on their contracts, and these fees are related to the total indemnity paid to the claimant to resolve the lawsuit.
- The average attorney fee in 2022 was \$445,571 per reported lawsuit with attorney fees, a 46.2% decrease from 2021.

⁵ Data submitted on or before June 2, 2023, and audited through June 14, 2023.