By: Williams S.B. No. 724

A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to the settlement of certain claims against the Texas
- 3 Department of Transportation.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 201.106, Transportation Code, is amended
- 6 to read as follows:
- 7 Sec. 201.106. SETTLEMENT OF CLAIMS; PURCHASE OF LIABILITY
- 8 INSURANCE. (a) This section applies to a claim against [The
- 9 commission may insure the officers and employees of] the department
- 10 [from liability] arising from the use, operation, or maintenance of
- 11 equipment that is used or may be used in connection with the laying
- 12 out, construction, or maintenance of the roads, highways, rest
- 13 areas, or other public grounds in this state.
- 14 (b) The department may settle a claim described by
- 15 Subsection (a) if:
- 16 (1) the department may be liable under Chapter 101,
- 17 Civil Practice and Remedies Code;
- 18 (2) the director determines that a settlement is in
- 19 the best interest of the department; and
- 20 (3) the department's liability under the terms of the
- 21 <u>settlement is less than \$10,000.</u>
- (c) Section 101.105, Civil Practice and Remedies Code, does
- 23 not apply to a settlement under this section.
- 24 (d) Settlement of a claim under this section bars any action

- 1 <u>involving the same subject matter by the claimant against the</u>
- 2 <u>department employees whose act or omission gave rise to the claim.</u>
- 3 (e) The department may insure the officers and employees of
- 4 the department for liability arising from a claim described by
- 5 <u>Subsection (a).</u> Coverage under this <u>subsection</u> [section] must be
- 6 provided by the purchase of a policy of liability insurance from a
- 7 reliable insurance company authorized to do business in this state.
- 8 The form of the policy must be approved by the commissioner of
- 9 insurance, and the coverage must be approved by the attorney
- 10 general.
- 11 $\underline{\text{(f)}}$ [$\frac{\text{(c)}}{\text{)}}$] This section is not a waiver of immunity of the
- 12 state from liability for the torts or negligence of an officer or
- 13 employee of this state.
- 14 (g) [(d)] In this section, "equipment" includes an
- 15 automobile, motor truck, trailer, aircraft, motor grader, roller,
- 16 tractor, tractor power mower, and other power equipment.
- 17 SECTION 2. (a) This Act takes effect immediately if it
- 18 receives a vote of two-thirds of all the members elected to each
- 19 house, as provided by Section 39, Article III, Texas Constitution.
- 20 If this Act does not receive the vote necessary for immediate
- 21 effect, this Act takes effect September 1, 2003.
- 22 (b) This Act applies only to a cause of action that accrues
- on or after the effective date of this Act. A cause of action that
- 24 accrues before the effective date of this Act is governed by the law
- 25 in effect immediately before the effective date of this Act, and the
- 26 former law is continued in effect for that purpose.