By: Madden H.B. No. 2399

A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to liability for damages caused by a leak from or a
- 3 malfunction or the improper operation of a liquefied petroleum gas
- 4 system or related equipment.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 113.301, Natural Resources Code, is
- 7 amended to read as follows:
- 8 Sec. 113.301. LIMITATION OF LIABILITY OF LICENSED INSTALLER
- 9 OR SERVICER. A person is not liable for damages caused [solely] by
- 10 a <u>leak from</u>, a malfunction <u>of</u>, or <u>the</u> improper operation of an LPG
- 11 system or any part of an LPG system that the person delivered for
- 12 <u>installation</u> in but did not install or service or that the person
- 13 installed or serviced in a residential, commercial, or public
- 14 building or in a motor vehicle if:
- 15 (1) the person was licensed by the commission to
- 16 perform the delivery, installation, or service;
- 17 (2) the <u>delivery</u>, installation, or service was
- 18 performed in compliance with the safety rules and standards adopted
- 19 by the commission;
- 20 (3) the person <u>did not have</u> [has no] control over the
- 21 operation or use of the LPG system in the premises of the building
- 22 <u>in which it was installed or in the vehicle in which it was</u>
- 23 installed; and
- 24 (4) [the person was not negligent; and

- 1 $\left[\frac{(5)}{}\right]$ the person did not knowingly supply a defective
- 2 product that [which] was a producing cause of harm.
- 3 SECTION 2. Subchapter K, Chapter 113, Natural Resources
- 4 Code, is amended by adding Sections 113.302-113.304 to read as
- 5 follows:
- 6 Sec. 113.302. NOTICE AND ACKNOWLEDGMENT REQUIRED BEFORE
- 7 MODIFICATION OR REPAIR OF SYSTEM. (a) A person who uses an LPG
- 8 system must give written notice to and obtain the written
- 9 acknowledgement of the person who provides LP-gas service for the
- 10 system or delivers LPG to the system before:
- 11 (1) the system is modified or repaired; or
- 12 (2) an additional or replacement appliance is
- 13 connected or attached to the system.
- 14 (b) If a person does not give notice and obtain an
- 15 <u>acknowledgment as required by Subsection (a), the person who</u>
- 16 provides LP-gas service for the system or delivers LPG to the system
- is not liable for damages caused, in whole or in part, by a leak
- 18 from:
- 19 (1) the modified or repaired system; or
- 20 (2) the additional or replacement appliance.
- 21 (c) The giving of notice or an acknowledgment under
- 22 <u>Subsection (a) does not impose on the person who provides LP-gas</u>
- 23 service for the system or delivers LPG to the system the duty to
- 24 inspect or test:
- 25 (1) the modified or repaired system; or
- 26 (2) the additional or replacement appliance.
- Sec. 113.303. LIMITATION OF LIABILITY IF SYSTEM MISUSED. A

- 1 person is not liable for damages caused, in whole or in part, by
- 2 another person's use of an LPG system, piping or other equipment
- 3 that is part of a system, or an appliance that is connected or
- 4 attached to a system:
- 5 (1) for a purpose other than a purpose intended by the
- 6 manufacturer; or
- 7 (2) contrary to the provisions of any safety material,
- 8 manual, brochure, decal, or other safety guideline provided to the
- 9 user or owner of the LPG system, piping or other equipment, or
- 10 <u>appliance</u>.
- 11 Sec. 113.304. INVOICE AND AMOUNT OF LPG USED NOT EVIDENCE OR
- 12 NOTICE OF LEAKAGE. For purposes of determining liability for harm
- 13 caused by LPG leakage, the invoice for LPG delivered presented by a
- 14 person who provides LP-gas service for an LPG system or who delivers
- 15 LPG to the system and the person's knowledge of the amount of LPG
- 16 used by the person who uses the LPG system do not constitute:
- 17 (1) evidence that the person who provides LP-gas
- 18 service or delivers LPG knew or should have known of LPG leakage in
- 19 the residence or other premises or in the vehicle in which the
- 20 system is installed; or
- 21 (2) notice to the person who provides LP-gas service
- or delivers LPG that such leakage may be occurring.
- 23 SECTION 3. This Act applies only to a cause of action that
- 24 accrues on or after the effective date of this Act. A cause of
- 25 action that accrued before the effective date of this Act is covered
- 26 by the law in effect when the cause of action accrued, and that law
- is continued in effect for that purpose.

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SECTION 4. Section 113.301, Natural Resources Code, as amended by this Act, and Sections 113.302-113.304, Natural Resources Code, as added by this Act, are an exercise of authority under Section 66(c), Article III, Texas Constitution, and take effect only if this Act receives a vote of three-fifths of all the members elected to each house, as provided by Subsection (e) of that section.

SECTION 5. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2005.