By: Keffer of Dallas H.B. No. 2879

## A BILL TO BE ENTITLED

AN ACT 1 2 relating to requirements for certain amusement rides. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Subchapter C, Chapter 2151, Occupations Code, is 4 amended by adding Section 2151.107 to read as follows: 5 6 Sec. 2151.107. EXCEPTION FOR CERTAIN CHALLENGE COURSES MEETING INSURANCE REQUIREMENT. (a) In this section, "challenge 7 course" means a challenge, ropes, team building, or obstacle 8 9 course, which may include logs, tires, platforms, beams, bridges, poles, ropes, ladders, nets, climbing walls, rock climbing walls, 10 climbing towers, traverses, rock climbing devices, cables, swings, 11 12 or zip lines, that is constructed and used for educational, team and confidence building, or physical fitness purposes. 13 14 (b) A challenge course or any part of a challenge course is not considered an amusement ride subject to regulation under this 15 16 chapter if the person who operates the challenge course has a combined single limit or split limit insurance policy currently in 17 18 effect written by an insurance company authorized to do business in this state or by a surplus lines insurer, as defined by Chapter 981, 19 Insurance Code, or has an independently procured policy subject to 20 Chapter 101, Insurance Code, insuring the operator against 21 liability for injury to persons arising out of the use of the 22

(1) for a challenge course with a fixed location:

challenge course in an amount of at least:

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H.B. No. 2879 (A) \$100,000 bodily injury and \$50,000 property 1 2 damage per occurrence with a \$300,000 annual aggregate; or (B) a \$150,000 per occurrence combined single 3 4 limit with a \$300,000 annual aggregate; and 5 (2) for a challenge course other than one with a fixed 6 location: 7 (A) \$1,000,000 bodily injury and \$500,000 8 property damage per occurrence; or 9 (B) \$1,500,000 per occurrence combined single 10 limit. SECTION 2. Section 2151.101(a), Occupations Code, is 11 amended to read as follows: 12 (a) A person may not operate an amusement ride unless the 13 14 person: 15 (1) has had the amusement ride inspected at least once a year by an insurer or a person with whom the insurer has 16 17 contracted; (2) obtains a written certificate from the insurer or 18 person with whom the insurer has contracted stating that the 19 amusement ride: 20 21 (A) has been inspected;

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insurance policy currently in effect written by an insurance

(B)

(C)

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and

Subdivision (3);

meets the standards for insurance coverage;

is covered by the insurance required by

(3) has <u>a combined single limit or split limit</u> [an]

- 1 company authorized to do business in this state or by a surplus
- 2 lines insurer, as defined by Chapter 981, Insurance Code, or has an
- 3 independently procured policy subject to Chapter 101, Insurance
- 4 Code, insuring the owner or operator against liability for injury
- 5 to persons arising out of the use of the amusement ride in an amount
- 6 of not less than:
- 7 (A) <u>for Class A amusement rides:</u>
- 8 <u>(i)</u> \$100,000 <u>bodily injury and \$50,000</u>
- 9 property damage per occurrence with a \$300,000 annual aggregate; or
- 10 (ii) a \$150,000 per occurrence combined
- 11 single limit with a \$300,000 annual aggregate [for Class A
- 12 amusement rides]; and
- 13 (B) for Class B amusement rides:
- 14 (i) \$1,000,000 bodily injury and \$500,000
- 15 property damage per occurrence; or
- (ii) \$1,500,000 per occurrence combined
- 17 single limit [for Class B amusement rides];
- 18 (4) files with the commissioner, as required by this
- 19 chapter, the inspection certificate and the insurance policy or a
- 20 photocopy of the certificate or policy authorized by the
- 21 commissioner; and
- 22 (5) files with each sponsor, lessor, landowner, or
- other person responsible for the amusement ride being offered for
- use by the public a photocopy of the inspection certificate and the
- insurance policy required by this subsection.
- SECTION 3. This Act applies only to an insurance policy,
- 27 certificate, or contract delivered, issued for delivery, or renewed

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- 1 on or after January 1, 2006. A policy, certificate, or contract
- delivered, issued for delivery, or renewed before January 1, 2006,
- 3 is governed by the law as it existed immediately before the
- 4 effective date of this Act, and that law is continued in effect for
- 5 that purpose.
- 6 SECTION 4. This Act takes effect September 1, 2005.