By: Driver H.B. No. 3073

Substitute the following for H.B. No. 3073:

By: Taylor C.S.H.B. No. 3073

A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to certain disclosure requirements regarding inspections
- 3 of fire extinguishers.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Article 5.43-1, Insurance Code, is amended by adding Section 4B to read as follows:
- 7 Sec. 4B. REQUIRED STATEMENT. (a) A firm registered under
- 8 Section 4 of this article that performs an annual fire extinguisher
- 9 inspection at the premises of a business entity that is required
- 10 under a municipal ordinance to obtain the inspection shall provide
- 11 the business entity at which the inspection is performed a written
- 12 statement that discloses:
- 13 (1) that the business entity has the right to select
- 14 the registered firm that will conduct the inspection;
- 15 (2) that the registered firm is not affiliated with
- any governmental agency; and
- 17 (3) the registered firm's fees for performing the
- 18 <u>inspection</u>.
- (b) A registered firm may comply with Subsection (a)(3) of
- 20 this section by providing the business entity with:
- 21 (1) a copy of the firm's price list for different
- 22 services, including inspections, provided by the firm; or
- 23 (2) any other price document issued by the firm that
- 24 complies with standard business practices in the fire protection

- 1 <u>industry.</u>
- 2 (c) Except as provided by Subsection (d) of this section, an
- 3 authorized person at the business entity at which the inspection is
- 4 performed must sign the statement before the inspection may be
- 5 performed. The registered firm shall provide a copy of the signed
- 6 statement to the authorized person at the business entity.
- 7 (d) If the services of the registered firm are provided
- 8 under a pre-authorized arrangement with the business entity,
- 9 including a contract or other signed agreement, the registered
- 10 <u>firm:</u>
- 11 (1) shall provide a copy of the statement required
- 12 under Subsection (a) of this section to the business entity at the
- 13 time the contract or agreement is entered into; and
- 14 (2) is not required to obtain the signature of an
- authorized person at the business entity at the time the inspection
- services are performed.
- 17 (e) A registered firm shall maintain a copy of the signed
- 18 statement under Subsection (c) of this section or the contract or
- 19 other agreement under Subsection (d) of this section in the firm's
- 20 records until the first anniversary of the date of the inspection.
- 21 SECTION 2. This Act takes effect September 1, 2005.