By: Flynn, Farabee H.B. No. 1170 Substitute the following for H.B. No. 1170: By: Crabb C.S.H.B. No. 1170

## A BILL TO BE ENTITLED

1 AN ACT 2 relating to the regulation and limitation of liability of persons 3 engaged in certain liquefied petroleum gas-related activities, including requirements concerning consumer safety notification. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 SECTION 1. Chapter 113, Natural Resources Code, is amended by adding Subchapter M to read as follows: 7 8 SUBCHAPTER M. CONSUMER SAFETY NOTIFICATION Sec. 113.401. NOTICE REQUIRED. (a) A person holding a 9 license to install or repair an LPG system who sells, installs, or 10 repairs an LPG system, piping or other equipment that is part of a 11 12 system, or an appliance that is connected or attached to a system shall provide the following notice to the purchaser or owner of the 13 14 system, piping or other equipment, or appliance: WARNING: Flammable Gas. The installation, modification, or 15 repair of an LPG system by a person who is not licensed or 16 registered to install, modify, or repair an LPG system may cause 17 18 injury, harm, or loss. Contact a person licensed or registered to install, modify, or repair an LPG system. A person licensed to 19 install or repair an LPG system may not be liable for damages caused 20 21 by the modification of an LPG system by an unlicensed person except as otherwise provided by applicable law. 22 (b) The commission shall adopt rules relating to the notice 23

24 required by Subsection (a).

1

C.S.H.B. No. 1170

SECTION 2. Section 113.301, Natural Resources Code, is
 amended to read as follows:

3 Sec. 113.301. LIMITATION OF LIABILITY OF LICENSED INSTALLER 4 OR SERVICER. A person is not liable for damages caused solely by a 5 malfunction or <u>the installation, modification, or</u> improper 6 operation of an LPG system that the person <u>delivered for</u> 7 <u>installation, installed, or serviced in a residential, commercial,</u> 8 or public building or in a motor vehicle if:

9 (1) the person was licensed <u>by the commission</u> to 10 perform the installation or service <u>or was a registrant</u>;

11 (2) the <u>delivery</u>, installation, or service was 12 performed in compliance with the safety rules and standards adopted 13 by the commission;

14 (3) the person has no control over the operation <u>or use</u>
15 of the LPG system;

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(4) the person was not negligent; and

17 (5) the person did not supply a defective product18 which was a producing cause of harm.

19 SECTION 3. Section 113.301, Natural Resources Code, as 20 amended by this Act, applies only to a cause of action that accrues 21 on or after the effective date of this Act. A cause of action that 22 accrued before the effective date of this Act is covered by the law 23 in effect when the cause of action accrued, and that law is 24 continued in effect for that purpose.

25 SECTION 4. Section 113.301, Natural Resources Code, as 26 amended by this Act, is an exercise of authority under Section 27 66(c), Article III, Texas Constitution, and takes effect only if

2

C.S.H.B. No. 1170

1 this Act receives a vote of three-fifths of all the members elected 2 to each house, as provided by Subsection (e) of that section.

3 SECTION 5. (a) Except as provided by Subsection (b) of 4 this section, this Act takes effect immediately if it receives a 5 vote of two-thirds of all the members elected to each house, as 6 provided by Section 39, Article III, Texas Constitution. If this 7 Act does not receive the vote necessary for immediate effect, this 8 Act takes effect September 1, 2007.

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(b) Section 1 of this Act takes effect September 1, 2007.