

By: Lucio III

H.B. No. 1814

Substitute the following for H.B. No. 1814:

By: Keffer

C.S.H.B. No. 1814

A BILL TO BE ENTITLED

AN ACT

relating to the provision of water and certain equipment by water supply or sewer service corporations for use in fire suppression and the liability of those corporations.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 67.0105, Water Code, is amended to read as follows:

Sec. 67.0105. ~~[CONTRACT FOR]~~ WATER FOR FIRE SUPPRESSION.

(a) A corporation may provide a water supply to a governmental entity or volunteer fire department for use in fire suppression.

(a-1) A corporation may enter into a contract with a governmental entity ~~[municipality]~~ or a volunteer fire department to supply water ~~[either]~~ to ~~[municipally owned]~~ fire hydrants owned by the governmental entity or the ~~[or to]~~ corporation ~~[fire hydrants]~~ for use in fire suppression by the governmental entity's ~~[municipality's]~~ fire department or a volunteer fire department. The contract must be under terms that are mutually beneficial to the contracting parties.

(b) The furnishing of a water supply and fire hydrant equipment by a governmental entity ~~[municipality]~~ or a volunteer fire department directly or through another entity by a lease, contract, or any other manner is an essential governmental function and not a proprietary function for all purposes, including the application of Chapter 101, Civil Practice and Remedies Code.

1           (c) A corporation that provides [~~contracts with~~] a  
2 governmental entity [~~municipality~~] or volunteer fire department  
3 with [~~to provide~~] a water supply or fire hydrant equipment to carry  
4 out the governmental function described by Subsection (b) may be  
5 liable for damages only to the extent that the governmental entity  
6 [~~municipality~~] or volunteer fire department would be liable if the  
7 governmental entity [~~municipality~~] or volunteer fire department  
8 were performing the governmental function directly.

9           SECTION 2. The change in law made by this Act applies only  
10 to a cause of action that accrues on or after the effective date of  
11 this Act. A cause of action that accrues before the effective date  
12 of this Act is governed by the law in effect immediately before that  
13 date, and that law is continued in effect for that purpose.

14           SECTION 3. This Act takes effect September 1, 2011.