H.B. No. 3570

1 AN ACT 2 relating to insurance coverage requirements for certain amusement 3 rides. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 2151.101(a), Occupations Code, 5 amended to read as follows: 7 (a) A person may not operate an amusement ride unless the person: 8 (1) has had the amusement ride inspected at least once 9 a year by an insurer or a person with whom the insurer has 10 11 contracted; 12 (2) obtains a written certificate from the insurer or person with whom the insurer has contracted stating that the 13 14 amusement ride: 15 (A) has been inspected; meets the standards for insurance coverage; 16 (B) and 17 18 (C) is covered by the insurance required by Subdivision (3); 19

and 2151.1012, has a combined single limit or split limit insurance

policy currently in effect written by an insurance company

authorized to do business in this state or by a surplus lines

insurer, as defined by Chapter 981, Insurance Code, or has an

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(3) except as provided by <u>Sections</u> [<del>Section</del>] 2151.1011

H.B. No. 3570

- 1 independently procured policy subject to Chapter 101, Insurance
- 2 Code, insuring the owner or operator against liability for injury
- 3 to persons arising out of the use of the amusement ride in an amount
- 4 of not less than:
- 5 (A) for Class A amusement rides:
- (i) \$100,000 bodily injury and \$50,000
- 7 property damage per occurrence with a \$300,000 annual aggregate; or
- 8 (ii) a \$150,000 per occurrence combined
- 9 single limit with a \$300,000 annual aggregate; and
- 10 (B) for Class B amusement rides:
- (i) \$1,000,000 bodily injury and \$500,000
- 12 property damage per occurrence; or
- (ii) \$1,500,000 per occurrence combined
- 14 single limit;
- 15 (4) files with the commissioner, as required by this
- 16 chapter, the inspection certificate and the insurance policy or a
- 17 photocopy of the certificate or policy authorized by the
- 18 commissioner; and
- 19 (5) files with each sponsor, lessor, landowner, or
- 20 other person responsible for the amusement ride being offered for
- 21 use by the public a photocopy of the inspection certificate and the
- 22 insurance policy required by this subsection.
- 23 SECTION 2. Subchapter C, Chapter 2151, Occupations Code, is
- 24 amended by adding Section 2151.1012 to read as follows:
- Sec. 2151.1012. LIABILITY INSURANCE FOR CERTAIN OTHER
- 26 AMUSEMENT RIDES. (a) This section applies only to a Class B
- 27 amusement ride that:

H.B. No. 3570

- 1 (1) is mechanically inflated using a continuous
- 2 airflow device; and
- 3 (2) provides a surface for bouncing and jumping or
- 4 creates an enclosed space for the purpose of amusement.
- 5 (b) A person may not operate an amusement ride described by
- 6 Subsection (a) unless the person has a combined single limit
- 7 <u>insurance policy currently in effect written by an insurance</u>
- 8 company authorized to conduct business in this state or by a surplus
- 9 lines insurer, as defined by Chapter 981, Insurance Code, or has an
- 10 independently procured policy subject to Chapter 101, Insurance
- 11 Code, insuring the owner or operator against liability arising out
- 12 of the use of the amusement ride in an amount of not less than \$1
- 13 million per occurrence.
- SECTION 3. This Act takes effect September 1, 2011.

| President of the Senate |                        | Speaker of the House  |
|-------------------------|------------------------|---|
|                         |                        | O was passed by the House on May 3, eas 144, Nays O, 1 present, not |
| I cer                   | tify that H.B. No. 357 | Chief Clerk of the House  O was passed by the Senate on May         |
| 17, 2011, by            | y the following vote:  | Yeas 31, Nays 0.  |
|                         |                        | Secretary of the Senate   |
| APPROVED:               | <br>Date               |   |
|                         | Governor               |   |