By: Morales of Harris (Senate Sponsor - Whitmire) H.B. No. 2110 (In the Senate - Received from the House April 26, 2021; May 10, 2021, read first time and referred to Committee on Business 1-1 1-2 1-3 & Commerce; May 20, 2021, reported favorably by the following vote: Yeas 9, Nays 0; May 20, 2021, sent to printer.) 1-4 1-5

1-6 COMMITTEE VOTE 1-7 Yea Absent PNV Nav 1-8 Hancock Х Х 1-9 Nichols 1-10 1-11 Campbell Х Creighton Χ 1-12 Х Johnson 1-13 Menéndez Х Х 1-14 Paxton 1**-**15 1**-**16 Schwertner Х Х Whitmire 1-17 A BILL TO BE ENTITLED 1-18 AN ACT

1-19 relating to the automatic transfer of manufacturer's warranties on 1-20 air conditioning systems conveyed with residential real property. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-21

1-22 1-23 SECTION 1. Title 12, Business & Commerce Code, is amended by adding Chapter 608 to read as follows: 1-24

CHAPTER 608. MANUFACTURER'S WARRANTIES ON AIR CONDITIONING SYSTEMS Sec. 608.001. DEFINITIONS. In this chapter:

"Air conditioning system" 1-26 (1)means heating, а ventilation, and air conditioning system that provides heating and 1-27 1-28 cooling to a building. (2) "Residential real property" has the meaning

1-29 1-30 assigned by Section 22.001.

"Warrantor" means a person who is contractually 1-31 (3) 1-32 obligated to replace a product under a warranty repair or 1-33 agreement.

1-34 TRANSFER OF MANUFACTURER'S WARRANTY. Sec. 608.002. (a) Tf 1-35 residential real property that includes an air conditioning system as a fixture to the property is conveyed to a new owner, a 1-36 manufacturer's warranty in effect on that system or a component that system on the date of the conveyance: 1-37 of 1-38

is automatically transferred to the new owner; and 1-39 (1)1-40 (2) continues in effect as if the new owner was the 1-41 original purchaser of the system or component, as applicable. 1-42

(b) A warrantor continues to be obligated under the terms of manufacturer's warranty agreement for a warranty transferred 1-43 under this section and may not charge a fee for the transfer of the 1-44 1-45 warranty.

The transfer of a manufacturer's warranty under this es not extend the original term of the warranty 1-46 (c) 1-47 section does 1-48 agreement.

1-49 SECTION 2. The change in law made by this Act applies only 1-50 to a warranty agreement entered into or renewed on or after the effective date of this Act. A warranty agreement entered into or 1-51 1-52 renewed before the effective date of this Act is governed by the law 1-53 in effect on the date the agreement was entered into or renewed, and 1-54 the former law is continued in effect for that purpose.

1-55 SECTION 3. This Act takes effect September 1, 2021.

1-56

1-25

* * * * *

1