

By: Middleton

S.B. No. 1007

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the cancellation of certain consumer transactions.

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

4 SECTION 1. Section 601.002(b), Business & Commerce Code, is  
5 amended to read as follows:

6 (b) Notwithstanding Subsection (a), this chapter does not  
7 apply to:

8 (1) a purchase of farm equipment;

9 (2) an insurance sale regulated by the Texas  
10 Department of Insurance;

11 (3) a sale of goods or services made:

12 (A) under a preexisting revolving charge account  
13 or retail charge agreement; or

14 (B) after negotiations between the parties at a  
15 business establishment in a fixed location where goods or services  
16 are offered or exhibited for sale; ~~or~~

17 (4) a sale of real property if:

18 (A) the purchaser is represented by a licensed  
19 attorney;

20 (B) the transaction is negotiated by a licensed  
21 real estate broker; or

22 (C) the transaction is negotiated at a place  
23 other than the consumer's residence by the person who owns the  
24 property;

1           (5) a service contract regulated under Chapter 1304,  
2 Occupations Code, by the Texas Department of Licensing and  
3 Regulation; or

4           (6) a sale of a service if:

5                   (A) the service is cancellable by the consumer at  
6 any time; and

7                   (B) the right to cancel the service is provided  
8 to the consumer in writing.

9           SECTION 2. The changes in law made by this Act apply only to  
10 a consumer transaction that occurs on or after the effective date of  
11 this Act. A consumer transaction that occurs before the effective  
12 date of this Act is governed by the law in effect on the date the  
13 transaction occurred, and the former law is continued in effect for  
14 that purpose.

15           SECTION 3. This Act takes effect September 1, 2025.