By: Representative Smith (35th)

To: Judiciary A

## HOUSE BILL NO. 1017

- AN ACT TO AMEND SECTION 11-1-63, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE SELLER OF A PRODUCT WHO IS NOT THE MANUFACTURER 1
- 2
- SHALL NOT BE LIABLE FOR CERTAIN MANUFACTURING DEFECTS; AND FOR 3
- 4 RELATED PURPOSES.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5
- SECTION 1. Section 11-1-63, Mississippi Code of 1972, is 6
- amended as follows: 7
- 11-1-63. In any action for damages caused by a product 8
- 9 except for commercial damage to the product itself:
- The manufacturer or seller of the product shall not 10
- be liable if the claimant does not prove by the preponderance of 11
- the evidence that at the time the product left the control of the 12
- manufacturer or seller: 13
- 1. The product was defective because it 14
- deviated in a material way from the manufacturer's specifications 15
- or from otherwise identical units manufactured to the same 16
- manufacturing specifications, or 17
- The product was defective because it 18 2.
- 19 failed to contain adequate warnings or instructions, or
- The product was designed in a defective 20 3.
- manner, or 21
- The product breached an express warranty 22 4.
- or failed to conform to other express factual representations upon 23
- which the claimant justifiably relied in electing to use the 24
- product; and 25
- (ii) The defective condition rendered the product 26
- unreasonably dangerous to the user or consumer; and 27

(iii) The defective and unreasonably dangerous
condition of the product proximately caused the damages for which
recovery is sought.

31 (b) A product is not defective in design or formulation
32 if the harm for which the claimant seeks to recover compensatory
33 damages was caused by an inherent characteristic of the product
34 which is a generic aspect of the product that cannot be eliminated
35 without substantially compromising the product's usefulness or
36 desirability and which is recognized by the ordinary person with
37 the ordinary knowledge common to the community.

(c) (i) In any action alleging that a product is defective because it failed to contain adequate warnings or instructions pursuant to paragraph (a)(i)2 of this section, the manufacturer or seller shall not be liable if the claimant does not prove by the preponderance of the evidence that at the time the product left the control of the manufacturer or seller, the manufacturer or seller knew or in light of reasonably available knowledge should have known about the danger that caused the damage for which recovery is sought and that the ordinary user or consumer would not realize its dangerous condition.

(ii) An adequate product warning or instruction is one that a reasonably prudent person in the same or similar circumstances would have provided with respect to the danger and that communicates sufficient information on the dangers and safe use of the product, taking into account the characteristics of, and the ordinary knowledge common to an ordinary consumer who purchases the product; or in the case of a prescription drug, medical device or other product that is intended to be used only under the supervision of a physician or other licensed professional person, taking into account the characteristics of, and the ordinary knowledge common to, a physician or other licensed professional who prescribes the drug, device or other

product.

- (d) In any action alleging that a product is defective
- 62 pursuant to paragraph (a) of this section, the manufacturer or
- 63 seller shall not be liable if the claimant (i) had knowledge of a
- 64 condition of the product that was inconsistent with his safety;
- 65 (ii) appreciated the danger in the condition; and (iii)
- 66 deliberately and voluntarily chose to expose himself to the danger
- 67 in such a manner to register assent on the continuance of the
- 68 dangerous condition.
- (e) In any action alleging that a product is defective
- 70 pursuant to paragraph (a)(i)2 of this section, the manufacturer or
- 71 seller shall not be liable if the danger posed by the product is
- 72 known or is open and obvious to the user or consumer of the
- 73 product, or should have been known or open and obvious to the user
- 74 or consumer of the product, taking into account the
- 75 characteristics of, and the ordinary knowledge common to, the
- 76 persons who ordinarily use or consume the product.
- 77 (f) In any action alleging that a product is defective
- 78 because of its design pursuant to paragraph (a)(i)3 of this
- 79 section, the manufacturer or product seller shall not be liable if
- 80 the claimant does not prove by the preponderance of the evidence
- 81 that at the time the product left the control of the manufacturer
- 82 or seller:
- (i) The manufacturer or seller knew, or in light
- 84 of reasonably available knowledge or in the exercise of reasonable
- 85 care should have known, about the danger that caused the damage
- 86 for which recovery is sought; and
- 87 (ii) The product failed to function as expected
- 88 and there existed a feasible design alternative that would have to
- 89 a reasonable probability prevented the harm. A feasible design
- 90 alternative is a design that would have to a reasonable
- 91 probability prevented the harm without impairing the utility,
- 92 usefulness, practicality or desirability of the product to users
- 93 or consumers.

94	(g) (i) The manufacturer of a product who is found
95	liable for a defective product pursuant to subsection (a) shall
96	indemnify a product seller for the costs of litigation, any
97	reasonable expenses, reasonable attorney's fees and any damages
98	awarded by the trier of fact unless the seller exercised
99	substantial control over that aspect of the design, testing,
100	manufacture, packaging or labeling of the product that caused the
101	harm for which recovery of damages is sought; the seller altered
102	or modified the product, and the alteration or modification was a
103	substantial factor in causing the harm for which recovery of
104	damages is sought; the seller had actual knowledge of the
105	defective condition of the product at the time he supplied same;
106	or the seller made an express factual representation about the
107	aspect of the product which caused the harm for which recovery of
108	damages is sought.

- (ii) Subparagraph (i) shall not apply unless the seller has given prompt notice of the suit to the manufacturer within thirty (30) days of the filing of the complaint against the seller.
- 113 (h) The seller of a product who is not the manufacturer

  114 shall not be liable for any latent defect in a product unless the

  115 seller has knowledge of the defect or unless the defect violates

  116 an express warranty made by the seller.
- 117 <u>(i)</u> Nothing in this section shall be construed to
  118 eliminate any common law defense to an action for damages caused
  119 by a product.
- 120 **SECTION 2.** This act shall take effect and be in force from 121 and after July 1, 2002.