To: Judiciary

By: Senator(s) Kirby, Hewes, Gordon, Chaney, White (29th), Canon, King, Michel, Johnson (19th), Scoper, Robertson, Moffatt, Harvey, Nunnelee, Huggins, Mettetal, Minor, Stogner, Hamilton, Hyde-Smith, Ross, Carlton, Browning

SENATE BILL NO. 2339

AN ACT TO AMEND SECTION 11-1-63, MISSISSIPPI CODE OF 1972, TO 1 REVISE PRODUCT LIABILITY OF A MANUFACTURER; TO ENACT SECTION 2 11-1-64, MISSISSIPPI CODE OF 1972, TO REVISE PRODUCT LIABILITY OF 3 A PRODUCT SELLER; AND FOR RELATED PURPOSES. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 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: (a) The manufacturer * * * of the product shall not be 10 liable if the claimant does not prove by the preponderance of the 11 evidence that at the time the product left the control of the 12 manufacturer * * *: 13 1. The product was defective because it (i) 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 26 (ii) The defective condition rendered the product 27 unreasonably dangerous to the user or consumer; and

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

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

38 (C) (i) In any action alleging that a product is defective because it failed to contain adequate warnings or 39 40 instructions pursuant to paragraph (a)(i)2 of this section, the manufacturer * * * shall not be liable if the claimant does not 41 prove by the preponderance of the evidence that at the time the 42 product left the control of the manufacturer * * *, the 43 manufacturer * * * knew or in light of reasonably available 44 45 knowledge should have known about the danger that caused the damage for which recovery is sought and that the ordinary user or 46 47 consumer would not realize its dangerous condition.

(ii) An adequate product warning or instruction is 48 49 one that a reasonably prudent person in the same or similar circumstances would have provided with respect to the danger and 50 that communicates sufficient information on the dangers and safe 51 52 use of the product, taking into account the characteristics of, and the ordinary knowledge common to an ordinary consumer who 53 54 purchases the product; or in the case of a prescription drug, medical device or other product that is intended to be used only 55 under the supervision of a physician or other licensed 56 professional person, taking into account the characteristics of, 57 58 and the ordinary knowledge common to, a physician or other 59 licensed professional who prescribes the drug, device or other

60 product.

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In any action alleging that a product is defective (d) 61 pursuant to paragraph (a) of this section, the manufacturer * * * 62 shall not be liable if the claimant (i) had knowledge of a 63 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 in such a manner to register assent on the continuance of the 67 dangerous condition. 68

pursuant to paragraph (a)(i)2 of this section, the manufacturer * * * shall not be liable if the danger posed by the product is known or is open and obvious to the user or consumer of the product, or should have been known or open and obvious to the user or consumer of the product, taking into account the characteristics of, and the ordinary knowledge common to, the persons who ordinarily use or consume the product.

In any action alleging that a product is defective

(f) In any action alleging that a product is defective because of its design pursuant to paragraph (a)(i)3 of this section, the manufacturer * * * 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 * * *:

(i) The manufacturer * * * knew, or in light of
reasonably available knowledge or in the exercise of reasonable
care should have known, about the danger that caused the damage
for which recovery is sought; and

The product failed to function as expected 87 (ii) and there existed a feasible design alternative that would have to 88 a reasonable probability prevented the harm. A feasible design 89 alternative is a design that would have to a reasonable 90 91 probability prevented the harm without impairing the utility, 92 usefulness, practicality or desirability of the product to users 93 or consumers.

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(e)

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95 (g) Nothing in this section shall be construed to 96 eliminate any common law defense to an action for damages caused 97 by a product.

98 SECTION 2. The following shall be codified as Section
99 11-1-64, Mississippi Code of 1972:

100 <u>11-1-64.</u> (1) In any civil action alleging damages caused by 101 a defective product, a product seller other than a manufacturer 102 shall be liable to a claimant only if the claimant establishes:

(a) The product that allegedly caused the harm that isthe subject of the complaint was sold by the product seller;

105 (b) The product seller failed to exercise reasonable106 care with respect to the sale of the product; and

107 (c) The failure to exercise reasonable care was a108 proximate cause of the harm to the claimant.

(2) A product seller shall not be considered to have failed to exercise reasonable care with respect to a product based upon an alleged failure to inspect the product, if there was no reasonable opportunity to inspect the product; or the inspection, in the exercise of reasonable care, would not have revealed that the product was defective.

(3) Nothing in this section shall be construed to eliminate any common law defense to an action for damages caused by a product.

(4) If the application of this section, or of any portion of it, to any person or circumstance is held invalid, the invalidity shall not affect the application of this section to other persons or circumstances which can be given effect without the invalid provision or application.

(5) This section shall apply to any civil action pending orfiled on or after July 1, 2002.

125 SECTION 3. This act shall take effect and be in force from 126 and after July 1, 2002.

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