Adopted AMENDMENT No. 7 TO AMENDMENT No. 1 PROPOSED TO

House Bill NO. 2

By Senator(s) Robertson

Т	AMEND by inserting the following sections after line 81 and
2	renumbering any succeeding sections:
3	SECTION *. Section 11-1-63, Mississippi Code of 1972, is
4	amended as follows:
5	11-1-63. In any action for damages caused by a product
6	except for commercial damage to the product itself:
7	(a) Subject to the provisions of Section 11-1-62 and
8	<u>Section * of this act,</u> the manufacturer or seller of the product
9	shall not be liable if the claimant does not prove by the
10	preponderance of the evidence that at the time the product left
11	the control of the manufacturer or seller:
12	(i) 1. The product was defective because it
13	deviated in a material way from the manufacturer's specifications
14	or from otherwise identical units manufactured to the same
15	manufacturing specifications, or
16	2. The product was defective because it
17	failed to contain adequate warnings or instructions, or
18	3. The product was designed in a defective
19	manner, or
20	4. The product breached an express warranty
21	or failed to conform to other express factual representations upor
22	which the claimant justifiably relied in electing to use the
23	product; and

24 (ii) The defective condition rendered the product

25 unreasonably dangerous to the user or consumer; and

26 (iii) The defective and unreasonably dangerous

27 condition of the product proximately caused the damages for which

28 recovery is sought.

- 29 (b) A product is not defective in design or formulation
- 30 if the harm for which the claimant seeks to recover compensatory
- 31 damages was caused by an inherent characteristic of the product
- 32 which is a generic aspect of the product that cannot be eliminated
- 33 without substantially compromising the product's usefulness or
- 34 desirability and which is recognized by the ordinary person with
- 35 the ordinary knowledge common to the community.
- 36 (c) (i) In any action alleging that a product is
- 37 defective because it failed to contain adequate warnings or
- 38 instructions pursuant to paragraph (a)(i)2 of this section, the
- 39 manufacturer or seller shall not be liable if the claimant does
- 40 not prove by the preponderance of the evidence that at the time
- 41 the product left the control of the manufacturer or seller, the
- 42 manufacturer or seller knew or in light of reasonably available
- 43 knowledge should have known about the danger that caused the
- 44 damage for which recovery is sought and that the ordinary user or
- 45 consumer would not realize its dangerous condition.
- 46 (ii) An adequate product warning or instruction is
- 47 one that a reasonably prudent person in the same or similar
- 48 circumstances would have provided with respect to the danger and
- 49 that communicates sufficient information on the dangers and safe
- 50 use of the product, taking into account the characteristics of,
- 51 and the ordinary knowledge common to an ordinary consumer who
- 52 purchases the product; or in the case of a prescription drug,
- 53 medical device or other product that is intended to be used only
- 54 under the supervision of a physician or other licensed
- 55 professional person, taking into account the characteristics of,
- 56 and the ordinary knowledge common to, a physician or other
- 57 licensed professional who prescribes the drug, device or other
- 58 product.

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               (d)
                   In any action alleging that a product is defective
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    pursuant to paragraph (a) of this section, the manufacturer or
    seller shall not be liable if the claimant (i) had knowledge of a
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    condition of the product that was inconsistent with his safety;
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    (ii) appreciated the danger in the condition; and (iii)
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    deliberately and voluntarily chose to expose himself to the danger
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    in such a manner to register assent on the continuance of the
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    dangerous condition.
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                   In any action alleging that a product is defective
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               (e)
    pursuant to paragraph (a)(i)2 of this section, the manufacturer or
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    seller shall not be liable if the danger posed by the product is
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    known or is open and obvious to the user or consumer of the
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    product, or should have been known or open and obvious to the user
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    or consumer of the product, taking into account the
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    characteristics of, and the ordinary knowledge common to, the
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    persons who ordinarily use or consume the product.
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                   In any action alleging that a product is defective
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    because of its design pursuant to paragraph (a)(i)3 of this
    section, the manufacturer or product seller shall not be liable if
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    the claimant does not prove by the preponderance of the evidence
    that at the time the product left the control of the manufacturer
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    or seller:
                        The manufacturer or seller knew, or in light
                    (i)
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    of reasonably available knowledge or in the exercise of reasonable
    care should have known, about the danger that caused the damage
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    for which recovery is sought; and
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                        The product failed to function as expected
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    and there existed a feasible design alternative that would have to
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    a reasonable probability prevented the harm. A feasible design
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    alternative is a design that would have to a reasonable
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    probability prevented the harm without impairing the utility,
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    usefulness, practicality or desirability of the product to users
    or consumers.
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                        The manufacturer of a product who is found
                    (i)
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liable for a defective product pursuant to paragraph (a) shall

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- 94 indemnify a product seller for the costs of litigation, any
- 95 reasonable expenses, reasonable attorney's fees and any damages
- 96 awarded by the trier of fact unless the seller exercised
- 97 substantial control over that aspect of the design, testing,
- 98 manufacture, packaging or labeling of the product that caused the
- 99 harm for which recovery of damages is sought; the seller altered
- 100 or modified the product, and the alteration or modification was a
- 101 substantial factor in causing the harm for which recovery of
- 102 damages is sought; the seller had actual knowledge of the
- 103 defective condition of the product at the time he supplied same;
- 104 or the seller made an express factual representation about the
- 105 aspect of the product which caused the harm for which recovery of
- 106 damages is sought.
- 107 (ii) Subparagraph (i) shall not apply unless the
- 108 seller has given prompt notice of the suit to the manufacturer
- 109 within thirty (30) days of the filing of the complaint against the
- 110 seller.
- 111 (h) Nothing in this section shall be construed to
- 112 eliminate any common law defense to an action for damages caused
- 113 by a product.
- 114 **SECTION *.** (1) In any civil action alleging damages caused
- 115 by a product, a product seller other than a manufacturer shall not
- 116 be liable for a latent defect if the seller is a mere conduit who
- 117 purchased the product from a reputable manufacturer. It is the
- 118 intent of this section to insulate innocent sellers who are not
- 119 actively negligent from forum driven lawsuits.
- 120 (2) A product seller shall not be considered to have failed
- 121 to exercise reasonable care with respect to a product, based upon
- 122 an alleged failure to inspect the product, if there was no
- 123 reasonable opportunity to inspect the product; or the inspection,
- 124 in the exercise of reasonable care, would not have revealed that
- 125 the product was defective.
- 126 (3) Nothing in this section shall be construed to eliminate
- 127 any common law defense to an action for damages caused by a
- 128 product.

129 FURTHER, AMEND the title to conform.