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53rd Legislature - STATE OF NEW MEXICO - FIRST SESSION, 2017

INTRODUCED BY

William H. Payne

AN ACT

RELATING TO CONSTRUCTION PROJECTS; PROVIDING AN EXCEPTION TO THE TEN-YEAR LIMITATION ON ACTIONS FOR DEFECTIVE OR UNSAFE CONDITIONS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 37-1-27 NMSA 1978 (being Laws 1967, Chapter 193, Section 1) is amended to read:

"37-1-27. CONSTRUCTION PROJECTS--LIMITATION ON ACTIONS
FOR DEFECTIVE OR UNSAFE CONDITIONS--EXCEPTIONS.--

A. No action to recover damages for any injury to property, real or personal, or for injury to the person or for bodily injury or wrongful death arising out of the defective or unsafe condition of a physical improvement to real property [nor any] and no action for contribution or indemnity for damages so sustained against any person performing or

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furnishing the construction or the design, planning,
supervision, inspection or administration of construction of
$[{\color{red} { m such}}]$ ${\color{red} { m the}}$ improvement to real property and on account of such
activity shall be brought after ten years from the date of
substantial completion of $[{\color{red} {\rm such}}]$ ${\color{red} {\rm the}}$ improvement; provided ${\color{red} {\rm that}}$
this limitation shall not apply to any action:

(1) in which the plaintiff claims that the defendant knew or should have known that the defendant's construction, design, planning, supervision, inspection or administration of construction involved the use of defective or unsafe construction materials or products; or

(2) based on a contract, warranty or guarantee [which] that contains express terms inconsistent [herewith] with the provisions of this section.

B. The "date of substantial completion" [shall mean] means the date when construction is sufficiently completed so that the owner can occupy or use the improvement for the purpose for which it was intended or the date on which the owner does so occupy or use the improvement or the date established by the contractor as the date of substantial completion, whichever date occurs last."

SECTION 2. EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2017.