## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1833 Session of 2017

INTRODUCED BY O'NEILL, COX, DELUCA, MILLARD, ROEBUCK, THOMAS, WATSON AND WHEELAND, OCTOBER 18, 2017

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, OCTOBER 18, 2017

## AN ACT

1 2 3 4 5 6	Amending Title 68 (Real and Personal Property) of the Pennsylvania Consolidated Statutes, in general provisions relating to residential real property, further providing for definitions; and, in seller disclosures, further providing for application of chapter and providing for disclosure of construction defects.
7	The General Assembly of the Commonwealth of Pennsylvania
8	hereby enacts as follows:
9	Section 1. Section 7102 of Title 68 of the Pennsylvania
10	Consolidated Statutes is amended by adding definitions to read:
11	§ 7102. Definitions.
12	Subject to additional definitions contained in subsequent
13	provisions of this part which are applicable to specific
14	provisions of this part, the following words and phrases when
15	used in this part shall have the meanings given to them in this
16	section unless the context clearly indicates otherwise:
17	* * *
18	"Builder." A person lawfully performing or furnishing the
19	design, planning, supervision or observation of construction or
20	construction of an improvement to real property.

1 \* \* \*

2	"Construction defect." A material defect that results from a
3	deficiency in the design, planning, supervision or observation
4	of construction or construction of an improvement to real
5	property. The term includes a material defect that results from
6	the use of defective building materials or from the improper
7	installation of building materials.
8	* * *
9	Section 2. Section 7302 of Title 68 is amended by adding a
10	subsection to read:
11	§ 7302. Application of chapter.
12	* * *
13	(a.1) Application of disclosure of construction defects
14	Section 7303.1 (relating to disclosure of construction defects)
15	shall apply only to residential real property.
16	* * *
17	Section 3. Title 68 is amended by adding a section to read:
18	§ 7303.1. Disclosure of construction defects.
19	(a) NotificationIf a builder becomes aware of a
20	construction defect in an improvement to real property
21	constructed or facilitated by the builder, the builder shall
22	notify the owner of the real property. The builder shall also
23	notify the owner of any real property for which the builder
24	constructed or facilitated construction of an improvement, if
25	the builder has reasonable cause to suspect the existence of a
26	substantially similar construction defect. The following shall
27	apply:
28	(1) The notification shall include all of the following:
29	(i) A description of the construction defect or
30	suspected construction defect.

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1	(ii) The reason that the builder knows or suspects
2	that the construction defect exists.
3	(iii) Contact information for the builder.
4	(2) The notification shall be made within 30 days after
5	the builder knows or has reasonable cause to suspect that the
6	construction defect exists.
7	(3) The builder shall provide the notification by
8	certified mail to the address of record for the owner of the
9	<u>real property.</u>
10	(4) The notification is not required if at least 15
11	years have elapsed since completion of construction of the
12	defective improvement.
13	(5) The notification shall not constitute evidence of
14	the builder's liability for the construction defect, nor
15	shall the notification relieve the builder from any liability
16	which may exist as the result of the construction defect.
17	(b) Failure to complyA builder who willfully or
18	negligently fails to notify an owner of real property as
19	required by this section shall be liable for the amount of
20	actual damages suffered by the owner as a result of the
21	builder's failure to notify the owner. This subsection shall not
22	be construed to restrict or expand the authority of a court to
23	impose punitive damages or apply other remedies applicable under
24	another provision of law.
25	(c) Statute of limitationsAn action for damages as the
26	result of a violation of this section must be commenced within
27	two years of the time that the owner of the real property
28	becomes aware of the builder's failure to comply with this
29	section.
30	Section 4. This act shall take effect in 60 days.
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