## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1855 Session of 2021

INTRODUCED BY HOHENSTEIN, ISAACSON, SANCHEZ AND DRISCOLL, SEPTEMBER 13, 2021

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, SEPTEMBER 13, 2021

## AN ACT

1 2 3 4 5 6	Amending the act of October 17, 2008 (P.L.1645, No.132), entitled "An act providing for the regulation of home improvement contracts and for the registration of certain contractors; prohibiting certain acts; and providing for penalties," further providing for definitions and for home improvement fraud.
7	The General Assembly of the Commonwealth of Pennsylvania
8	hereby enacts as follows:
9	Section 1. The definition of "owner" in section 2 of the act
10	of October 17, 2008 (P.L.1645, No.132), known as the Home
11	Improvement Consumer Protection Act, is amended to read:
12	Section 2. Definitions.
13	The following words and phrases when used in this act shall
14	have the meanings given to them in this section unless the
15	context clearly indicates otherwise:
16	* * *
17	"Owner."
18	(1) The term includes any of the following:
19	(i) An owner of a private residence, including any
20	person authorized by an owner to act on the owner's

behalf to order, contract for or purchase a home
 improvement.

3 (ii) A person entitled to the performance of the
4 work of a contractor pursuant to a home improvement
5 contract.

6 (2) An owner of a private residence shall not be 7 required to reside in the residence to be deemed an owner 8 under this act. To meet this definition for the purposes of 9 <u>exemption to register as a contractor for home improvements</u> 10 <u>the owner of a private residence shall be required to</u> 11 <u>maintain ownership and possession of the residence for one</u> 12 year following the completion of construction.

13 (3) A person who owns three or more private residences 14 in this Commonwealth shall not be deemed an owner except with 15 respect to the person's primary residence or the part of the 16 building which houses the primary residence of the owner and 17 those private residences the person uses for personal 18 recreational purposes.

19 \* \* \*

20 Section 2. Section 8(a)(7) and (8) of the act are amended 21 and the subsection is amended by adding a paragraph to read: 22 Section 8. Home improvement fraud.

(a) Offense defined.--A person commits the offense of home improvement fraud if, with intent to defraud or injure anyone or with knowledge that he is facilitating a fraud or injury to be perpetrated by anyone, the actor:

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\* \* \*

(7) alters a home improvement agreement, mortgage,
promissory note or other document incident to performing or
selling a home improvement without the consent of the

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- 2 -

1 consumer; [or]

2 (8) directly or indirectly publishes a false or
3 deceptive advertisement in violation of State law governing
4 advertising about home improvement[.]; or

5 (9) fails to register as a contractor and instead makes 6 improvements as an owner with the intent to sell the property 7 to a new owner without ever residing in the home. 8 \* \* \*

9 Section 3. This act shall apply to contracts entered into on10 or after the effective date of this act.

11 Section 4. This act shall take effect in 60 days.