## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 635

Session of 1999

INTRODUCED BY L. I. COHEN, YOUNGBLOOD, MASLAND, ORIE, BEBKO-JONES, SNYDER, ROBINSON, READSHAW, FICHTER, MYERS, CORRIGAN, M. COHEN, HARHART, TRAVAGLIO, CURRY, RUBLEY, HORSEY, MELIO, BROWNE, WILLIAMS, DALEY, RAMOS, SAYLOR, HARHAI, STEELMAN, FREEMAN, JOSEPHS, CASORIO, KIRKLAND, McCALL, CIVERA AND JAMES, FEBRUARY 22, 1999

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, FEBRUARY 22, 1999

## AN ACT

- 1 Requiring liability insurance for house inspectors; and imposing 2 penalties.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. Short title.
- 6 This act shall be known and may be cited as the House
- 7 Inspector Liability Insurance Act.
- 8 Section 2. Definitions.
- 9 The following words and phrases when used in this act shall
- 10 have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise:
- 12 "House inspection." An examination of a residential building
- 13 to determine:
- 14 (1) quality of construction;
- 15 (2) current condition of physical plant; and
- 16 (3) safety.

- 1 "House inspector." A person that, for consideration,
- 2 performs a house inspection for a prospective purchaser.
- 3 Section 3. Liability insurance.
- 4 (a) Requirement.--A house inspector shall maintain liability
- 5 insurance in the amount of at least \$500,000 for errors and
- 6 omissions in the performance of a house inspection.
- 7 (b) Term.--
- 8 (1) Except as set forth in paragraph (2), a house
- 9 inspector shall maintain insurance under subsection (a) for
- 10 at least two years after the latest house inspection the
- 11 house inspector performs.
- 12 (2) Paragraph (1) shall not apply to a house inspection
- which was performed prior to the effective date of this act.
- 14 Section 4. Penalty.
- 15 A person who violates section 3 commits a summary offense and
- 16 shall, upon conviction, be sentenced to pay a fine of \$300 or to
- 17 imprisonment for not more than 90 days, or both.
- 18 Section 5. Effective date.
- 19 This act shall take effect in 60 days.