A bill to be entitled An act relating to home inspection services; creating s. 501.935, F.S.; providing requirements relating to home inspection services; providing legislative intent; providing definitions; providing certain inspector qualifications and practice standards; providing exemptions; requiring, prior to inspection, provision of inspector credentials, a caveat, a disclosure of conflicts of interest and certain relationships, and a statement or agreement of scope, limitations, terms, and conditions; requiring a report on the results of the inspection; prohibiting certain acts, for which there are civil penalties; providing that failure to comply is a deceptive and unfair trade practice; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 501.935, Florida Statutes, is created to read:

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501.935 Home inspection services; qualifications and standards; required disclosures prior to inspection; report on inspection results; prohibited acts; failure to comply.--

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(1) INTENT.--The Legislature recognizes that the performance of a home inspection requires certain unique skills and that a home inspection should not be confused with an engineering analysis, the practice of engineering, the practice of architecture, a code enforcement inspection,

contracting as defined in chapter 489, or an appraisal as defined in chapter 475. Therefore, it is in the public interest to require the disclosure of information useful to assist consumers in choosing a qualified home inspector, to inform them of the limitations of a home inspection, and to prohibit actions that conflict with the best interests of a home inspector's client.

- (2) DEFINITIONS.--For the purposes of this section:
- (a) "Home inspector" means any person who provides or offers to provide a home inspection on residential real property for a fee or other compensation.
- (b) "Home inspection" means an examination, done for compensation, of the mechanical and physical components of residential real property through visual means and operation of normal user controls, without necessarily the use of any mathematical or engineering science. The inspection may include, but is not limited to, examination of the readily visible portions of the structural, electrical, heating, central air-conditioning, roofing, plumbing, insulation and ventilation, and cladding systems, doors and windows, interior surfaces, and chimneys and fireplaces.
- (3) HOME INSPECTION SERVICES; QUALIFICATIONS, STANDARDS.--
- 24 (a) No person shall offer home inspection services as
  25 a board-certified home inspector, or represent himself or
  26 herself as a board-certified home inspector, unless such
  27 person has passed the National Home Inspector Examination
  28 (NHIE), offered by the Examination Board of Professional Home
  29 Inspectors, or any other examination deemed to be
  30 psychometrically valid by the Secretary of Business and
  31 Professional Regulation.

- (b) The minimum standard of practice for home inspection by a person representing himself or herself as a board-certified home inspector shall be the version of the Standards of Practice of the American Society of Home Inspectors effective January 1, 2000, or any other consensus-based home inspection standard deemed equivalent by the Secretary of Business and Professional Regulation.
- (4) EXEMPTIONS.--A person licensed as a construction contractor under chapter 489, an architect under chapter 481, or an engineer under chapter 471 is not required to comply with this section with regard to any report, survey, evaluation, or estimate rendered within the scope of practice authorized by such license.
- (5) DISCLOSURE.--Prior to entering into a contract for home inspection and prior to performing any home inspection, a home inspector must provide the following to any person who will enter into a contract to have a home inspection and who, as a client of the inspector, has requested the inspection:
- (a) A written list of the home inspector's credentials, including whether or not the inspector is board certified.
- (b) A caveat in 10-point or larger boldfaced type that states:

"AN INSPECTION IS INTENDED TO ASSIST IN EVALUATION OF
THE OVERALL CONDITION OF A BUILDING. THE INSPECTION IS BASED
ON OBSERVATION OF THE VISIBLE AND APPARENT CONDITION OF THE
BUILDING AND ITS COMPONENTS ON THE DATE OF THE INSPECTION.
THE RESULTS OF THIS HOME INSPECTION ARE NOT INTENDED TO MAKE
ANY REPRESENTATION REGARDING LATENT OR CONCEALED DEFECTS THAT
MAY EXIST, AND NO WARRANTY OR GUARANTEE IS EXPRESSED OR
IMPLIED. IT SHOULD BE UNDERSTOOD THAT A HOME INSPECTION IS A

GENERAL OVERVIEW OF THE CONDITION OF THE BUILDING AND
COMPONENTS. THE HOME INSPECTOR IS NOT NECESSARILY A

PROFESSIONAL WITH LICENSES AUTHORIZING THE RENDERING OF
DETAILED OPINIONS REGARDING ALL OF THE ITEMS OR SYSTEMS
INCLUDED IN THE INSPECTION. YOU MAY BE ADVISED TO SEEK AN
OPINION FROM AN APPROPRIATELY LICENSED PROFESSIONAL AS TO ANY
DEFECTS OR CONCERNS MENTIONED IN THE REPORT."

- (c) A written disclosure to the client of any conflict of interest or relationship of the home inspector which may affect the client.
- (d) A written statement or agreement declaring the home inspector's scope of services, limitations, terms, and conditions regarding the home inspection.
- (6) REPORT.--A home inspector must provide to the client, within 3 working days after the date of the home inspection or at any other time agreed upon by both parties, a written report of the results of the home inspection.
  - (7) PROHIBITIONS.--A home inspector may not:
- (a) Accept any commission, allowance, gift, or other thing of value from another party dealing with a client of the inspector which relates to the inspection or conditions reported by the home inspector.
- (b) Offer any commission, allowance, gift, or other thing of value to another party dealing with a client of the inspector which relates to the inspection.
- (c) Perform, or offer to perform, for a fee, remedial work on a property which the inspector has inspected in the preceding 12 months.
- (d) Disclose, without the client's written consent, a home inspection report to any person other than the client.

FAILURE TO COMPLY. -- Failure to comply with any provision of this section constitutes a deceptive and unfair trade practice. Section 2. This act shall take effect July 1, 2000. HOUSE SUMMARY Provides requirements relating to home inspection services. Provides legislative intent and definitions. Provides inspection qualifications and practice standards for home inspectors representing themselves as board certified. Provides exemptions. Requires, prior to inspection, provision of inspector credentials, a caveat, a disclosure of conflicts of interest and certain relationships, and a statement or agreement of scope, limitations, terms, and conditions. Requires a report on limitations, terms, and conditions. Requires a report on the results of the inspection. Prohibits certain acts, for which there are civil penalties. Provides that failure to comply is a deceptive and unfair trade practice. See bill for details.