

3

5

б

7

8

9

10

11

12

13

14

15

16

17

18

19

20

2.1

HB 1131 2003

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, before 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 to the client on the results of the inspection and requiring provision of relevant portions thereof to homeowners under certain circumstances; prohibiting certain acts for which there are civil penalties; providing that failure to comply is a deceptive and unfair trade practice; providing for injunction against use of the title "board-certified home inspector" under certain circumstances and requiring notice thereof to potential clients; providing for the filing of complaints; requiring maintenance of records regarding complaints and compilation of statistics regarding such complaints; providing an effective date.

2223

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

2526

24

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

27 28

29

501.935 Home inspection services; qualifications and standards; exemptions; required disclosures prior to inspection;



HB 1131 2003

report on inspection results; prohibited acts; failure to
comply; complaints.--

- (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, an evaluation of compliance with construction codes, 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) "Conspicuous type" means type in capital letters at least 2 points larger than the largest type, exclusive of headings, on the page on which it appears and, in all cases, at least 10-point type. When conspicuous type is required, it must be separated on all sides from other type and print. Conspicuous type may not be used in a disclosure or contract except when required by law.
- (b) "Home" means any improved residential real property that is a single-family dwelling, duplex, triplex, quadruplex, condominium unit, or cooperative unit. The term includes the structure, fixtures, appliances, and mechanical systems, but does not include offsite amenities or common areas of a condominium or cooperative.



HB 1131 2003

(c) "Home inspector" means any person who provides or offers to provide a home inspection for a fee or other compensation.

- (d) "Home inspection" means an examination, done for compensation, of the mechanical and physical components of a home 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, cladding systems, doors and windows, interior surfaces, and chimneys and fireplaces.
 - (3) HOME INSPECTION SERVICES; QUALIFICATIONS; STANDARDS.--
- (a) A person may not offer home inspection services as a board-certified home inspector, or represent himself or herself as a board-certified home inspector, unless such person has passed the National Home Inspector Examination offered by the Examination Board of Professional Home Inspectors or any other examination considered psychometrically valid by the Secretary of Business and Professional Regulation.
- (b) The minimum standard of practice for home inspection is 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.--The following persons are not required to comply with this section with regard to any valuation condition, report, survey, evaluation, or estimate rendered within the scope of practice authorized by such license:
 - (a) A construction contractor licensed under chapter 489.



HB 1131 2003

- (b) An architect licensed under chapter 481.
- (c) An engineer licensed under chapter 471.
- (d) A building code administrator, plans examiner, or building code inspector licensed under part XII of chapter 468.
- (e) A certified real estate appraiser, licensed real estate appraiser, or registered assistant real estate appraiser licensed under part II of chapter 475.
- (f) An inspector whose report is being provided to, and is solely for the benefit of, the Federal Housing Administration or the Veterans Administration.
- (5) DISCLOSURE.--Before entering into a contract for home inspection and before 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 conspicuous type that states:

"AN INSPECTION IS INTENDED TO ASSIST IN EVALUATION OF THE

OVERALL CONDITION OF A HOME. THE INSPECTION IS BASED ON

OBSERVATION OF THE VISIBLE AND APPARENT CONDITION OF THE

BUILDING AND ITS MECHANICAL AND PHYSICAL 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 ANY OR ALL OF THE ITEMS OR SYSTEMS INCLUDED



HB 1131 2003

118 IN THE INSPECTION. YOU MAY WISH TO SEEK AN OPINION FROM AN

119 APPROPRIATELY LICENSED PROFESSIONAL AS TO ANY DEFECTS OR

120 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. The relevant part of the report shall be provided by the buyer to the owner of the home upon request if a home inspection report is used by the buyer as a reason to void, modify, or refuse to close on a contract for sale and purchase of the home.
 - (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 offer 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 a person other than the client.



HB 1131 2003

(8) FAILURE TO COMPLY. -- The failure of a home inspector to comply with any provision of this section constitutes a deceptive and unfair trade practice for which a cause of action under part II of this chapter may be prosecuted, in addition to any other remedy provided by law. A court may enjoin any person who has substantially failed to comply with this section from using the title "board-certified home inspector" for a reasonable period of time and may require such person to inform any potential client of the existence of such injunction.

- (9) COMPLAINTS.--Complaints concerning a home inspector subject to the provisions of this section may be referred to the Division of Consumer Services of the Department of Agriculture and Consumer Services. The division shall maintain records regarding complaints and shall compile statistics regarding such complaints.
 - Section 2. This act shall take effect July 1, 2003.

Page 6 of 6