HOUSE BILL 1331

N1 2lr3247 CF SB 968

By: Delegates Carr, Beidle, Bobo, Cane, Frush, Hucker, Luedtke, Niemann, Reznik, S. Robinson, Stein, and Weir

Introduced and read first time: February 16, 2012 Assigned to: Rules and Executive Nominations

Re-referred to: Environmental Matters, February 27, 2012

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 22, 2012

CHAPTER

1 AN ACT concerning

2

Residential Property Sales - Disclosure of Utility Consumption

- FOR the purpose of requiring a vendor of certain single family residential property to 3 4 display or make available provide, on written request, certain utility 5 information under certain circumstances; requiring a vendor to make available 6 certain utility information in a certain manner; authorizing a vendor to provide 7 to prospective purchasers a certain home energy rating score; providing that 8 this Act does not apply to certain sales or transfers of property; providing that 9 certain information is provided without warranties; establishing that this Act does not prohibit a local government from enacting a certain more stringent 10 local law; requiring the State Real Estate Commission to submit a certain 11 report on or before a certain date; providing for the application of this Act; and 12 generally relating to disclosure of utility consumption prior to the sale of single 13 family residential property. 14
- 15 BY repealing and reenacting, without amendments,
- 16 Article Real Property
- 17 Section 1–101(l) and (n)
- 18 Annotated Code of Maryland
- 19 (2010 Replacement Volume and 2011 Supplement)
- 20 BY adding to
- 21 Article Real Property

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 2 3	Section 10–702.1 Annotated Code of Maryland (2010 Replacement Volume and 2011 Supplement)
$\frac{4}{5}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
6	Article - Real Property
7	1–101.
8	(l) "Purchaser" has the same meaning as buyer or vendee.
9	(n) "Vendor" has the same meaning as seller.
10	10-702.1.
11 12 13	(A) (1) THIS SECTION APPLIES ONLY TO SINGLE FAMILY RESIDENTIAL REAL PROPERTY IMPROVED BY FOUR OR FEWER SINGLE FAMILY UNITS.
14	(2) THIS SECTION DOES NOT APPLY TO:
15 16	(I) THE INITIAL SALE OF SINGLE FAMILY RESIDENTIAL REAL PROPERTY:
17	1. That has never been occupied; or
18 19 20	2. FOR WHICH A CERTIFICATE OF OCCUPANCY HAS BEEN ISSUED WITHIN 1 YEAR BEFORE THE VENDOR AND PURCHASER ENTERED INTO A CONTRACT OF SALE;
21 22 23 24 25	(II) A TRANSFER THAT IS EXEMPT FROM THE TRANSFER TAX UNDER § 13–207 OF THE TAX – PROPERTY ARTICLE, EXCEPT LAND INSTALLMENT CONTRACTS OF SALE UNDER § 13–207(A)(11) OF THE TAX – PROPERTY ARTICLE AND OPTIONS TO PURCHASE REAL PROPERTY UNDER § 13–207(A)(12) OF THE TAX – PROPERTY ARTICLE;
26 27 28	(III) A SALE BY A LENDER OR AN AFFILIATE OR A SUBSIDIARY OF A LENDER THAT ACQUIRED REAL PROPERTY BY FORECLOSURE OR DEED IN LIEU OF FORECLOSURE;

29 (IV) A SHERIFF'S SALE, TAX SALE, OR SALE BY 30 FORECLOSURE, PARTITION, OR COURT–APPOINTED TRUSTEE;

1 2 3	(V) A TRANSFER BY A FIDUCIARY IN THE COURSE OF THE ADMINISTRATION OF A DECEDENT'S ESTATE, GUARDIANSHIP, CONSERVATORSHIP, OR TRUST;
4 5 6	(VI) A TRANSFER OF SINGLE FAMILY RESIDENTIAL REAL PROPERTY TO BE CONVERTED BY THE BUYER INTO A USE OTHER THAN RESIDENTIAL USE OR TO BE DEMOLISHED; OR
7	(VII) A SALE OF UNIMPROVED REAL PROPERTY.
8	(B) (1) AS PROVIDED IN THIS SUBSECTION, A VENDOR OF SINGLE FAMILY RESIDENTIAL REAL PROPERTY SHALL DISPLAY OR MAKE AVAILABLE TO PROGREGIENT PROPERTY AT THE LOCATION OF THE RESIDENTIAL REAL
LO	PROSPECTIVE PURCHASERS AT THE LOCATION OF THE RESIDENTIAL REAL
$egin{array}{c} 1 \ 2 \end{array}$	PROPERTY PROVIDE, ON WRITTEN REQUEST, COPIES OF ELECTRIC, GAS, AND HOME HEATING OIL BILLS, OR A DOCUMENT DETAILING THE MONTHLY
13	ELECTRIC, GAS, AND HOME HEATING OIL USAGE OF THE RESIDENTIAL
L 3	PROPERTY, FOR THE 12-MONTH PERIOD BEFORE THE PROPERTY WAS FIRST
L 5	MARKETED FOR SALE.
16	(2) THE INFORMATION REQUIRED UNDER PARAGRAPH (1) OF
17	THIS SUBSECTION SHALL BE PROVIDED IF:
18	(I) DISPLAYED OR MADE AVAILABLE DURING ANY
19	SCHEDULED PERIOD OF TIME WHEN THE RESIDENTIAL PROPERTY IS HELD
20	OPEN FOR PUBLIC VIEWING OR FOR VIEWING BY AN INDIVIDUAL PROSPECTIVE
21	PURCHASER; AND
22	(II) INCLUDED IN OR WITH ANY DOCUMENTS THAT INCLUDE
23	DESCRIPTIONS OF THE RESIDENTIAL PROPERTY AND ARE MADE AVAILABLE TO
24	A PROSPECTIVE PURCHASER AT THE LOCATION OF THE RESIDENTIAL
25	PROPERTY.
26	(I) THE REQUEST IS MADE BY A PROSPECTIVE PURCHASER
27	WHO HAS SIGNED A LETTER OF INTENT; AND
28	(II) THE VENDOR HAS ACCESS TO THE INFORMATION.
29	(3) In addition to the information required under
30	PARAGRAPH (1) OF THIS SUBSECTION, A VENDOR MAY PROVIDE TO
31	PROSPECTIVE PURCHASERS A HOME ENERGY RATING SCORE FROM A HOME
32	ENERGY AUDIT OF THE RESIDENTIAL PROPERTY CONDUCTED DURING THE
33	12 MONTH PERIOD BEFORE THE PROPERTY WAS FIRST MARKETED FOR SALE.

1	(4) (3) This subsection may not be construed to limit
2	THE VENDOR FROM MAKING UTILITY INFORMATION AVAILABLE TO
3	PROSPECTIVE PURCHASERS IN A SALE LISTING ON THE MULTIPLE LISTING
4	SERVICE.
5	(4) THE INFORMATION PROVIDED UNDER PARAGRAPH (1) OF
6	THIS SUBSECTION IS PROVIDED WITHOUT WARRANTIES, EITHER EXPRESS OR
7	IMPLIED, INCLUDING AS TO THE ACCURACY, COMPLETENESS, OR SUITABILITY
8	OF THE INFORMATION.
9	(C) THIS SECTION DOES NOT PROHIBIT A LOCAL GOVERNMENT FROM
10	ENACTING A LOCAL LAW REQUIRING A VENDOR TO PROVIDE UTILITY
11	INFORMATION THAT IS MORE STRINGENT THAN THE REQUIREMENTS OF THIS
12	SECTION.
13	SECTION 2. AND BE IT FURTHER ENACTED, That the State Real Estate
13 14	Commission shall develop methods to inform consumers of the right to request utility
15	information under this Act and, on or before December 31, 2012, the Commission shall
16	report to the Senate Judicial Proceedings Committee and the House Environmental
17	Matters Committee, in accordance with § 2–1246 of the State Government Article, on
18	the Commission's efforts to increase consumer awareness and the effectiveness of any
19	methods the Commission has implemented.
20	SECTION 2. 3. AND BE IT FURTHER ENACTED, That this Act shall be
21	construed to apply only prospectively and may not be applied or interpreted to have
22	any effect on or application to any single family residential property marketed for sale
23	before the effective date of this Act.
24	SECTION 3. 4. AND BE IT FURTHER ENACTED, That this Act shall take
25	effect October 1, 2012.
	Approved:
	Governor.
	Speaker of the House of Delegates.
	President of the Senate