LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 423

Introduced by Lathrop, 12.

Read first time January 15, 2021

Committee: Urban Affairs

- 1 A BILL FOR AN ACT relating to home inspectors; to define terms; to
- 2 require registration with the Secretary of State; to provide for a
- 3 fee; to provide for proof of financial responsibility; to provide a
- 4 penalty; and to provide an operative date.
- 5 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. For purposes of sections 1 to 6 of this act:
- 2 (1) Home inspection means the process by which a home inspector
- 3 examines the observable systems and components of improvements to
- 4 residential real property that are readily accessible to such inspector;
- 5 (2) Home inspector means a person who, for compensation, conducts a
- 6 home inspection; and
- 7 (3) Residential real property means a structure used or intended to
- 8 <u>be used as a residence and consisting of one to four family dwelling</u>
- 9 units.
- 10 Sec. 2. Before conducting home inspections in this state and in
- 11 each even-numbered year, a home inspector shall register with the
- 12 <u>Secretary of State. If the home inspector is an individual, the home</u>
- 13 inspector shall sign such registration. If the home inspector is a firm,
- 14 partnership, corporation, company, association, limited liability
- 15 company, or other legal entity, an officer or agent of the home inspector
- 16 <u>shall sign such registration. Such registration shall include:</u>
- 17 (1) The name of the home inspector if the home inspector is an
- 18 individual or the name of the legal entity under which such home
- 19 <u>inspector proposes to register and transact business in this state;</u>
- 20 (2) The address of the home office of the home inspector; and
- 21 (3) The name and address of the agent for service of process on the
- 22 home inspector.
- 23 Sec. 3. At the time of registering under section 2 of this act, a
- 24 home inspector shall pay a registration fee set by the Secretary of State
- 25 in an amount sufficient to defray the administrative costs of
- 26 <u>registration but not to exceed XX dollars, and shall provide a</u>
- 27 <u>certificate of insurance for general liability insurance not less than</u>
- 28 two hundred fifty thousand dollars for general liability.
- 29 Sec. 4. A home inspector shall report a change in information
- 30 required by section 2 or 3 of this act within thirty business days of
- 31 such change.

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Sec. 5. Any violation of sections 2 to 4 of this act shall be a

- 2 <u>Class IV misdemeanor.</u>
- 3 Sec. 6. The Secretary of State may adopt and promulgate rules and
- 4 <u>regulations to carry out sections 1 to 6 of this act.</u>
- 5 Sec. 7. This act becomes operative on January 1, 2023.