AN ACT

- 1 Amending the act of November 10, 1999 (P.L.491, No.45), entitled
- 2 "An act establishing a uniform construction code; imposing
- 3 powers and duties on municipalities and the Department of
- 4 Labor and Industry; providing for enforcement; imposing
- 5 penalties; and making repeals," in exemptions, applicability
- and penalties, establishing the Residential Construction
- 7 Catastrophic Loss Fund and imposing duties on the Department
- 8 of Labor and Industry.
- 9 The General Assembly of the Commonwealth of Pennsylvania
- 10 hereby enacts as follows:
- 11 Section 1. The act of November 10, 1999 (P.L.491, No.45),
- 12 known as the Pennsylvania Construction Code Act, is amended by
- 13 adding a section to read:
- 14 <u>Section 904.</u> Residential Construction Catastrophic Loss Fund.
- 15 (a) Establishment of fund. -- The Residential Construction
- 16 Catastrophic Loss Fund is created within the department.
- 17 (b) Fee. -- The department, in addition to assessing any fees
- 18 under 34 Pa. Code § 401.2 (relating to department fees) or
- 19 401.2a (relating to municipal and third-party agency fees) shall
- 20 also collect the Residential Construction Catastrophic Loss Fee

- 1 <u>as follows:</u>
- 2 (1) The department shall collect a Residential
- 3 Construction Catastrophic Loss Fee for newly constructed
- 4 <u>residential buildings at a rate of \$25 plus 5¢ per square</u>
- 5 <u>foot of floor area.</u>
- 6 (2) The amount collected from this fee shall be
- 7 <u>deposited into the Residential Construction Catastrophic Loss</u>
- Fund which shall be managed by the department.
- 9 (c) Use of funds.--The Residential Construction Catastrophic
- 10 Loss Fund may be used to reimburse homeowners for costs incurred
- 11 <u>as a result of poor construction practices whether for work</u>
- 12 <u>attempted on the homeowner's property or the property of a</u>
- 13 <u>neighbor including the costs of engineering surveys or other</u>
- 14 planning documentation.
- 15 <u>(d) Application. -- The department shall develop regulations</u>
- 16 for the following:
- 17 (1) A process for receiving applications for
- 18 <u>reimbursement including proper forms.</u>
- 19 (2) Certification process for damages.
- 20 (3) Maximum reimbursement amounts based on number of
- 21 claims and available funds on an annual basis.
- 22 Section 2. This act shall take effect in 60 days.