Sixty-fifth Legislative Assembly of North Dakota

HOUSE BILL NO. 1186

Introduced by

Representatives Delmore, Beadle, Dobervich, Keiser

Senators J. Lee, Poolman

- 1 A BILL for an Act to create and enact a new chapter to title 47 of the North Dakota Century
- 2 Code, relating to disclosure of radon hazards by a seller; and to amend and reenact section
- 3 47-16-07.2 of the North Dakota Century Code, relating to disclosure of radon hazards by a
- 4 lessor.

5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 6 **SECTION 1.** A new chapter to title 47 of the North Dakota Century Code is created and
- 7 enacted as follows:
- 8 **Definitions**.
- 9 In this chapter, unless context otherwise requires:
- 1. "Buyer" means an individual negotiating or offering to acquire land for value or legal or
 equitable title, or the right to acquire legal or equitable title to residential property.
- 12 <u>2. "Mitigation" means measures designed to permanently reduce indoor radon</u>
- 13 <u>concentrations.</u>
- 14 3. "Radon test" means a measurement of indoor radon concentrations according to the
- 15 <u>environmental protection agency's "Federal Radon Action Plan" (2011), for residential</u>
- 16 <u>real property.</u>
- 17 <u>4. "Residential real property" means property occupied as or intended to be occupied as</u>
- 18 <u>a single-family residence.</u>
- 19 <u>5.</u> "Seller" means a person that owns legal or equitable title to residential real property.
- 20 <u>6. "Elevated radon concentration" means a radon concentration at or above four</u>
- 21 <u>picocuries per liter.</u>

1	Rac	don disclosure.		
2	<u>1.</u>	Before signing an agreement to sell or transfer residential real property, a seller shall		
3		disclose in writing to the buyer any knowledge the seller has of radon concentrations		
4		<u>in tl</u>	ne residential property. The disclosure must include:	
5		<u>a.</u>	Whether a radon test has been conducted on the property;	
6		<u>b.</u>	The most current records and reports pertaining to radon concentrations within	
7			the property;	
8		<u>C.</u>	A description of any radon concentrations, mitigation, or remediation;	
9		<u>d.</u>	Information regarding any radon mitigation system, including a description and	
10			documentation of any such system; and	
11		<u>e.</u>	A radon warning statement as provided in this chapter.	
12	<u>2.</u>	A s	eller's radon disclosure requirements under this section apply to the transfer of any	
13		inte	erest in residential real estate, whether by sale, exchange, deed, contract for deed,	
14		lease with an option to purchase, or any other option.		
15	<u>3.</u>	A seller's radon disclosure requirements under this section do not apply to:		
16		<u>a.</u>	Real property that is not residential real property;	
17		<u>b.</u>	A gratuitous transfer:	
18		<u>C.</u>	A transfer made pursuant to court order;	
19		<u>d.</u>	A transfer to a government or governmental agency:	
20		<u>e.</u>	A transfer by foreclosure or deed in lieu of foreclosure;	
21		<u>f.</u>	A transfer to heirs or devisees of a decedent;	
22		<u>g.</u>	A transfer made to a spouse, parent, grandparent, child, or grandchild of the	
23			seller;	
24		<u>h.</u>	A transfer between spouses resulting from a decree of marriage dissolution or	
25			from a property settlement agreement;	
26		<u>i.</u>	An option to purchase a unit in a common interest community, until exercised; or	
27		<u>j.</u>	A transfer to a tenant who is in possession of the residential real property.	
28	<u>4.</u>	<u>A s</u>	eller may provide the written disclosure required under this section to a licensed	
29		real estate agent representing or assisting a buyer. The written disclosure provided to		
30		the	licensed real estate agent representing or assisting a buyer is considered to have	

1 been provided to the buyer. If the written disclosure is provided to the licensed real 2 estate agent, the agent must provide a copy to the buyer. 3 Radon warning statement. 4 The radon warning statement must include the following language: 5 The state department of health strongly recommends all home buyers have an 6 indoor radon test performed before purchase or taking occupancy and recommends 7 having the radon levels mitigated if elevated radon concentrations are found. Elevated 8 radon concentrations can easily be reduced by a qualified, certified, or licensed radon 9 mitigator. 10 Every buyer of any interest in residential property is notified the property may 11 present exposure to dangerous levels of indoor radon gas that may place the 12 occupants at risk of developing radon-induced lung cancer. Radon, a class A human 13 carcinogen, is the leading cause of lung cancer in nonsmokers and the second leading 14 cause overall. The seller of any interest in residential real property is required to 15 provide the buyer with any information on radon test results of the dwelling. 16 Liability. 17 <u>1.</u> A seller that fails to make a radon disclosure as required by this chapter and is aware 18 of material facts pertaining to radon concentrations in the dwelling is civilly liable to the 19 buyer. 20 An action under this section must be commenced within two years after the date of 2. 21 purchase or transfer of the real property. 22 This section does not invalidate a transfer solely because of the failure of any person 3. 23 to comply with this chapter. 24 **SECTION 2. AMENDMENT.** Section 47-16-07.2 of the North Dakota Century Code is 25 amended and reenacted as follows: 26 47-16-07.2. Statement detailing condition of premises to accompany rental 27 agreement. 28 A landlord shall provide the tenant with a statement describing the condition of the facilities 29 in and about the premises to be rented at the time of entering a rental agreement and disclosing 30 any known radon hazards. The statement shallmust be agreed to and signed by the landlord

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- 1 and tenant. The statement shall constitute constitutes prima facie proof of the condition of the
- 2 facilities and the premises at the beginning of the rental agreement.