## ASSEMBLY BILL

No. 2784

## **Introduced by Assembly Member Frazier**

February 19, 2016

An act to amend Section 896 of the Civil Code, relating to construction defect litigation.

## LEGISLATIVE COUNSEL'S DIGEST

AB 2784, as introduced, Frazier. Construction defect litigation. Existing law prescribes definitions and requirements for certain civil actions relating to construction defect litigation and limits claims to violations of specified standards.

This bill would make a nonsubstantive change to these provisions. Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

## The people of the State of California do enact as follows:

1 SECTION 1. Section 896 of the Civil Code is amended to read: 2 896. In-any an action seeking recovery of damages arising out 3 of, or related to deficiencies in, the residential construction, design, specifications, surveying, planning, supervision, testing, or 4 5 observation of construction, a builder, and to the extent set forth in Chapter 4 (commencing with Section 910), a general contractor, 6 subcontractor, material supplier, individual product manufacturer, 7 8 or design professional, shall, except as specifically set forth in this 9 title, be liable for, and the claimant's claims or causes of action 10 shall be limited to violation of, the following standards, except as 11 specifically set forth in this title. This title applies to original

1 construction intended to be sold as an individual dwelling unit. As

2 to condominium conversions, this title does not apply to or does

3 not supersede any other statutory or common law.

4 (a) With respect to water issues:

(1) A door shall not allow unintended water to pass beyond, 5

around, or through the door or its designed or actual moisture 6 7 barriers, if any.

8 (2) Windows, patio doors, deck doors, and their systems shall 9 not allow water to pass beyond, around, or through the window, patio door, or deck door or its designed or actual moisture barriers, 10 including, without limitation, internal barriers within the systems 11 themselves. For purposes of this paragraph, "systems" include, 12 13 without limitation, windows, window assemblies, framing, 14 substrate, flashings, and trim, if any.

15 (3) Windows, patio doors, deck doors, and their systems shall not allow excessive condensation to enter the structure and cause 16 17 damage to another component. For purposes of this paragraph, 18 "systems" include, without limitation, windows, window 19 assemblies, framing, substrate, flashings, and trim, if any.

20 (4) Roofs, roofing systems, chimney caps, and ventilation 21 components shall not allow water to enter the structure or to pass 22 beyond, around, or through the designed or actual moisture barriers, 23 including, without limitation, internal barriers located within the

systems themselves. For purposes of this paragraph, "systems" 24

25 include, without limitation, framing, substrate, and sheathing, if 26 any.

27 (5) Decks, deck systems, balconies, balcony systems, exterior 28 stairs, and stair systems shall not allow water to pass into the adjacent structure. For purposes of this paragraph, "systems" 29 30 include, without limitation, framing, substrate, flashing, and 31 sheathing, if any.

32 (6) Decks, deck systems, balconies, balcony systems, exterior 33 stairs, and stair systems shall not allow unintended water to pass 34 within the systems themselves and cause damage to the systems. 35 For purposes of this paragraph, "systems" include, without limitation, framing, substrate, flashing, and sheathing, if any. 36

37 (7) Foundation systems and slabs shall not allow water or vapor

38 to enter into the structure so as to cause damage to another building

39 component.

1 (8) Foundation systems and slabs shall not allow water or vapor 2 to enter into the structure so as to limit the installation of the type 3 of flooring materials typically used for the particular application. 4 (9) Hardscape, including paths and patios, irrigation systems, 5 landscaping systems, and drainage systems, that are installed as 6 part of the original construction, shall not be installed in such a 7 way as to cause water or soil erosion to enter into or come in 8 contact with the structure so as to cause damage to another building

9 component. 10 (10) Stucco, exterior siding, exterior walls, including, without 11 limitation, exterior framing, and other exterior wall finishes and 12 fixtures and the systems of those components and fixtures, 13 including, but not limited to, pot shelves, horizontal surfaces, 14 columns, and plant-ons, shall be installed in such a way so as not 15 to allow unintended water to pass into the structure or to pass 16 beyond, around, or through the designed or actual moisture barriers 17 of the system, including any internal barriers located within the 18 system itself. For purposes of this paragraph, "systems" include, 19 without limitation, framing, substrate, flashings, trim, wall 20 assemblies, and internal wall cavities, if any.

(11) Stucco, exterior siding, and exterior walls shall not allow
excessive condensation to enter the structure and cause damage
to another component. For purposes of this paragraph, "systems"
include, without limitation, framing, substrate, flashings, trim,
wall assemblies, and internal wall cavities, if any.

(12) Retaining and site walls and their associated drainage
systems shall not allow unintended water to pass beyond, around,
or through its designed or actual moisture barriers including,
without limitation, any internal barriers, so as to cause damage.
This standard does not apply to those portions of any wall or
drainage system that are designed to have water flow beyond,
around, or through them.

(13) Retaining walls and site walls, and their associated drainage
systems, shall only allow water to flow beyond, around, or through
the areas designated by design.

36 (14) The lines and components of the plumbing system, sewer37 system, and utility systems shall not leak.

(15) Plumbing lines, sewer lines, and utility lines shall notcorrode so as to impede the useful life of the systems.

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1 (16) Sewer systems shall be installed in such a way as to allow 2 the designated amount of sewage to flow through the system.

3 (17) Showers, baths, and related waterproofing systems shall 4 not leak water into the interior of walls, flooring systems, or the 5 interior of other components.

6 (18) The waterproofing system behind or under ceramic tile
7 and tile countertops shall not allow water into the interior of walls,
8 flooring systems, or other components so as to cause damage.
9 Ceramic tile systems shall be designed and installed so as to deflect

10 intended water to the waterproofing system.

11 (b) With respect to structural issues:

(1) Foundations, load bearing components, and slabs, shall notcontain significant cracks or significant vertical displacement.

14 (2) Foundations, load bearing components, and slabs shall not15 cause the structure, in whole or in part, to be structurally unsafe.

16 (3) Foundations, load bearing components, and slabs, and 17 underlying soils shall be constructed so as to materially comply 18 with the design criteria set by applicable government building 19 codes, regulations, and ordinances for chemical deterioration or 20 corrosion resistance in effect at the time of original construction.

(4) A structure shall be constructed so as to materially comply
with the design criteria for earthquake and wind load resistance,
as set forth in the applicable government building codes,
regulations, and ordinances in effect at the time of original
construction.

(c) With respect to soil issues:

(1) Soils and engineered retaining walls shall not cause, in whole
or in part, damage to the structure built upon the soil or engineered
retaining wall.

30 (2) Soils and engineered retaining walls shall not cause, in whole31 or in part, the structure to be structurally unsafe.

32 (3) Soils shall not cause, in whole or in part, the land upon which
33 no structure is built to become unusable for the purpose represented
34 at the time of original sale by the builder or for the purpose for
35 which that land is commonly used.

36 (d) With respect to fire protection issues:

37 (1) A structure shall be constructed so as to materially comply
38 with the design criteria of the applicable government building
39 codes, regulations, and ordinances for fire protection of the
40 occupants in effect at the time of the original construction.

1 (2) Fireplaces, chimneys, chimney structures, and chimney 2 termination caps shall be constructed and installed in such a way 3 so as not to cause an unreasonable risk of fire outside the fireplace 4 enclosure or chimney.

5 (3) Electrical and mechanical systems shall be constructed and 6 installed in such a way so as not to cause an unreasonable risk of 7 fire.

8 (e) With respect to plumbing and sewer issues:

9 Plumbing and sewer systems shall be installed to operate properly 10 and shall not materially impair the use of the structure by its 11 inhabitants. However, no action may be brought for a violation of 12 this subdivision more than four years after close of escrow.

13 (f) With respect to electrical system issues:

Electrical systems shall operate properly and shall not materially impair the use of the structure by its inhabitants. However, no action shall be brought pursuant to this subdivision more than four years from close of escrow.

18 (g) With respect to issues regarding other areas of construction:

(1) Exterior pathways, driveways, hardscape, sidewalls,
sidewalks, and patios installed by the original builder shall not
contain cracks that display significant vertical displacement or that
are excessive. However, no action shall be brought upon a violation
of this paragraph more than four years from close of escrow.

(2) Stucco, exterior siding, and other exterior wall finishes and
fixtures, including, but not limited to, pot shelves, horizontal
surfaces, columns, and plant-ons, shall not contain significant
cracks or separations.

28 (3) (A) To the extent not otherwise covered by these standards,

29 manufactured products, including, but not limited to, windows,

30 doors, roofs, plumbing products and fixtures, fireplaces, electrical

fixtures, HVAC units, countertops, cabinets, paint, and appliancesshall be installed so as not to interfere with the products' useful

33 life, if any.

(B) For purposes of this paragraph, "useful life" means a
representation of how long a product is warranted or represented,
through its limited warranty or any written representations, to last
by its manufacturer, including recommended or required
maintenance. If there is no representation by a manufacturer, a
builder shall install manufactured products so as not to interfere
with the product's utility.

1 (C) For purposes of this paragraph, "manufactured product" 2 means a product that is completely manufactured offsite.

3 (D) If no useful life representation is made, or if the 4 representation is less than one year, the period shall be no less than 5 one year. If a manufactured product is damaged as a result of a 6 violation of these standards, damage to the product is a recoverable 7 element of damages. This subparagraph does not limit recovery if 8 there has been damage to another building component caused by 9 a manufactured product during the manufactured product's useful 10 life.

11 (E) This title does not apply in any action seeking recovery 12 solely for a defect in a manufactured product located within or 13 adjacent to a structure.

14 (4) Heating shall be installed so as to be capable of maintaining 15 a room temperature of 70 degrees Fahrenheit at a point three feet 16 above the floor in any living space if the heating was installed 17 pursuant to a building permit application submitted prior to January 18 1, 2008, or capable of maintaining a room temperature of 68 19 degrees Fahrenheit at a point three feet above the floor and two feet from exterior walls in all habitable rooms at the design 20 21 temperature if the heating was installed pursuant to a building 22 permit application submitted on or before January 1, 2008.

(5) Living space air-conditioning, if any, shall be provided in
a manner consistent with the size and efficiency design criteria
specified in Title 24 of the California Code of Regulations or its
successor.

(6) Attached structures shall be constructed to comply with
interunit noise transmission standards set by the applicable
government building codes, ordinances, or regulations in effect at
the time of the original construction. If there is no applicable code,
ordinance, or regulation, this paragraph does not apply. However,
no action shall be brought pursuant to this paragraph more than
one year from the original occupancy of the adjacent unit.

(7) Irrigation systems and drainage shall operate properly so as
not to damage landscaping or other external improvements.
However, no action shall be brought pursuant to this paragraph
more than one year from close of escrow.

(8) Untreated wood posts shall not be installed in contact withsoil so as to cause unreasonable decay to the wood based upon the

40 finish grade at the time of original construction. However, no action

shall be brought pursuant to this paragraph more than two years
 from close of escrow.

3 (9) Untreated steel fences and adjacent components shall be 4 installed so as to prevent unreasonable corrosion. However, no 5 action shall be brought pursuant to this paragraph more than four 6 years from close of escrow.

(10) Paint and stains shall be applied in such a manner so as not
to cause deterioration of the building surfaces for the length of
time specified by the paint or stain manufacturers' representations,
if any. However, no action shall be brought pursuant to this
paragraph more than five years from close of escrow.

(11) Roofing materials shall be installed so as to avoid materialsfalling from the roof.

(12) The landscaping systems shall be installed in such a manner
so as to survive for not less than one year. However, no action
shall be brought pursuant to this paragraph more than two years
from close of escrow.

(13) Ceramic tile and tile backing shall be installed in such amanner that the tile does not detach.

20 (14) Dryer ducts shall be installed and terminated pursuant to

21 manufacturer installation requirements. However, no action shall

be brought pursuant to this paragraph more than two years fromclose of escrow.

(15) Structures shall be constructed in such a manner so as not
 to impair the occupants' safety because they contain public health

26 hazards as determined by a duly authorized public health official,

health agency, or governmental entity having jurisdiction. Thisparagraph does not limit recovery for any damages caused by a

violation of any other paragraph of this section on the grounds that

30 the damages do not constitute a health hazard.

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