

SENATE, No. 1915

STATE OF NEW JERSEY

220th LEGISLATURE

INTRODUCED MARCH 3, 2022

Sponsored by:

Senator NILSA I. CRUZ-PEREZ

District 5 (Camden and Gloucester)

SYNOPSIS

Provides exemption from 3-day cancellation provision of home improvement contract in case of bona fide emergency.

CURRENT VERSION OF TEXT

As introduced.



1 AN ACT concerning contractors engaged in home improvements,
2 and amending and supplementing P.L.2004, c.16.

3
4 **BE IT ENACTED** *by the Senate and General Assembly of the State*
5 *of New Jersey:*

6
7 1. Section 2 of P.L.2004, c.16 (C.56:8-137) is amended to read
8 as follows:

9 2. As used in this act:

10 "Bona fide emergency" means any condition existing on the
11 consumer's residential or non-commercial property or its existing
12 home improvements, which renders, or has the capability to render,
13 the residential or non-commercial property or its existing home
14 improvements uninhabitable or unusable, or causes harm or
15 damage, or has the capability to cause harm or damage, to the
16 residential or non-commercial property or its existing home
17 improvements, and includes, but shall not be limited to, conditions
18 significantly affecting the heating or cooling system, electrical
19 system, plumbing system, ventilation system, roof or outer walls of
20 the residential or non-commercial property.

21 "Contractor" means a person engaged in the business of making
22 or selling home improvements and includes a corporation,
23 partnership, association and any other form of business organization
24 or entity, and its officers, representatives, agents and employees.

25 "Director" means the Director of the Division of Consumer
26 Affairs in the Department of Law and Public Safety.

27 "Division" means the Division of Consumer Affairs in the
28 Department of Law and Public Safety.

29 "Home elevation" means any home improvement that involves
30 raising an entire residential or non-commercial structure to a higher
31 level above the ground.

32 "Home elevation contractor" means a contractor who engages in
33 the practice of home elevation.

34 "Home improvement" means the remodeling, altering,
35 renovating, repairing, restoring, modernizing, moving, demolishing,
36 or otherwise improving or modifying of the whole or any part of
37 any residential or non-commercial property. Home improvement
38 shall also include insulation installation, home elevation, and the
39 conversion of existing commercial structures into residential or
40 non-commercial property.

41 "Home improvement contract" means an oral or written
42 agreement for the performance of a home improvement between a
43 contractor and an owner, tenant or lessee, of a residential or
44 noncommercial property, and includes all agreements under which
45 the contractor is to perform labor or render services for home
46 improvements, or furnish materials in connection therewith.

EXPLANATION – Matter enclosed in bold-faced brackets **[thus]** in the above bill is
not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

1 "Residential or non-commercial property" means any single or
2 multi-unit structure used in whole or in part as a place of residence,
3 and all structures appurtenant thereto, and any portion of the lot or
4 site on which the structure is situated which is devoted to the
5 residential use of the structure.

6 (cf: P.L.2014, c.34, s.3)
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8 2. (New section) a. Notwithstanding the provisions of
9 subsection b. of section 16 of P.L.2004, c.16 (C.56:8-151) to the
10 contrary, a consumer may waive his right to cancel a home
11 improvement contract with a contractor to address a bona fide
12 emergency by executing an emergency authorization form. To
13 obtain a waiver under this section, the contractor shall furnish the
14 consumer with an emergency authorization form, as well as a
15 written estimate of the total costs for the performance of work,
16 including any fees for service calls. This authorization shall permit
17 the contractor to proceed immediately to remedy the bona fide
18 emergency. If the costs of the performance of the work exceeds the
19 estimate provided, the contractor shall obtain further written
20 authorization from the consumer to perform any additional work.

21 b. Nothing in this section shall prohibit a contractor contacted
22 by a consumer as a result of a bona fide emergency from taking any
23 preliminary steps necessary to remedy a clear and immediate danger
24 that may cause death or serious bodily injury to the parties of the
25 contract or other persons without having to obtain the emergency
26 authorization form.
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28 3. (New section) The director shall adopt, pursuant to the
29 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-
30 1 et seq.), rules and regulations necessary to implement this act.
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32 4. This act shall take effect immediately.
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35 STATEMENT

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37 This bill provides an exemption from the three-day cancellation
38 provision of a home improvement contract in the case of a bona fide
39 emergency.

40 Under current law, a consumer may cancel a home improvement
41 contract for any reason at any time before midnight of the third
42 business day after the consumer receives a copy of the contract.
43 This bill authorizes a consumer to waive his right to cancel a home
44 improvement contract with a contractor to address a bona fide
45 emergency by executing an emergency authorization form. To
46 exercise this option, the contractor must furnish the consumer with
47 an emergency authorization form and written estimate of the total
48 costs and fees for the work and service provided. In cases where

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1 the costs exceed the estimate, the bill requires the contractor to
2 obtain further written authorization to perform any additional work.

3 The bill also specifies that a contractor may take preliminary
4 steps necessary to remedy a clear and immediate danger without
5 obtaining the emergency authorization form, and defines what
6 constitutes a “bona fide emergency.”