

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend and reenact § 55-518 of the Code of Virginia, relating to the Virginia Residential*
3 *Property Disclosure Act.*

[H 69]

Approved

6 **Be it enacted by the General Assembly of Virginia:**7 **1. That § 55-518 of the Code of Virginia is amended and reenacted as follows:**

8 § 55-518. Exemptions.

9 A. The following are specifically excluded from the provisions of this chapter:

10 1. Transfers pursuant to court order including, but not limited to, transfers ordered by a court in
11 administration of an estate, transfers pursuant to a writ of execution, transfers by foreclosure sale,
12 transfers by a trustee in bankruptcy, transfers by eminent domain, and transfers resulting from a decree
13 for specific performance.

14 2. Transfers to a beneficiary of a deed of trust by a trustor or successor in interest who is in default;
15 transfers by a trustee under a deed of trust pursuant to a foreclosure sale, or transfers by a beneficiary
16 under a deed of trust who has acquired the real property at a sale conducted pursuant to a foreclosure
17 sale under a deed of trust or has acquired the real property by a deed in lieu of foreclosure.

18 3. Transfers by a fiduciary in the course of the administration of a decedent's estate, guardianship,
19 conservatorship, or trust.

20 4. Transfers from one or more co-owners solely to one or more other co-owners.

21 5. Transfers made solely to any combination of a spouse or a person or persons in the lineal line of
22 consanguinity of one or more of the transferors.

23 6. Transfers between spouses resulting from a decree of divorce or a property settlement stipulation
24 pursuant to the provisions of Title 20.

25 7. Transfers made by virtue of the record owner's failure to pay any federal, state, or local taxes.

26 8. Transfers to or from any governmental entity ~~of~~ or public or quasi-public housing authority or
27 agency.

28 9. Transfers involving the first sale of a dwelling.

29 B. Notwithstanding the provisions of subdivision 9 of this section, the builder of a new dwelling
30 shall disclose in writing to the purchaser thereof all known material defects which would constitute a
31 violation of any applicable building code. Such disclosure shall not abrogate any warranty or any other
32 contractual obligations the builder may have to the purchaser. The disclosure required by this subsection
33 may be made on the disclosure form described in § 55-519. The builder may not satisfy the
34 requirements of this subsection by the use of the disclaimer statement described in § 55-519.

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