

## HOUSE BILL 103: 2022 Appropriations Act, Sec. 5.6: Home Appliance Service Agreement Modification

Committee: Date: August 1, 2022
Introduced by: Prepared by: Amy Darden
Analysis of: Sec. 5.6 of S.L. 2022-74
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Staff Attorney

OVERVIEW: Section 5.6 of S.L. 2022-74 expands the definition of a home appliance service agreement to include damage or failure arising out of a power surge and accidental damage from handling, and to exclude from this definition contracts or agreements that reimburse the home appliance service agreement holder for damage occurring during delivery or installation.

This section became effective July 11, 2022, and applies to home appliance service agreements entered into on or after that date.

**CURRENT LAW and BILL ANALYSIS:** Article 43 of Chapter 66 governs service agreements with G.S. 66-371 specifically providing requirements for home appliance service agreement companies.

Section 5.6 of Session Law 2022-74 expands the definition of "home appliance service agreement" to include damage or failure arising out of a power surge and accidental damage from handling. This section also specifically excludes from this definition any contract or agreement that reimburses the home appliance service agreement holder for damage occurring during the delivery or installation.

**EFFECTIVE DATE:** This section became effective July 11, 2022, and applies to home appliance service agreements entered into on or after that date.

Jeffrey Hudson Director



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