

**Testimony:** HB 52 - Condominiums – Sales Contracts – Asbestos Disclosure  
**Committee:** Judicial Proceedings Committee  
**Hearing Date:** March 28, 2023  
**Position:** Favorable

I am Delegate Linda Foley (District 15) and am presenting House Bill 52 - Condominiums - Sales Contracts - Asbestos Disclosure, which seeks to ensure that homebuyers receive information about the presence and abatement of asbestos in multi-family housing. This bill would require a notice in a condominium resale contract that the owner disclose asbestos abatement within their own unit but only during their occupancy.

The owner is already required under Real Property Article 10-702 to state whether asbestos exists in both the seller disclosure and disclaimer forms. HB 52 would amend The Real Property Article, Section 11–126 and Section 11–135 of the Annotated Code of Maryland by establishing additional notification and disclosure requirements.

HB 52 has received broad support: it overwhelmingly passed out of the House Economic Matters Committee and then with a unanimous vote of 135-0 on the House floor; it is also supported by the Office of Attorney General, Maryland Realtors and CASA.

The reason HB 52 is needed relates to the proven impact asbestos has on human health and the environment. For decades the US Environmental Protection Agency, EPA, and the Maryland Dept. of the Environment, MDE, have documented these impacts. However, you might be surprised to know that according to the US EPA, federal law does not require a seller to disclose to a buyer that their home contains asbestos or vermiculite, a mineral used in construction that contains asbestos fibers.

In the context of real estate contracts, if you have looked at older properties, finding out about an asbestos remediation on the property late in the real estate transaction could have serious consequences and could jeopardize the completion of the transaction. House Bill 52 would ensure that any asbestos remediation would be disclosed and made available to any potential purchaser of condominium dwellings.

First a brief background on asbestos and its associated risks.

(This information is also contained in more detail in the written testimony from the Maryland Dept. of the Environment.)

As reported by the Centers for Disease Control, asbestos is a commercial and legal term referring to a class of minerals that naturally form long, thin and very strong fibers. It has been mined and

used in many products worldwide. In the United States, mining asbestos has ended, but asbestos is still present in older homes and buildings.

Due to its sturdy properties, asbestos was used to make many products, including insulation, fireproofing and acoustic materials, wallboard, plaster, cement, floor tiles, brake linings, and roofing shingles. Beginning in the 1970s, the United States banned many uses of asbestos, but asbestos is still present in old materials and is still used in products such as automobile brakes and roofing materials.

Asbestos may also be present in other commercial products, such as vermiculite (especially vermiculite from Libby, MT) and talc.

Disturbing asbestos minerals or other asbestos-containing materials can release tiny asbestos fibers, too small to see, into the air. Workers and others who breathed asbestos fibers over many years have developed asbestos-related diseases, including asbestosis, pleural disease, lung cancer, and mesothelioma. Some of these diseases can be serious or even fatal.

Back to the requirements in HB 52.

The first requirement that this bill sets forth is a statement indicating whether the seller has actual knowledge of the presence of asbestos on the site, including a description of the location of the asbestos, whether abatement has been performed, and the date of any abatement.

This is a common-sense requirement that all potential buyers and current residence of condominium properties would appreciate.

The second requirement in HB 52 is a straightforward a statement as to whether the council of unit owners in a condominium development has actual knowledge of the presence of asbestos on the site, including a description of the location of the asbestos, whether an abatement has been performed, and the date of any abatement.

Again, this is a very common-sense and simple requirement that provides necessary information to a potential purchaser or existing resident.

To ensure that HB 52 does not conflict with existing regulations, the language of this bill was shared with the Maryland Department of the Environment (MDE), Maryland Asbestos Division, who determined that House Bill 52 does not add any remediation or abatement requirements to the existing State and Federal regulations. MDE has been regulating asbestos since the 1980s.

Following recent news reports of catastrophic failures of condominium associations in other states to identify and correct unsafe conditions, this simple notification requirement will help keep condominium buyers in Maryland safe from the serious effects of asbestos exposure.

I urge a favorable report of HB 52. Thank you.