

115TH CONGRESS
2D SESSION

S. _____

To establish a grant program to provide assistance to States to prevent and repair damage to structures due to pyrrhotite.

IN THE SENATE OF THE UNITED STATES

Mr. MURPHY (for himself and Mr. BLUMENTHAL) introduced the following bill; which was read twice and referred to the Committee on

A BILL

To establish a grant program to provide assistance to States to prevent and repair damage to structures due to pyrrhotite.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Aid to Homeowners
5 with Crumbling Foundations Act of 2018”.

6 **SEC. 2. GRANT PROGRAM.**

7 (a) DEFINITIONS.—In this section—

8 (1) the term “covered State” means a State
9 that administers a crumbling foundations assistance
10 fund;

1 (2) the term “crumbling foundations assistance
2 fund” means a fund established by a State the pur-
3 pose of which is to receive public or private contribu-
4 tions to provide financial assistance to owners of res-
5 idential buildings in the State to repair or replace
6 the concrete foundations of those residential build-
7 ings that have deteriorated due to the presence of
8 pyrrhotite;

9 (3) the term “residential building” means a 1-
10 family, 2-family, 3-family or 4-family dwelling, in-
11 cluding a condominium unit or dwelling in a planned
12 unit development; and

13 (4) the term “Secretary” means the Secretary
14 of Housing and Urban Development.

15 (b) AUTHORIZATION.—Not later than 90 days after
16 the date of enactment of this Act, the Secretary shall es-
17 tablish and implement a program to make grants to cov-
18 ered States to assist owners of residential buildings with
19 concrete foundations that have deteriorated due to the
20 presence of pyrrhotite.

21 (c) APPLICATION.—A covered State desiring a grant
22 under this section shall submit an application to the Sec-
23 retary at such time, in such manner, and accompanied by
24 such information as the Secretary may require.

1 (d) DEPOSIT OF FUNDS.—A covered State receiving
2 a grant under this section shall deposit any grant amounts
3 into the crumbling foundations assistance fund of the
4 State for the purpose of carrying out the activities de-
5 scribed in subsection (e).

6 (e) USE OF FUNDS.—A covered State receiving a
7 grant under this section shall—

8 (1) develop a single, unified application for
9 owners of residential buildings to apply for all finan-
10 cial assistance from the crumbling foundations as-
11 sistance fund of the covered State;

12 (2) provide financial assistance to approved
13 owners of residential buildings for the repair or re-
14 placement of concrete foundations that have deterio-
15 rated due to the presence of pyrrhotite, including fi-
16 nancial reimbursement to owners who have had such
17 repair or replacement performed before the date of
18 enactment of this Act;

19 (3) assist approved owners of residential build-
20 ings to obtain additional financing necessary to fully
21 fund the repair or replacement of concrete founda-
22 tions that have deteriorated due to the presence of
23 pyrrhotite;

1 (4) approve contractors or other vendors for eli-
2 gibility to perform foundation repairs or replace-
3 ments on behalf of approved owners;

4 (5) ensure that the financial assistance is used
5 solely for costs of repairing and replacing concrete
6 foundations that have deteriorated due to the pres-
7 ence of pyrrhotite; and

8 (6) require the disclosure of the amount of all
9 financial compensation received by an owner of the
10 residential building, if any, arising out of a claim for
11 coverage under the property coverage provisions of
12 the homeowners policy for foundation deterioration
13 due to the presence of pyrrhotite and ensure that
14 the amount is considered when determining the
15 amount of financial assistance offered to the owner.

16 (f) GRANT AMOUNT AND DURATION.—

17 (1) AMOUNT.—Each grant awarded to a cov-
18 ered State under this section in a fiscal year shall
19 be in an amount of not more than \$20,000,000.

20 (2) DURATION.—A grant awarded under this
21 section shall be for a period of 5 years.

22 (g) ANNUAL REPORT.—The Secretary shall submit
23 to the Committee on Banking, Housing, and Urban Af-
24 fairs of the Senate and the Committee on Financial Serv-
25 ices of the House of Representatives an annual report on

1 the grant program established under this section, includ-
2 ing a summary of the use of funds by covered States re-
3 ceiving a grant under this section.

4 (h) AUTHORIZATION OF APPROPRIATIONS.—There
5 are authorized to be appropriated to carry out this section
6 \$20,000,000 for each of fiscal years 2019 through 2023.