

Inspections and Requests for Repairs

The new Residential Purchase Agreement (RPA) contains some new provisions and procedures regarding inspections and repairs. Here are some things you should be aware of:

Paragraph 7 deals with who will pay for specific inspections and is very important when it comes to the Termite Inspection Report. There will no longer be a Wood Pest Addendum (WPA) associated with the contract. That means that within Paragraph 7 you will need to specify what inspections will be made and who will pay for the them. *This paragraph does not cover who will pay for the repair(s), if any.*

Your escrow holder will need this information to be sure we have all required inspections accounted for and to charge the appropriate party for the cost of the inspections.

Paragraph 14B deals with contingencies, but also states that the buyer must use the Request for Repairs form (RR) to request the seller make and pay for repairs to the property. That means if there is a termite inspection required and the inspection report identifies recommended work to be performed, the buyer must request that the seller make the repairs according to the proper form (RR). Escrow will not need the Request for Repairs for our file. You must advise your escrow holder who will pay for any repairs shown on invoices deposited in escrow. Escrow will require either an addendum to the RPA or an escrow modification signed by the buyer and seller stating who will pay for the repairs.

We recognize this is a significant change in the way we have processed inspections and repairs in the past. We will be sure that we have the proper forms and requirements in our escrow file before we close your escrow.

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