

Committee: PHED

Committee Review: At a future date **Staff:** Amanda Mihill, Legislative Attorney

Purpose: To introduce agenda item – no vote expected

Keywords: #MoCoRentalAssistance

AGENDA ITEM #11B June 16, 2020 Introduction

SUBJECT

Bill 25-20, Rental Assistance - Amendments Lead Sponsor: Council President at the request of the County Executive

EXPECTED ATTENDEES

None

COUNCIL DECISION POINTS & COMMITTEE RECOMMENDATION

To introduce Bill – no vote expected

DESCRIPTION/ISSUE

Bill 25-20 would:

- change the age of eligibility for the Rental Assistance Program;
- clarify the definition of a person with a documented disability;
- remove the prohibition of eligibility of County residents without immigration documentation; and
- provide that the benefit amount for the Program is established in regulations.

SUMMARY OF KEY DISCUSSION POINTS

None

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MEMORANDUM

June 11, 2020

TO: County Council

FROM: Amanda Mihill, Legislative Attorney

SUBJECT: Bill 25-20, Rental Assistance - Amendments

PURPOSE: Introduction – no Council vote required¹

Bill 25-20, Rental Assistance - Amendments, sponsored by Lead Sponsor Council President at the request of the County Executive, is scheduled to be introduced on June 16, 2020. A public hearing is tentatively scheduled for July 7 at 1:30 p.m.

Bill 25-20 would:

- change the age of eligibility for the Rental Assistance Program;
- clarify the definition of a person with a documented disability;
- remove the prohibition of eligibility of County residents without immigration documentation; and
- provide that the benefit amount for the Program is established in regulations.

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¹ #MoCoRentalAssistance

Bill No	25-20	<u>) </u>		
Concerning:	Rental	Assistance		
Amendments				
Revised: 5	5/28/2020	Draf	t No.	1
Introduced:	June 16	, 2020		
Expires:	Decemb	er 16, 20	021	
Enacted:	[date]			
Executive: _	[date sig	ned]		
Effective:	[date tal	ces effec	:t]	
Sunset Date: None				
Ch. [#] , Laws of Mont. Co. [year]				

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Council President at the Request of the County Executive

AN ACT to:

- (1) change the age of eligibility for the Rental Assistance Program;
- (2) clarify the definition of a person with a documented disability;
- (3) remove the prohibition of eligibility of County residents without immigration documentation;
- (4) provide that the benefit amount for the Program is established in regulations; and
- (5) generally amend County law regarding the Rental Assistance Program.

By amending

Montgomery County Code Chapter 41A, Rental Assistance Sections 41A-2, 41A-3, and 41A-5

Boldface Heading or defined term.

<u>Underlining</u> *Added to existing law by original bill.*[Single boldface brackets]

**Deleted from existing law by original bill.

<u>Double underlining</u>

Added by amendment.

[[Double boldface brackets]] Deleted from existing law or the bill by amendment.

* * Existing law unaffected by bill.

The County Council for Montgomery County, Maryland approves the following Act:

1	Sec. 1	l. Sect	tions 41A-2, 41A-3, and 41A-5 are amended as follows:
2	41A-2. Def	initio	ns.
3	In this	s Artic	ele, the following words have the meanings indicated:
4	(a)	Appl	icant means a person, commonly the head-of-household, who
5		appli	es for rental assistance on behalf of a household.
6			* * *
7	(e)	[Disc	abled person means any individual who:
8		(1)	receives disability benefits under the Social Security Act or the
9			Railroad Retirement Act, or from a federal, state, or local
10			government disability retirement system; or
11		(2)	has a physical, mental, or emotional impairment that substantially
12			limits one or more major life activities of the individual as the
13			Department determines after the individual submits a statement of
14			condition of disability from the individual's physician.
15	(f)]	Eligi	ble Household means a household that [:
16		(1)]	meets the standards of eligibility adopted in regulations, and
17			includes one or more of the following:
18		<u>(1)</u>	a person with a documented disability and any others who live with
19			the person under the same rental agreement;
20		<u>(2)</u>	a person 55 years of age or older, and any others who live with the
21			person under the same rental agreement; or
22		<u>(3)</u>	a person who is a participant designated by the Director as eligible
23			for participation.
24		[(2)	resides in an eligible rental unit.]
25	<u>(f)</u> [(g	g)] <i>Eli</i> g	gible rental unit means a rental unit in the County:
26		(1)	that conforms to the standards adopted in regulations;
27		(2)	for which the household has a rental agreement; and

28		(3)	that maintains all licenses and permits as required by Chapter 29.
29	(g) [(l	n)] (1)	Gross income means the total household income from all sources,
30			whether or not reported on a federal or state income tax return.
31		(2)	Gross income does not include losses from business, rental, or
32			capital transactions and certain third-party, educational, and
33			restitution payments specified in regulations.
34	[(i)	House	ehold means:
35		(1)	two or more persons, whether or not related, who live together in
36			an eligible rental unit;
37		(2)	a disabled person; or
38		(3)	a person 62 years of age or older.
39		All p	ersons living in an eligible rental unit must be treated as one
40			household for the purposes of determining eligibility.]
41	<u>(h)</u>	<u>Perso</u>	n with a documented disability means a person who:
12		<u>(1)</u>	receives disability benefits under the Social Security Act or the
43			Railroad Retirement Act, or from a federal, state, or local
14			government disability retirement system; or
45		<u>(2)</u>	has a physical, mental, or emotional impairment that substantially
46			limits one or more major life activities of the individual as the
1 7			Department determines after the individual submits a statement of
48			condition of disability from the individual's physician.
1 9	<u>(i)</u> [(j)] Rec	ipient means a person who is receiving benefits on behalf of a
50		house	hold under this Article. A recipient includes a person who reapplies
51		for be	enefits before the end of that person's eligibility period. Each
52		recipi	ent must be at least 18 years old, a resident of the County, reside at
53		the ap	plication rental unit, and be a member of the household.

54	<u>(j)</u> [(1	(x)] Rental unit means a unit occupied by not more than one household,			
55	which includes:				
56		(1) a detached or attached single family home or townhouse;			
57		(2) an apartment in a multi-family facility;			
58		(3) a condominium or cooperative unit in a <u>multi-family</u> [multifamily]			
59		facility;			
50		(4) a rental mobile home in a licensed mobile home park, or a rented			
61		mobile home pad on which the applicant has placed a mobile home			
62		in a licensed mobile home park; or			
63		(5) a room or group of rooms in an attached or detached single family			
54		home or townhouse, apartment, condominium or cooperative.			
65	5 41A-3. Eligibility for Rental Assistance Program benefits.				
66	(a)	A household is eligible to receive Rental Assistance Program benefits if			
67		the household meets the standards established in regulations. The			
68		standards of eligibility must consider, but are not limited to, the following			
59		elements:			
70		* * *			
71	[(c)	A household is not eligible for benefits under this Article if the applicant			
72		is an undocumented resident. An undocumented resident applicant may			
73		receive benefits if a child for whom the applicant receives Temporary			
74		Cash Assistance benefits resides in the household.]			
75	5 41A-5. Rental assistance benefits.				
76	(a)	Benefits under this Article must be paid in accordance with regulation.			
77		[The regulation must specify the amount of the benefit, considering the			
78		actual monthly rent paid by a tenant for a rental unit. The regulation may			
79		also consider a maximum allowable rent cost, based on household size			
30		and other variables. Maximum benefit amounts may be established for			

	class	es of eligible households	s based on age, hous	sehold size, and other
	varia	bles specified by regulati	on.	
	(1)	The percentages must v	vary based upon the	number of individuals
		in the household.		
	(2)	The office of landlor	d-tenant affairs mu	ıst at least annually
		determine the average r	ental costs for rental	units of different sizes
		in Montgomery County	.] By Method 3 regu	lation, the Department
		must annually set and	d disseminate a sch	edule of the benefit
		amount.		
		* *	*	
Approved:				
Sidney Katz,	Preside	nt, County Council		Date
Approved:				
Marc Elrich	County	Evecutive		Date
	•			Date
This is a corr	ect copy	of Council action.		
Selena Mendy	y Single	eton, Clerk of the Council		Date
	Sidney Katz, Approved: Marc Elrich, This is a corr	varia (1) (2) Approved: Sidney Katz, Presider Approved: Marc Elrich, County This is a correct copy	variables specified by regulation (1) The percentages must we in the household. (2) The office of landlor determine the average real in Montgomery County must annually set and amount. * * **Approved:	in the household. (2) The office of landlord-tenant affairs mudetermine the average rental costs for rental in Montgomery County.] By Method 3 regular must annually set and disseminate a schamount. * * * ** ** ** ** ** ** ** **

LEGISLATIVE REQUEST REPORT

Bill 25-20

Rental Assistance - Amendments

DESCRIPTION: Consistent with Executive Order 135-19, this Bill removes a limitation on

the availability of rental assistance benefits to a household if the applicant is an "undocumented resident." This Bill makes two other unrelated programmatic changes: (1) it lowers the age of eligibility for rental assistance benefits from 62 to 55 and (2) it removes the specific formula for calculating the amount of the rental assistance benefits and provides

that the benefit amount be set by regulation.

PROBLEM: Rental assistance benefits are conditioned upon the immigration status of

the applicant.

GOALS AND

OBJECTIVES: Delete the conditioning of rental assistance benefits based upon

immigration status.

COORDINATION: Department of Health and Human Services

FISCAL IMPACT: Office of Management and Budget.

ECONOMIC

IMPACT: Department of Finance.

EVALUATION: To be requested

EXPERIENCE

ELSEWHERE: To be researched

SOURCES OF

INFORMATION: Raymond L. Crowel, Director, HHS

APPLICATION

WITHIN

MUNICIPALITIES: To be researched

PENALTIES: N/A

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OFFICE OF THE COUNTY EXECUTIVE

Marc Elrich
County Executive

Rockville, Maryland 20850

MEMORANDUM

May 8, 2020

TO: Sidney Katz, County Council President

FROM: Marc Elrich, County Executive

RE: Changes to County Code to remove reference to undocumented immigration

status

- 1. <u>PURPOSE</u>: As a result of County Executive Order 135-19, which stated "no agent or department may condition the provision of County benefits, opportunities, or services on matters related to citizenship or immigration status unless required to do so by state or federal law, or court order," the Department of Health and Human Services (DHHS) is requesting legislation to remove one reference to "undocumented resident" in a section of County Code related to DHHS-provided services. The other two proposed changes in the attached draft bill language are not related to Executive Order 135-19 and are minor adjustments that are programmatic in nature.
- 2. <u>BACKGROUND</u>: The Rental Assistance Program is a County-funded program in DHHS to assist eligible persons or households to pay the rent on dwelling units that are appropriate to their needs.
- 3. <u>ANALYSIS</u>: Removing Section 41A-3(c) removes the condition of immigration status for the Rental Assistance Program. The change to Section 41A-2 lowers the age of eligibility for Rental Assistance Programs from 62 to 55 years. The change to Section 41A-5 removes the specific formula for calculating the amount of the Rental Assistance Program benefit and stipulates that the benefit amount be set in regulation annually; this change allows for easier updating of the benefit amount from year to year.
- 4. <u>RECOMMENDATION</u>: I request a bill to implement these changes.
- 5. <u>ATTACHMENTS</u>: Attached is draft language of each change that would need to be made in the Code in order to implement these recommendations. The Office of the County Attorney has reviewed this legislation and approved it.



Fiscal Impact Statement Bill XX-20 Rental Assistance Benefits - Amendments

1. Legislative Summary.

Consistent with Executive Order 135-19, this Bill removes a limitation on the availability of rental assistance benefits to a household if the applicant is an "undocumented resident." This Bill makes two other unrelated programmatic changes: (1) it lowers the age of eligibility for rental assistance benefits from 62 to 55, and (2) it removes the specific formula for calculating the amount of the rental assistance benefits and provides that the benefit amount be set by regulation.

2. An estimate of changes in County revenues and expenditures regardless of whether the revenues or expenditures are assumed in the recommended or approved budget. Includes source of information, assumptions, and methodologies used.

No changes in County expenditures or revenues are anticipated due to the Bill's provisions.

3. Revenue and expenditure estimates covering at least the next 6 fiscal years.

No changes in County expenditures or revenues are anticipated over the next six fiscal years due to the Bill.

4. An actuarial analysis through the entire amortization period for each bill that would affect retiree pension or group insurance costs.

Not applicable.

5. An estimate of expenditures related to the County's information technology (IT) systems, including Enterprise Resource Planning (ERP) systems.

Not applicable.

6. Later actions that may affect future revenue and expenditures if the bill authorizes future spending.

Bill XX-20 does not authorize future spending.

7. An estimate of the staff time needed to implement the bill.

There is no additional staff time needed to implement the bill.

8. An explanation of how the addition of new staff responsibilities would affect other duties.

There is no impact on current staff responsibilities.

9. An estimate of costs when an additional appropriation is needed.

No additional appropriation is needed to implement Bill XX-20.

10. A description of any variable that could affect revenue and cost estimates.

Not applicable.

11. Ranges of revenue or expenditures that are uncertain or difficult to project.

Not applicable.

12. If a bill is likely to have no fiscal impact, why that is the case.

The Bill changes the eligibility criteria for, and makes certain administrative changes to, the Rental Assistance Program. Funding for the program is appropriated annually and the Department of Health and Human Services must stay within the limits of the funds appropriated.

13. Other fiscal impacts or comments.

None.

14. The following contributed to and concurred with this analysis:

Amanda Harris, Department of Health and Human Services Deborah Lambert, Office of Management and Budget.

Richard S. Madaleno, Director

Office of Management and Budget

Richard Madaleno

05/07/20 Date