Subject: Bill 18-19, Landlord-Tenant Relations – Relocation Expenses

Purpose: To introduce agenda item – no vote expected

Analyst: Amanda Mihill, Legislative Attorney

Committee: Choose an item.

Keywords: ##MoCoTenantRights

Other Search Terms: Relocation payments, rental housing, health and safety

complain

EXPECTED ATTENDEES

None

COUNCIL DECISION POINTS & COMMITTEE RECOMMENDATIONS

None

DESCRIPTION/ISSUE

Bill 18-19 would require a landlord to pay to a tenant a relocation payment if the tenant's housing is condemned as unfit for human habitation under certain circumstances. It would also require a landlord to provide a tenant with a right of first refusal to re-occupy rental housing under certain circumstances.

SUMMARY OF KEY DISCUSSION POINTS

None

This report contains:

Staff Report Bill 18-19 Legislative Request Report Page 1

©1 ©4

F:\LAW\BILLS\1918 LL-T Relocation Expenses\Intro Cover Sheet.docx

Alternative format requests for people with disabilities. If you need assistance accessing this report you may submit alternative format requests to the ADA Compliance Manager. The ADA Compliance Manager can also be reached at 240-777-6197 (TTY 240-777-6196) or at adacompliance@montgomerycountymd.gov

MEMORANDUM

June 14, 2019

TO:

County Council

FROM:

Amanda Mihill, Legislative Attorney

SUBJECT:

Bill 18-19, Landlord-Tenant Relations - Relocation Expenses

PURPOSE:

Introduction - no Council vote required

Bill 18-19, Landlord-Tenant Relations – Relocation Expenses, sponsored by Lead Sponsor Councilmember Jawando, is scheduled to be introduced on June 18. A public hearing is tentatively scheduled for July 16 at 1:30 p.m.¹

Bill 18-19 would require a landlord to pay to a tenant a relocation payment if the tenant's housing is condemned as unfit for human habitation under certain circumstances. It would also require a landlord to provide a tenant with a right of first refusal to re-occupy rental housing under certain circumstances.

This packet contains:

Bill 18-19

Legislative Request Report

<u>Circle #</u>
1
4

F:\LAW\BILLS\1918 LL-T Relocation Expenses\Intro Memo.Docx

^{1 #}MoCoTenantRights

BIII NO	18-19			
Concerning: _	Landlord-Ter	ant Relatio	ns –	
Relocation Expenses				
Revised: 6/	4/2019	_ Draft No.	1	
Introduced: _	June 18, 20	019		
Expires:	December	18, 2020		
Enacted:				
Executive: _				
Effective:				
Sunset Date: None				
Ch, Laws of Mont. Co.				

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Councilmember Jawando

AN ACT to:

- (1) require a landlord to pay to a tenant a relocation payment if the tenant's housing is condemned as unfit for human habitation under certain circumstances;
- (2) require a landlord to provide a tenant with a right of first refusal to re-occupy rental housing under certain circumstances; and
- (3) generally amend County law on landlord-tenant relations.

By adding

Montgomery County Code Chapter 29, Landlord-Tenant Relations Section 29-35B

Boldface
Underlining
Added to existing law by original bill.

[Single boldface brackets]
Double underlining
Added by amendment.

[[Double boldface brackets]]

* * *

Heading or defined term.

Added to existing law by original bill.

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:

2	29-35B. Re	locatio	n Expe	enses.
3	<u>(a)</u>	<u>Defir</u>	itions.	As used in this Section, displaced tenant means a tenant that
4		is re	quired	to vacate rental housing because the rental housing is
5		cond	emned :	as unfit for human habitation under Section 26-13 through no
6		<u>fault</u>	of the t	enant.
7	<u>(b)</u>	Reloc	cation [payment required. Except as provided in paragraph (f), a
8		<u>landl</u>	ord mu	st pay a relocation payment to a displaced tenant.
9	<u>(c)</u>	Relo	<u>cation a</u>	amount.
10		<u>(1)</u>	The r	elocation payment is the greater of:
11			<u>(A)</u>	3 months' fair market value rent for a unit of comparable
12				size, as established by the most current Federal Department
13				of Housing and Urban Development schedule of fair market
14				rents for the Washington-Arlington-Alexandria area; or
15			<u>(B)</u>	3 months' of the tenant's actual rent at the time of
16				relocation.
17		<u>(2)</u>	<u>If a te</u>	enant is required to vacate the rental housing with less than 30
18			<u>days'</u>	notice, the relocation payment must also include either:
19			<u>(A)</u>	1 additional month's fair market value rent for a unit of
20				comparable size, as established by the most current Federal
21				Department of Housing and Urban Development schedule
22				of fair market rents for the Washington-Arlington-
23				Alexandria area; or
24			<u>(B)</u>	the provision of alternative, safe, and legal housing for 30
25				days after the tenant vacates.
26		<u>(3)</u>	The l	andlord must pay directly to a displaced tenant the relocation
27			payn	nent within with 72 hours of the posting of the condemnation.

Sec. 1. Section 29-35B is added as follows:

1

28	<u>(d)</u>	Proof	of compliance. Within 5 days after the displaced tenant vacates the	
29		rental housing, a landlord must provide the Department with a copy of		
30		the check or money order provided to the displaced tenant and a receipt		
31		signe	by the tenant.	
32	<u>(e)</u>	<u>Right</u>	of first refusal.	
33		<u>(1)</u>	A landlord must provide a displaced tenant with the right of first	
34			refusal to reoccupy rental housing on the site once the rental	
35			housing becomes habitable	
36		<u>(2)</u>	The landlord must provide the tenant with written notice of the	
37			tenant's right of first refusal. The notice must include the	
38			landlord's current address and telephone number which the tenant	
39			can use to contact the landlord.	
40		<u>(3)</u>	It is the tenant's responsibility to provide the landlord with the	
41			tenant's current address and/or telephone number to be used for	
42			future notification.	
43		<u>(4)</u>	When the rental housing becomes habitable, the landlord must give	
44			written notice by certified mail to the tenant informing the tenant	
45			that the housing is ready for occupancy.	
46		<u>(5)</u>	If the landlord cannot locate a previous tenant after 2 attempts over	
47			a 2 week period, the landlord is deemed to be in compliance with	
48			the right of first refusal requirement and the tenant's right of first	
49			refusal is forfeited.	
50	<u>(f)</u>	<u>Excep</u>	ption. A landlord is not required to provide a relocation payment or	
51		<u>right</u>	of first refusal to any displaced tenant if the rental housing is	
52		conde	emned due to events that are beyond the control of the landlord.	

LEGISLATIVE REQUEST REPORT Bill 18-19

Landlord-Tenant Relations – Relocation Expenses

DESCRIPTION: Bill 18-19 would require a landlord to pay to a tenant a relocation payment

if the tenant's housing is condemned as unfit for human habitation under certain circumstances. It would also require a landlord to provide a tenant with a right of first refusal to re-occupy rental housing under certain

circumstances.

PROBLEM: Tenants who are required to vacate rental housing that is condemned

through not fault of the tenant can have challenges in finding temporary or

other permanent affordable housing.

GOALS AND To ensure that tenants can find safe, affordable housing when their rental

OBJECTIVES: housing is condemned through no fault of the tenant.

COORDINATION: Housing and Community Affairs

FISCAL IMPACT: To be requested

ECONOMIC

IMPACT: To be requested

EVALUATION: To be requested

EXPERIENCE

ELSEWHERE: To be researched

SOURCES OF Amanda Mihill, Legislative Attorney, 240-777-7815

INFORMATION:

APPLICATION

WITHIN

MUNICIPALITIES: To be researched

PENALTIES: n/a

F:\LAW\BILLS\1918 LL-T Relocation Expenses\LRR.Docx