Second Regular Session Seventy-second General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House HOUSE BILL 20-1332

LLS NO. 20-0662.01 Megan Waples x4348

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A BILL FOR AN ACT

101 CONCERNING PROHIBITIONS ON DISCRIMINATION IN HOUSING BASED

102 ON SOURCE OF INCOME, AND, IN CONNECTION THEREWITH,

103 MAKING AN APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

The bill adds discrimination based on source of income as a type of unfair housing practice. "Source of income" is defined to include any source of money paid directly, indirectly, or on behalf of a person, including income from any lawful profession or from any government or private assistance, grant, or loan program.



SENATE Amended 2nd Reading June 11, 2020



Amended 2nd Reading

HOUSE

June 9, 2020

A person is prohibited from refusing to rent, lease, show for rent or lease, or transmit an offer to rent or lease housing based on a person's source of income. In addition, a person cannot discriminate in the terms or conditions of a rental agreement against another person based on source of income, or based upon the person's participation in a 3rd-party contract required as a condition of receiving public housing assistance. A person cannot include in any advertisement for the rent or lease of housing any limitation or preference based on source of income, or to use representations related to a person's source of income to induce another person to rent or lease property. The restrictions do not apply to a landlord with 3 or fewer rental units.

1 Be it enacted by the General Assembly of the State of Colorado: 2 SECTION 1. In Colorado Revised Statutes, 24-34-501, amend 3 (4); and **add** (4.5) as follows: 4 **24-34-501.** Definitions. As used in this part 5, unless the context 5 otherwise requires: (4) "Restrictive covenant" means any specification limiting the 6 7 transfer, rental, or lease of any housing because of disability, race, creed, 8 color, religion, sex, sexual orientation, marital status, familial status, 9 national origin, or ancestry, OR LIMITING THE RENTAL OR LEASE OF ANY 10 HOUSING BECAUSE OF SOURCE OF INCOME. 11 (4.5) "SOURCE OF INCOME" MEANS ANY LAWFUL AND VERIFIABLE 12 SOURCE OF MONEY PAID DIRECTLY, INDIRECTLY, OR ON BEHALF OF A 13 PERSON, INCLUDING: 14 INCOME DERIVED FROM ANY LAWFUL PROFESSION OR (a) 15 OCCUPATION; AND 16 (b) INCOME OR RENTAL PAYMENTS DERIVED FROM ANY 17 GOVERNMENT OR PRIVATE ASSISTANCE, GRANT, OR LOAN PROGRAM. 18 SECTION 2. In Colorado Revised Statutes, 24-34-502, amend 19 (1)(h); and add (1)(1), (1)(m), (1)(n), (1)(o), (1)(p), (1.5), and (1.7) as 1 follows:

2 24-34-502. Unfair housing practices prohibited - definition.
(1) It shall be an unfair housing practice and unlawful and hereby
prohibited:

5 (h) For any person to deny another person access to or 6 membership or participation in any multiple-listing service, real estate 7 brokers' organization or other service, organization, or facility related to 8 the business of selling or renting dwellings or to discriminate against such 9 person in the terms or conditions of such access, membership, or 10 participation on account of race, creed, color, religion, sex, sexual 11 orientation, disability, marital status, familial status, or national origin or 12 ancestry, OR SOURCE OF INCOME;

(1) FOR ANY PERSON TO REFUSE TO RENT OR LEASE, TO REFUSE TO
SHOW HOUSING FOR RENT OR LEASE, TO REFUSE TO RECEIVE AND
TRANSMIT ANY BONA FIDE OFFER TO RENT OR LEASE, OR TO OTHERWISE
MAKE UNAVAILABLE OR DENY OR WITHHOLD FROM ANOTHER PERSON ANY
HOUSING FOR RENT OR LEASE BECAUSE OF A PERSON'S SOURCE OF INCOME;

18 FOR ANY PERSON TO DISCRIMINATE IN THE TERMS, (m)19 CONDITIONS, OR PRIVILEGES PERTAINING TO THE RENTAL OR LEASE OF ANY 20 HOUSING, OR IN THE FURNISHING OF FACILITIES OR SERVICES IN 21 CONNECTION THEREWITH, BECAUSE OF A PERSON'S SOURCE OF INCOME, 22 INCLUDING A PERSON'S RECEIPT OF PUBLIC HOUSING ASSISTANCE OR A 23 PERSON'S PARTICIPATION IN A THIRD-PARTY CONTRACT REQUIRED BY A 24 PUBLIC HOUSING ASSISTANCE PROGRAM; EXCEPT THAT, IF THE INITIAL 25 PAYMENT TO THE LANDLORD IS NOT MADE TIMELY IN ACCORDANCE WITH 26 APPLICABLE REGULATIONS PROMULGATED BY THE UNITED STATES 27 DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT DUE TO PROCESSING

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1 DELAYS OR A GOVERNMENT SHUTDOWN, THEN A LANDLORD MAY EXERCISE

2 ANY RIGHT OR PURSUE ANY REMEDY AVAILABLE UNDER LAW;

3 (n) FOR ANY PERSON TO MAKE, PRINT, OR PUBLISH OR CAUSE TO BE
4 MADE, PRINTED, OR PUBLISHED ANY NOTICE OR ADVERTISEMENT RELATING
5 TO THE RENTAL OR LEASE OF ANY HOUSING THAT INDICATES ANY
6 LIMITATION, SPECIFICATION, OR DISCRIMINATION BASED ON A PERSON'S
7 SOURCE OF INCOME;

8 (o) FOR ANY PERSON TO REPRESENT TO ANOTHER PERSON THAT
9 ANY HOUSING IS NOT AVAILABLE FOR RENT OR LEASE WHEN THE HOUSING
10 IS IN FACT AVAILABLE FOR THE PURPOSE OF DISCRIMINATING AGAINST THE
11 PERSON ON THE BASIS OF THE PERSON'S SOURCE OF INCOME; AND

(p) FOR ANY PERSON, FOR PROFIT, TO INDUCE OR ATTEMPT TO
INDUCE ANOTHER PERSON TO RENT ANY HOUSING BY REPRESENTATIONS
REGARDING THE ENTRY OR PROSPECTIVE ENTRY INTO THE NEIGHBORHOOD
OF A PERSON OR PERSONS WITH PARTICULAR SOURCES OF INCOME.

16 (1.5) (a) SUBSECTIONS (1)(l) TO (1)(p) OF THIS SECTION DO NOT
17 APPLY TO A LANDLORD WITH THREE OR FEWER UNITS OF HOUSING FOR
18 RENT OR LEASE.

(b) NOTHING IN SUBSECTION (1) OF THIS SECTION PRECLUDES A
LANDLORD FROM CHECKING THE CREDIT OF A PROSPECTIVE TENANT.
CHECKING THE CREDIT OF A PROSPECTIVE TENANT IS NOT AN UNFAIR
HOUSING PRACTICE UNDER THIS SECTION, PROVIDED THAT THE LANDLORD
CHECKS THE CREDIT OF EVERY PROSPECTIVE TENANT.

(c) AS USED IN THIS SUBSECTION (1.5) AND IN SUBSECTION (1) OF
THIS SECTION, "LANDLORD" MEANS A PERSON WHO OWNS, MANAGES,
LEASES, OR SUBLEASES A UNIT OF HOUSING AND WHO MAKES THAT
HOUSING AVAILABLE FOR RENT OR LEASE.

<u>(1.7) NOTWITHSTANDING ANY PROVISION OF SUBSECTION (1) OF</u>
 <u>THIS SECTION TO THE CONTRARY, IF A LANDLORD OWNS FIVE OR FEWER</u>
 <u>SINGLE FAMILY RENTAL HOMES AND NO MORE THAN FIVE TOTAL RENTAL</u>
 <u>UNITS INCLUDING ANY SINGLE FAMILY HOMES, THE LANDLORD IS NOT</u>
 <u>REQUIRED TO ACCEPT FEDERAL HOUSING CHOICE VOUCHERS FOR ANY OF</u>
 <u>THOSE FIVE SINGLE FAMILY HOMES AS AN ACCEPTABLE SOURCE OF INCOME</u>
 <u>UNDER SUBSECTION (1) OF THIS SECTION.</u>

8 **SECTION 3. Appropriation.** For the 2020-21 state fiscal year, 9 \$9,641 is appropriated to the department of regulatory agencies for use by 10 the civil rights division. This appropriation is from the general fund and 11 is based on an assumption that the division will require an additional 0.1 12 FTE. To implement this act, the division may use this appropriation for 13 personal services.

14 **SECTION 4.** Act subject to petition - effective date. This act 15 takes effect January 1, 2021; except that, if a referendum petition is filed 16 pursuant to section 1 (3) of article V of the state constitution against this 17 act or an item, section, or part of this act within the ninety-day period 18 after final adjournment of the general assembly, then the act, item, 19 section, or part will not take effect unless approved by the people at the 20 general election to be held in November 2020 and, in such case, will take 21 effect January 1, 2021, or on the date of the official declaration of the 22 vote thereon by the governor, whichever is later.