SENATE BILL 241

N1 6lr0427

By: Senators Kelley, Benson, Conway, Currie, Madaleno, McFadden, Nathan-Pulliam, Rosapepe, and Young

Introduced and read first time: January 22, 2016

Assigned to: Judicial Proceedings

A BILL ENTITLED

1 AN ACT concerning

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Real Property - Senior Apartment Facilities - Conversion

3 FOR the purpose of requiring a landlord to provide written notice to a certain tenant at 4 least a certain number of days before converting a senior apartment facility into an 5 apartment facility for the general population; specifying the contents of the written notice; requiring a landlord to allow a certain tenant to terminate the tenant's lease 6 7 after giving at least 1 month's written notice to the landlord, notwithstanding the 8 terms of the lease; prohibiting a landlord from withholding any portion of a certain 9 tenant's security deposit for a certain purpose; requiring a landlord to reimburse the 10 moving expenses of a certain tenant, up to a certain amount and under certain 11 circumstances; authorizing the Secretary of Housing and Community Development 12 to adopt regulations necessary to carry out the provisions of this Act; authorizing the 13 Secretary to impose a certain civil penalty for violations of this Act, beginning on a certain date; providing for the enforcement of certain provisions of this Act by the 14 15 Division of Consumer Protection of the Office of the Attorney General; providing for 16 the enforcement of this Act by each unit of the State; defining certain terms; and 17 generally relating to senior apartment facilities.

18 BY adding to

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19 Article – Real Property

20 Section 8–217

21 Annotated Code of Maryland

22 (2015 Replacement Volume)

23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND.

24 That the Laws of Maryland read as follows:

Article - Real Property



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8–217. 1 2 (A) **(1)** IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 3 INDICATED. **(2)** "LANDLORD" MEANS THE OWNER OF A SENIOR APARTMENT 4 FACILITY. 5 "MOVING EXPENSES" MEANS COSTS INCURRED TO: 6 **(3)** 7 **(I)** PACK AND UNPACK PERSONAL PROPERTY; 8 (II)DISCONNECT AND INSTALL PERSONAL PROPERTY: 9 (III) INSURE PERSONAL PROPERTY TO BE MOVED; OR 10 (IV) DISCONNECT AND RECONNECT UTILITIES, SUCH AS TELEPHONE SERVICE, GAS, WATER, AND ELECTRICITY. 11 "SECRETARY" MEANS THE SECRETARY OF HOUSING AND 12 **(4)** 13 COMMUNITY DEVELOPMENT. (I) "SENIOR APARTMENT FACILITY" MEANS AN APARTMENT 14 **(5)** BUILDING OR COMPLEX THAT: 15 1. CONTAINS FOUR OR MORE INDIVIDUAL DWELLING 16 17 **UNITS; AND** 2. 18 IS HOUSING FOR OLDER PERSONS AS DEFINED IN 42 U.S.C. § 3607. 19 (II) "SENIOR APARTMENT FACILITY" DOES NOT INCLUDE A 20 NURSING HOME OR AN ASSISTED LIVING FACILITY. 21AT LEAST 180 DAYS BEFORE CONVERTING A SENIOR APARTMENT 22 (B) **(1)**

FACILITY INTO AN APARTMENT FACILITY FOR THE GENERAL POPULATION, THE LANDLORD SHALL PROVIDE EACH TENANT OF THE SENIOR APARTMENT FACILITY

26 (2) THE NOTICE SHALL INCLUDE:

WITH WRITTEN NOTICE OF THE CONVERSION.

- A STATEMENT THAT THE SENIOR APARTMENT FACILITY 1 (I)2WILL BE CONVERTED INTO AN APARTMENT FACILITY FOR THE GENERAL 3 POPULATION; 4 (II)THE DATE ON WHICH THE CONVERSION WILL TAKE PLACE; 5 AND 6 (III) A STATEMENT THAT: 7 1. THE TENANT HAS THE RIGHT TO TERMINATE THE LEASE AT ANY TIME BEFORE THE CONVERSION DATE, PROVIDED THAT THE TENANT 8 GIVES THE LANDLORD AT LEAST 1 MONTH'S WRITTEN NOTICE; AND 9 10 2. IF THE TENANT CHOOSES TO TERMINATE THE LEASE 11 BEFORE THE CONVERSION DATE, THE LANDLORD IS REQUIRED TO REIMBURSE THE 12 TENANT FOR MOVING EXPENSES UP TO \$1,000. (C) 13 NOTWITHSTANDING THE TERMS OF THE LEASE, THE LANDLORD: 14 SHALL ALLOW ANY TENANT WHO REQUESTS TO MOVE BEFORE 15 THE CONVERSION DATE TO TERMINATE THE TENANT'S LEASE AFTER GIVING AT LEAST 1 MONTH'S WRITTEN NOTICE TO THE LANDLORD; AND 16 17 MAY NOT WITHHOLD ANY PORTION OF A TENANT'S SECURITY DEPOSIT FOR UNPAID RENT ACCRUING AFTER TERMINATION OF THE TENANT'S 18 19 LEASE. 20 **(1)** THE LANDLORD SHALL REIMBURSE A TENANT WHO TERMINATES A LEASE IN ACCORDANCE WITH SUBSECTION (C) OF THIS SECTION FOR MOVING 21EXPENSES UP TO \$1,000, ACTUALLY AND REASONABLY INCURRED. 2223 THE TENANT SHALL SUBMIT TO THE LANDLORD A WRITTEN 24REQUEST FOR REIMBURSEMENT, ACCOMPANIED BY REASONABLE EVIDENCE OF THE COSTS INCURRED, NO LATER THAN 30 DAYS AFTER MOVING. 2526 THE LANDLORD SHALL REIMBURSE THE TENANT NO LATER THAN 2730 DAYS AFTER RECEIVING THE TENANT'S WRITTEN REQUEST.
- 28**(E) (1)** THE SECRETARY MAY:
- 29 **(I)** ADOPT REGULATIONS NECESSARY TO CARRY OUT THE 30 PROVISIONS OF THIS SECTION; AND

- 1 (II) BEGINNING OCTOBER 1, 2017, IMPOSE A CIVIL PENALTY
 2 NOT EXCEEDING \$5,000 FOR EACH VIOLATION OF THIS SECTION TO BE PAID TO THE
 3 GENERAL FUND OF THE STATE.
- 4 (2) IN SETTING THE AMOUNT OF A CIVIL PENALTY UNDER 5 PARAGRAPH (1)(II) OF THIS SUBSECTION, THE SECRETARY SHALL CONSIDER:
- 6 (I) THE SEVERITY OF THE VIOLATION;
- 7 (II) THE GOOD FAITH OF THE VIOLATOR; AND
- 8 (III) ANY HISTORY OF PRIOR VIOLATIONS.
- 9 (F) (1) TO THE EXTENT THAT A VIOLATION OF ANY PROVISION OF THIS
 10 SECTION AFFECTS A TENANT OF A SENIOR APARTMENT FACILITY, THAT VIOLATION
 11 SHALL BE WITHIN THE SCOPE OF THE ENFORCEMENT DUTIES AND POWERS OF THE
 12 DIVISION OF CONSUMER PROTECTION OF THE OFFICE OF THE ATTORNEY
 13 GENERAL, AS DESCRIBED IN TITLE 13 OF THE COMMERCIAL LAW ARTICLE.
- 14 (2) THE PROVISIONS OF THIS SECTION OTHERWISE SHALL BE 15 ENFORCED BY EACH UNIT OF THE STATE WITHIN THE SCOPE OF THE UNIT'S 16 AUTHORITY.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2016.