HOUSE BILL 500

N1 7lr0970

HB 664/14 – ENV

AN ACT concerning

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By: Delegates Kramer, Barkley, Chang, Cullison, Fraser-Hidalgo, Frush, and Morales

Introduced and read first time: January 27, 2017 Assigned to: Environment and Transportation

A BILL ENTITLED

2	Rental Units, Condominiums, and Homeowners Associations - Smoking
3	Restrictions

4 FOR the purpose of allowing certain leases to include certain restrictions or prohibitions 5 on smoking tobacco products in certain areas; allowing the bylaws or regulations of 6 a condominium to contain certain restrictions or prohibitions on smoking tobacco 7 products in certain areas; authorizing a homeowners association to include in its 8 declaration, bylaws, rules, or recorded covenants and restrictions certain restrictions 9 or prohibitions on smoking tobacco products in multi-unit dwellings or in common 10 areas; defining a certain term; and generally relating to restrictions and prohibitions 11 on smoking in rental units, condominiums, and properties controlled by homeowners 12 associations.

- 13 BY repealing and reenacting, with amendments,
- 14 Article Real Property
- 15 Section 8–208, 11–104, and 11–111
- 16 Annotated Code of Maryland
- 17 (2015 Replacement Volume and 2016 Supplement)
- 18 BY adding to
- 19 Article Real Property
- 20 Section 11B–111.7
- 21 Annotated Code of Maryland
- 22 (2015 Replacement Volume and 2016 Supplement)

23 Preamble

WHEREAS, The United States Environmental Protection Agency (EPA) has designated environmental tobacco smoke as a Class A carcinogen, in the same category as such other cancer—causing chemicals as asbestos; and

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- WHEREAS, The EPA has determined that there is no acceptable level of exposure to Class A carcinogens; and
- WHEREAS, The EPA has also determined that exposure to environmental tobacco smoke causes an increase in respiratory diseases and disorders; and
- WHEREAS, Environmental tobacco smoke generated in one unit in a multi-unit dwelling may drift into neighboring units, exposing the occupants of those neighboring units to tobacco smoke; and
- 8 WHEREAS, Standard construction practices are not effective in preventing the drift 9 of tobacco smoke within multi–unit dwellings; now, therefore,
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 11 That the Laws of Maryland read as follows:

12 Article – Real Property

13 8–208.

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- 14 (a) (1) On or after October 1, 1999, any landlord who offers 5 or more dwelling 15 units for rent in the State may not rent a residential dwelling unit without using a written 16 lease.
- 17 (2) If a landlord fails to comply with paragraph (1) of this subsection, the 18 term of the tenancy is presumed to be 1 year from the date of the tenant's first occupancy 19 unless the tenant elects to end the tenancy at an earlier date by giving 1 month's written 20 notice.
- 21 (b) A landlord who rents using a written lease shall provide, upon written request 22 from any prospective applicant for a lease, a copy of the proposed form of lease in writing, 23 complete in every material detail, except for the date, the name and address of the tenant, 24 the designation of the premises, and the rental rate without requiring execution of the lease 25 or any prior deposit.
 - (c) A lease shall include:
- 27 (1) A statement that the premises will be made available in a condition 28 permitting habitation, with reasonable safety, if that is the agreement, or if that is not the 29 agreement, a statement of the agreement concerning the condition of the premises;
- 30 (2) The landlord's and the tenant's specific obligations as to heat, gas, 31 electricity, water, and repair of the premises; and
- 32 (3) A receipt for the security deposit as specified in § 8–203.1 of this 33 subtitle.

- 1 (d) A LEASE MAY INCLUDE A RESTRICTION OR PROHIBITION ON SMOKING 2 TOBACCO PRODUCTS WITHIN THE DWELLING UNIT OR ELSEWHERE ON THE 3 PREMISES.
- 4 **(E)** A landlord may not use a lease or form of lease containing any provision that:
- 5 (1) Has the tenant authorize any person to confess judgment on a claim 6 arising out of the lease;
- 7 (2) Has the tenant agree to waive or to forego any right or remedy provided 8 by applicable law;
- 9 (3) (i) Provides for a penalty for the late payment of rent in excess of 10 5% of the amount of rent due for the rental period for which the payment was delinquent; 11 or
- 12 (ii) In the case of leases under which the rent is paid in weekly rental 13 installments, provides for a late penalty of more than \$3 per week or a total of no more than 14 \$12 per month;
- 15 (4) Has the tenant waive the right to a jury trial;
- 16 (5) Has the tenant agree to a period required for landlord's notice to quit 17 which is less than that provided by applicable law; provided, however, that neither party is 18 prohibited from agreeing to a longer notice period than that required by applicable law;
- 19 (6) Authorizes the landlord to take possession of the leased premises, or 20 the tenant's personal property unless the lease has been terminated by action of the parties 21 or by operation of law, and the personal property has been abandoned by the tenant without 22 the benefit of formal legal process;
- 23 (7) Is against public policy and void pursuant to § 8–105 of this title; or
- 24 (8) Permits a landlord to commence an eviction proceeding or issue a notice 25 to quit solely as retaliation against any tenant for planning, organizing, or joining a tenant 26 organization with the purpose of negotiating collectively with the landlord.
- [(e)] (F) (1) Except for a lease containing an automatic renewal period of 1 month or less, a lease that contains a provision calling for an automatic renewal of the lease term unless prior notice is given by the party or parties seeking to terminate the lease, shall have the provision distinctly set apart from any other provision of the lease and provide a space for the written acknowledgment of the tenant's agreement to the automatic renewal provision.
- 33 (2) An automatic renewal provision that is not specifically accompanied by 34 either the tenant's initials, signature, or witnessed mark is unenforceable by the landlord.

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- [(f)] (G) No provision of this section shall be deemed to be a bar to the applicability of supplementary rights afforded by any public local law enacted by the General Assembly or any ordinance or local law enacted by any municipality or political subdivision of this State; provided, however, that no such law can diminish or limit any right or remedy granted under the provisions of this section.
- [(g)] (H) (1) Any lease provision which is prohibited by terms of this section shall be unenforceable by the landlord.
- (2) If the landlord includes in any lease a provision prohibited by this section or made unenforceable by § 8–105 of this title or § 8–203 of this subtitle, at any time subsequent to July 1, 1975, and tenders a lease containing such a provision or attempts to enforce or makes known to the tenant an intent to enforce any such provision, the tenant may recover any actual damages incurred as a reason thereof, including reasonable attorney's fees.
- [(h)] (I) If any word, phrase, clause, sentence, or any part or parts of this section shall be held unconstitutional by any court of competent jurisdiction such unconstitutionality shall not affect the validity of the remaining parts of this section.
- 17 11–104.
- 18 (a) The administration of every condominium shall be governed by bylaws which 19 shall be recorded with the declaration. If the council of unit owners is incorporated, these 20 bylaws shall be the bylaws of that corporation.
- 21 (b) The bylaws shall express at least the following particulars:
- 22 (1) The form of administration, indicating whether the council of unit 23 owners shall be incorporated or unincorporated, and whether, and to what extent, the 24 duties of the council of unit owners may be delegated to a board of directors, manager, or 25 otherwise, and specifying the powers, manner of selection, and removal of them;
 - (2) The mailing address of the council of unit owners;
- 27 (3) The method of calling the unit owners to assemble; the attendance 28 necessary to constitute a quorum at any meeting of the council of unit owners; the manner 29 of notifying the unit owners of any proposed meeting; who presides at the meetings of the 30 council of unit owners, who keeps the minute book for recording the resolutions of the 31 council of unit owners, and who counts votes at meetings of the council of unit owners; and
- 32 (4) The manner of assessing against and collecting from unit owners their 33 respective shares of the common expenses.
 - (c) The bylaws also may contain any other provision regarding the management and operation of the condominium, including [any]:

1 **(1)** ANY restriction on or requirement respecting the use and maintenance 2 of the units and the common elements; AND 3 **(2)** A RESTRICTION OR PROHIBITION ON SMOKING TOBACCO 4 PRODUCTS WITHIN THE UNITS OR IN THE COMMON ELEMENTS. 5 The bylaws may contain a provision prohibiting any unit owner from voting 6 at a meeting of the council of unit owners if the council of unit owners has recorded a 7 statement of condominium lien on his unit and the amount necessary to release the lien 8 has not been paid at the time of the meeting. 9 (e) (1) A corrective amendment to the bylaws may be made in accordance with 10 § 11–103.1 of this title, or as provided in paragraph (2) of this subsection. 11 (2)Except as provided in subparagraph (ii) of this paragraph, unless 12 a higher percentage is required in the bylaws, the bylaws may be amended by the 13 affirmative vote of unit owners having at least 66 2/3 percent of the votes in the council of 14 unit owners. 15 (ii) The bylaws may be amended by the affirmative vote of unit owners having at least 51% of the votes in the council of unit owners for the purpose of 16 17 requiring all unit owners to maintain condominium unit owner insurance policies on their 18 units. 19 Except as provided in paragraph (4) of this subsection, if the (3)20 declaration or bylaws contain a provision requiring any action on the part of the holder of 21a mortgage or deed of trust on a unit in order to amend the bylaws, that provision shall be 22deemed satisfied if the procedures under this paragraph are satisfied. 23If the declaration or bylaws contain a provision described in 24subparagraph (i) of this paragraph, the council of unit owners shall cause to be delivered to 25each holder of a mortgage or deed of trust entitled to notice, a copy of the proposed 26 amendment to the bylaws. 27 If a holder of the mortgage or deed of trust that receives the 28proposed amendment fails to object, in writing, to the proposed amendment within 60 days 29 from the date of actual receipt of the proposed amendment, the holder shall be deemed to 30 have consented to the adoption of the amendment. 31 **(4)** Paragraph (3) of this subsection does not apply to amendments that: 32(i) Alter the priority of the lien of the mortgage or deed of trust;

Materially impair or affect the unit as collateral; or

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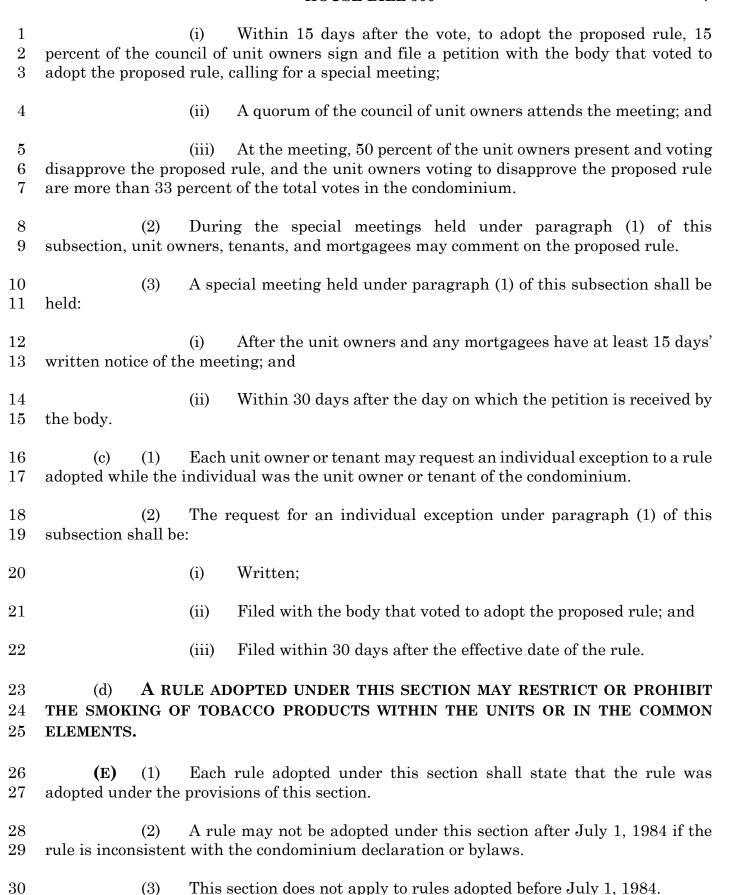
(ii)

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is present.

- 1 Materially impair or affect the right of the holder of the mortgage 2 or deed of trust to exercise any rights under the mortgage, deed of trust, or applicable law. 3 Each particular set forth in subsection (b) of this section shall be (5)4 expressed in the bylaws as amended. An amendment under paragraph (2) of this subsection 5 shall be entitled to be recorded if accompanied by a certificate of the person specified in the bylaws to count votes at the meeting of the council of unit owners that the amendment was 6 7 approved by unit owners having the required percentage of the votes and shall be effective 8 on recordation. This certificate shall be conclusive evidence of approval. 9 11–111. (1) 10 The council of unit owners or the body delegated in the bylaws of a (a) 11 condominium to carry out the responsibilities of the council of unit owners may adopt rules 12 for the condominium if: 13 (i) Each unit owner is mailed or delivered: 14 1. A copy of the proposed rule; 15 2.Notice that unit owners are permitted to submit written 16 comments on the proposed rule; and 17 3. Notice of the proposed effective date of the proposed rule; 18 (ii) Subject to paragraph (2) of this subsection, before a vote is taken 19 on the proposed rule, an open meeting is held to allow each unit owner or tenant to comment 20 on the proposed rule; and 21After notice has been given to unit owners as provided in this (iii) 22subsection, the proposed rule is passed at a regular or special meeting by a majority vote of 23 those present and voting of the council of unit owners or the body delegated in the bylaws 24of the condominium to carry out the responsibilities of the council of unit owners. 25(2) A meeting held under paragraph (1)(ii) of this subsection may not be 26 held unless: 27 (i) Each unit owner receives written notice at least 15 days before 28 the meeting; and 29 A quorum of the council of unit owners or the body delegated in (ii) 30 the bylaws of the condominium to carry out the responsibilities of the council of unit owners
 - (b) (1) The vote on the proposed rule shall be final unless:



1 11**B**–111.7.

- 2 (A) IN THIS SECTION, "MULTI-UNIT DWELLING" MEANS A TOWN HOUSE, A
 3 ROW HOUSE, OR ANY OTHER INDIVIDUALLY OWNED DWELLING UNIT THAT SHARES A
 4 COMMON WALL, FLOOR, OR CEILING WITH ANOTHER INDIVIDUALLY OWNED
 5 DWELLING UNIT.
- 6 (B) A HOMEOWNERS ASSOCIATION MAY INCLUDE IN ITS DECLARATION,
 7 BYLAWS, RULES, OR RECORDED COVENANTS AND RESTRICTIONS A PROVISION THAT
 8 RESTRICTS OR PROHIBITS THE SMOKING OF TOBACCO PRODUCTS IN ANY
 9 MULTI-UNIT DWELLING OR IN THE COMMON AREAS.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2017.