# **Department of Legislative Services**

Maryland General Assembly 2002 Session

#### **FISCAL NOTE**

Senate Bill 225
Judicial Proceedings

(Senator Conway, et al.)

#### **Real Property - Ground Rent - Limit on Costs**

This bill limits the amount a landlord may collect for property subject to ground rent in a suit, action, or proceeding to recover back rent to the lesser of actual expenses or \$400 in addition to the rent payable.

## **Fiscal Summary**

**State Effect:** The bill would not directly affect governmental operations or finances.

Local Effect: None.

Small Business Effect: Minimal.

## **Analysis**

**Current Law:** For property subject to a ground lease, a landlord may bring an action for possession of the property 30 days after sending a bill for the ground rent to the tenant's last known address when: (1) at least six months ground rent is in arrears; and (2) the landlord has the right to reenter for nonpayment of the rent. In a suit for back rent on a ground lease, a landlord may demand or recover up to three years back rent.

No provision: (1) specifically authorizes a landlord to claim costs in addition to the back due ground rent; or (2) limits the amount a landlord may claim as costs, including attorney's fees, in addition to the back due rent.

### **Additional Information**

**Prior Introductions:** None.

Cross File: HB 176 (Delegate Doory, et al.) – Economic Matters.

Information Source(s): Judiciary (Administrative Office of the Courts), Department of

Legislative Services

**Fiscal Note History:** First Reader - February 6, 2002

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