## **HOUSE BILL 922**

N17lr1494 HB 1593/06 – ENV By: Delegates Hucker, Ali, Lafferty, Lawton, McConkey, Pena-Melnyk, Sossi, Stein, and Tarrant Introduced and read first time: February 9, 2007 Assigned to: Environmental Matters Committee Report: Favorable House action: Adopted Read second time: March 21, 2007 CHAPTER AN ACT concerning Landlord and Tenant - Expiration of Warrant - Striking Judgment for **Possession** FOR the purpose of providing that under certain circumstances, if a judgment for possession of leased premises is stricken, the judgment shall be counted in the number of judgments necessary to foreclose a certain right of redemption; providing that under certain circumstances, if a warrant of restitution expires and the judgment for possession is stricken, the judgment shall be counted in the number of judgments necessary to foreclose a certain right of redemption; and generally relating to a judgment for possession of leased premises for failure to pay rent. BY repealing and reenacting, with amendments, Article – Real Property Section 8-401 Annotated Code of Maryland (2003 Replacement Volume and 2006 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

MARYLAND, That the Laws of Maryland read as follows:

<u>Underlining</u> indicates amendments to bill.

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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

## **Article - Real Property**

2 8-401.

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- 3 (a) Whenever the tenant or tenants fail to pay the rent when due and 4 payable, it shall be lawful for the landlord to have again and repossess the premises.
- 5 (b) (1) Whenever any landlord shall desire to repossess any premises to 6 which the landlord is entitled under the provisions of subsection (a) of this section, the 7 landlord or the landlord's duly qualified agent or attorney shall file the landlord's 8 written complaint under oath or affirmation, in the District Court of the county 9 wherein the property is situated:
- 10 (i) Describing in general terms the property sought to be 11 repossessed;
- 12 (ii) Setting forth the name of each tenant to whom the property 13 is rented or any assignee or subtenant;
- 14 (iii) Stating the amount of rent and any late fees due and 15 unpaid;
- 16 (iv) Requesting to repossess the premises and, if requested by 17 the landlord, a judgment for the amount of rent due, costs, and any late fees; and
- 18 (v) If the property to be repossessed is an affected property as 19 defined in § 6–801 of the Environment Article, stating that the landlord has registered 20 the affected property as required under § 6–811 of the Environment Article and 21 renewed the registration as required under § 6–812 of the Environment Article and:
- 1. A. If the current tenant moved into the property on or after February 24, 1996, stating the inspection certificate number for the inspection conducted for the current tenancy as required under § 6–815(c) of the Environment Article; or
- B. On or after February 24, 2006, stating the inspection certificate number for the inspection conducted for the current tenancy as required under § 6–815(c), § 6–817(b), or § 6–819(e) of the Environment Article; or
- 29 2. Stating that the owner is unable to provide an 30 inspection certificate number because:

1 2 3	A. The owner has requested that the tenant allow the owner access to the property to perform the work required under Title 6, Subtitle 8 of the Environment Article;
4 5 6 7	B. The owner has offered to relocate the tenant in order to allow the owner to perform work if the work will disturb the paint on the interior surfaces of the property and to pay the reasonable expenses the tenant would incur directly related to the relocation; and
8 9	C. The tenant has refused to allow access to the owner or refused to vacate the property in order for the owner to perform the required work.
10 11 12 13	(2) For the purpose of the court's determination under subsection (c) of this section the landlord shall also specify the amount of rent due for each rental period under the lease, the day that the rent is due for each rental period, and any late fees for overdue rent payments.
14 15 16	(3) The District Court shall issue its summons, directed to any constable or sheriff of the county entitled to serve process, and ordering the constable or sheriff to notify the tenant, assignee, or subtenant by first–class mail:
17 18	(i) To appear before the District Court at the trial to be held on the fifth day after the filing of the complaint; and
19 20	(ii) To answer the landlord's complaint to show cause why the demand of the landlord should not be granted.
21 22	(4) (i) The constable or sheriff shall proceed to serve the summons upon the tenant, assignee, or subtenant or their known or authorized agent as follows:
23 24 25	1. If personal service is requested and any of the persons whom the sheriff shall serve is found on the property, the sheriff shall serve any such persons; or
26 27 28 29	2. If personal service is requested and none of the persons whom the sheriff is directed to serve shall be found on the property and, in all cases where personal service is not requested, the constable or sheriff shall affix an attested copy of the summons conspicuously upon the property.
30	(ii) The affixing of the summons upon the property after due

notification to the tenant, assignee, or subtenant by first-class mail shall conclusively

be presumed to be a sufficient service to all persons to support the entry of a default

judgment for possession of the premises, together with court costs, in favor of the

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1 landlord, but it shall not be sufficient service to support a default judgment in favor of 2 the landlord for the amount of rent due. 3 Notwithstanding the provisions of paragraphs (1) through (4) of (5)4 this subsection, in Wicomico County, in an action to repossess any premises under this 5 section, service of process on a tenant may be directed to any person authorized under 6 the Maryland Rules to serve process. 7 If, at the trial on the fifth day indicated in subsection (b) of this 8 section, the court is satisfied that the interests of justice will be better served by an adjournment to enable either party to procure their necessary witnesses, the court 9 10 may adjourn the trial for a period not exceeding 1 day, except with the consent of all 11 parties, the trial may be adjourned for a longer period of time. The information required under subsection (b)(1)(v) of this 12 section may not be an issue of fact in a trial under this section. 13 14 (ii) If, when the trial occurs, it appears to the satisfaction of the court, that the rent, or any part of the rent and late fees are actually due and unpaid, 15 the court shall determine the amount of rent and late fees due as of the date the 16 17 complaint was filed, if the trial occurs within the time specified by subsection (b)(3) of 18 this section. 19 (iii) 1. If the trial does not occur within the time specified in 20 subsection (b)(3)(i) of this section and the tenant has not become current since the 21 filing of the complaint, the court, if the complaint so requests, shall enter a judgment 22 in favor of the landlord for possession of the premises and determine the rent and late 23 fees due as of the trial date. 2. The determination of rent and late fees shall include 24 the following: 25 Rent claimed in the complaint; 26 A. В. Rent accruing after the date of the filing of the 27 28 complaint; 29 C. Late fees accruing in or prior to the month in which 30 the complaint was filed; and

Credit for payments of rent and late fees made by the

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tenant after the complaint was filed.

- 1 (iv) The court may also give judgment in favor of the landlord for 2 the amount of rent and late fees determined to be due together with costs of the suit if 3 the court finds that the residential tenant was personally served with a summons, or, 4 in the case of a nonresidential tenancy, there was such service of process or 5 submission to the jurisdiction of the court as would support a judgment in contract or 6 tort.
  - (v) A nonresidential tenant who was not personally served with a summons shall not be subject to personal jurisdiction of the court if that tenant asserts that the appearance is for the purpose of defending an in rem action prior to the time that evidence is taken by the court.

- 11 (3) The court, when entering the judgment, shall also order that 12 possession of the premises be given to the landlord, or the landlord's agent or attorney, 13 within 4 days after the trial.
  - (4) The court may, upon presentation of a certificate signed by a physician certifying that surrender of the premises within this 4-day period would endanger the health or life of the tenant or any other occupant of the premises, extend the time for surrender of the premises as justice may require but not more than 15 days after the trial.
  - (5) However, if the tenant, or someone for the tenant, at the trial, or adjournment of the trial, tenders to the landlord the rent and late fees determined by the court to be due and unpaid, together with the costs of the suit, the complaint against the tenant shall be entered as being satisfied.
    - (d) (1) Subject to the provisions of paragraph (2) of this subsection, if judgment is given in favor of the landlord, and the tenant fails to comply with the requirements of the order within 4 days, the court shall, at any time after the expiration of the 4 days, issue its warrant, directed to any official of the county entitled to serve process, ordering the official to cause the landlord to have again and repossess the property by putting the landlord (or the landlord's duly qualified agent or attorney for the landlord's benefit) in possession thereof, and for that purpose to remove from the property, by force if necessary, all the furniture, implements, tools, goods, effects or other chattels of every description whatsoever belonging to the tenant, or to any person claiming or holding by or under said tenant.
  - (ii) If the landlord does not order a warrant of restitution within sixty days from the date of judgment or from the expiration date of any stay of execution, whichever shall be the later[,]:

1 2	1. [the] THE judgment for possession shall be stricken[,]; AND
3	2. THE JUDGMENT SHALL BE APPLIED TO THE
4 5	NUMBER OF JUDGMENTS NECESSARY TO FORECLOSE A TENANT'S RIGHT TO REDEMPTION OF THE LEASED PREMISES AS ESTABLISHED IN SUBSECTION
6	(E)(2) OF THIS SECTION UNLESS THE COURT IN ITS DISCRETION DETERMINES
7	THAT THE JUDGMENT MAY NOT APPLY FOR PURPOSES OF SUBSECTION (E)(2) OF
8	THIS SECTION.
9	(III) IF THE LANDLORD ORDERS A WARRANT OF
10	RESTITUTION BUT TAKES NO ACTION ON THE WARRANT WITHIN 60 DAYS FROM
11	THE LATER OF THE DATE THE COURT ISSUES THE ORDER FOR THE WARRANT OF
12	THE DATE AS OTHERWISE EXTENDED BY THE COURT:
13	1. The warrant of restitution shall expire
14	AND THE JUDGMENT FOR POSSESSION SHALL BE STRICKEN; AND
15	2. THE JUDGMENT SHALL BE APPLIED TO THE
16	NUMBER OF JUDGMENTS NECESSARY TO FORECLOSE A TENANT'S RIGHT TO
17	REDEMPTION OF THE LEASED PREMISES AS ESTABLISHED IN SUBSECTION
18	(E)(2) OF THIS SECTION UNLESS THE COURT IN ITS DISCRETION DETERMINES
19	THAT THE JUDGMENT MAY NOT APPLY FOR PURPOSES OF SUBSECTION (E)(2) OF
20	THIS SECTION.
21	(2) (i) The administrative judge of any district may stay the
22	execution of a warrant of restitution of a residential property, from day to day, in the
23	event of extreme weather conditions.
24	(ii) When a stay has been granted under this paragraph, the
25	execution of the warrant of restitution for which the stay has been granted shall be
26	given priority and completed within 3 days after the extreme weather conditions
27	cease.
28	(e) (1) [In] SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, IN any
29	action of summary ejectment for failure to pay rent where the landlord is awarded a
30	judgment giving the landlord restitution of the leased premises, the tenant shall have
31	the right to redemption of the leased premises by tendering in cash, certified check or
32 33	money order to the landlord or the landlord's agent all past due amounts, as determined by the court under subsection (c) of this section, plus all court awarded
34	costs and fees, at any time before actual execution of the eviction order.
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1	(2) This subsection does not apply to any tenant against whom 3
2 3	judgments of possession have been entered for rent due and unpaid in the 12 months prior to the initiation of the action to which this subsection otherwise would apply.
4	(f) (1) The tenant or the landlord may appeal from the judgment of the
5 6	District Court to the circuit court for any county at any time within 4 days from the rendition of the judgment.
O	renarion of the judgment.
7	(2) The tenant, in order to stay any execution of the judgment, shall
8	give a bond to the landlord with one or more sureties, who are owners of sufficient
9 10	property in the State of Maryland, with condition to prosecute the appeal with effect, and answer to the landlord in all costs and damages mentioned in the judgment, and
11	other damages as shall be incurred and sustained by reason of the appeal.
12	(3) The bond shall not affect in any manner the right of the landlord to
13	proceed against the tenant, assignee or subtenant for any and all rents that may
14	become due and payable to the landlord after the rendition of the judgment.
15	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
16	October 1, 2007.
	Approved:
	Governor.
	Speaker of the House of Delegates.
	President of the Senate.