## **HOUSE BILL 824**

 $m N1 \\ HB~843/14 - ENV \\ 
m 51r0332$ 

By: Delegates Hixson, Cullison, Hornberger, Moon, Platt, Smith, Tarlau, and Turner

Introduced and read first time: February 13, 2015 Assigned to: Environment and Transportation

## A BILL ENTITLED

1	AN ACT concerning  Real Property – Landlord and Tenant – Residential Leases and Just Cause  Evictions		
2 3			
4	FOR the purpose of prohibiting a landlord from using a lease containing a provision that		
5	requires a tenant to carry renter's insurance naming the landlord as beneficiary		
6	1 0		
7			
8	relating to residential leases.		
9	BY repealing and reenacting, without amendments,		
10	Article – Real Property		
11	Section 8–201		
12	Annotated Code of Maryland		
13	(2010 Replacement Volume and 2014 Supplement)		
14	BY repealing and reenacting, with amendments,		
15	Article – Real Property		
16	Section 8–208(d)		
17	Annotated Code of Maryland		
18	(2010 Replacement Volume and 2014 Supplement)		
19	BY adding to		
20	Article – Real Property		
21	Section 8–217		
22	Annotated Code of Maryland		
23	(2010 Replacement Volume and 2014 Supplement)		
24	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND		
25	That the Laws of Maryland read as follows:		

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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1	Article - Real Property		
2	8–201.		
3	(a)	This subtitle is applicable only to residential leases unless otherwise provided.	
4 5 6 7	_	This subtitle does not apply to a tenancy arising after the sale of pied residential property where the seller and purchaser agree that the seller in possession of the property for a period of not more than 60 days after the	
8	8–208.		
9	(d)	A landlord may not use a lease or form of lease containing any provision that:	
10 11	arising out o	(1) Has the tenant authorize any person to confess judgment on a claim of the lease;	
12 13	by applicabl	(2) Has the tenant agree to waive or to forego any right or remedy provided e law;	
14 15 16	5% of the ar	(3) (i) Provides for a penalty for the late payment of rent in excess of mount of rent due for the rental period for which the payment was delinquent;	
17 18 19	installments \$12 per mon	(ii) In the case of leases under which the rent is paid in weekly rental s, provides for a late penalty of more than \$3 per week or a total of no more than ath;	
20		(4) Has the tenant waive the right to a jury trial;	
21 22 23		(5) Has the tenant agree to a period required for landlord's notice to quit s than that provided by applicable law; provided, however, that neither party is rom agreeing to a longer notice period than that required by applicable law;	
24 25 26 27	or by operati	(6) Authorizes the landlord to take possession of the leased premises, or personal property unless the lease has been terminated by action of the parties ion of law, and the personal property has been abandoned by the tenant without of formal legal process;	
28		(7) Is against public policy and void pursuant to § 8–105 of this title; [or]	
29 30	to quit solely	(8) Permits a landlord to commence an eviction proceeding or issue a notice y as retaliation against any tenant for planning, organizing, or joining a tenant	

to quit solely as retaliation against any tenant for planning, organizing, or joining a tenant organization with the purpose of negotiating collectively with the landlord; **OR** 

- 1 (9) REQUIRES A TENANT TO CARRY RENTER'S INSURANCE NAMING
- 2 THE LANDLORD AS BENEFICIARY.
- 3 **8–217.**
- 4 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS
- 5 INDICATED.
- 6 (2) (I) "EVICT" MEANS TO TAKE ANY ACTION TO REMOVE A TENANT
- 7 FROM A RENTAL UNIT AND TERMINATE THE TENANCY AGAINST THE TENANT'S WILL.
- 8 (II) "EVICT" INCLUDES THE REFUSAL BY A LANDLORD TO
- 9 RENEW A LEASE ON SUBSTANTIALLY SIMILAR TERMS.
- 10 (3) "Unit" means an apartment, a town house, a house, a
- 11 MOBILE HOME, OR A MOBILE HOME LOT.
- 12 (B) A LANDLORD RENTING FOUR OR MORE RESIDENTIAL UNITS MAY NOT
- 13 EVICT A TENANT IN THE ABSENCE OF JUST CAUSE.
- 14 (C) FOR PURPOSES OF THIS SECTION, JUST CAUSE EXISTS IF:
- 15 (1) A TENANT FAILS TO PAY RENT WHEN DUE AND PAYABLE;
- 16 (2) A TENANT BREACHES THE TERMS OF THE LEASE AND THE BREACH
- 17 IS SUBSTANTIAL;
- 18 (3) A TENANT REFUSES, AFTER WRITTEN REQUEST BY THE
- 19 LANDLORD, TO EXECUTE AN EXTENSION OR A RENEWAL OF AN EXPIRED LEASE FOR
- 20 A TERM OF LIKE DURATION AND ON TERMS SUBSTANTIALLY SIMILAR TO THE TERMS
- 21 OF THE PRIOR LEASE;
- 22 (4) A TENANT HAS CAUSED SUBSTANTIAL DAMAGE TO THE UNIT OR
- 23 ANOTHER AREA OF THE PROPERTY AND, AFTER RECEIVING NOTICE TO MAKE
- 24 SATISFACTORY CORRECTION OR PAY THE REASONABLE COSTS OF REPAIRING THE
- 25 DAMAGE, THE TENANT FAILS TO DO SO;
- 26 (5) AFTER RECEIVING NOTICE TO CEASE, A TENANT CONTINUES TO
- 27 ENGAGE IN DISORDERLY CONDUCT SO AS TO DISTURB THE PEACE AND QUIET OF
- 28 OTHER TENANTS;
- 29 (6) A TENANT HAS ENGAGED IN ILLEGAL ACTIVITY ON THE PREMISES
- 30 OR ON A PUBLIC RIGHT-OF-WAY ABUTTING THE PREMISES;

- 1 (7) A TENANT, WITHOUT REASONABLE CAUSE, REFUSES TO GRANT
- 2 THE LANDLORD ACCESS TO THE UNIT FOR THE PURPOSE OF MAKING REPAIRS OR
- 3 IMPROVEMENTS OR INSPECTING THE UNIT, OR AS OTHERWISE AUTHORIZED UNDER
- 4 THE LEASE OR APPLICABLE LAW;
- 5 (8) A TENANT, WITHOUT REASONABLE CAUSE, REFUSES TO PROVIDE
- 6 THE LANDLORD WITH INFORMATION NEEDED BY THE LANDLORD TO SATISFY THE
- 7 CONDITIONS OF AN AFFORDABLE HOUSING FINANCING AGREEMENT;
- 8 (9) A LANDLORD, IN GOOD FAITH, SEEKS TO RECOVER POSSESSION
- 9 OF THE UNIT FOR THE USE OF THE LANDLORD'S SPOUSE, CHILD, PARENT, OR
- 10 **GRANDPARENT**;
- 11 (10) A LANDLORD, IN GOOD FAITH, SEEKS TO PERMANENTLY REMOVE
- 12 THE UNIT FROM THE RENTAL MARKET; OR
- 13 (11) A LANDLORD, AFTER HAVING OBTAINED ALL NECESSARY
- 14 PERMITS, SEEKS TO UNDERTAKE SUBSTANTIAL REPAIRS OR RENOVATIONS THAT
- 15 CANNOT BE COMPLETED WHILE THE UNIT IS OCCUPIED.
- 16 (D) A NOTICE REQUIRED TO BE GIVEN TO A TENANT UNDER SUBSECTION (C)
- 17 OF THIS SECTION SHALL BE SENT BY CERTIFIED MAIL, RETURN RECEIPT
- 18 **REQUESTED.**
- 19 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to
- 20 apply only prospectively and may not be applied or interpreted to have any effect on or
- 21 application to any residential lease agreement entered into before the effective date of this
- 22 Act.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 24 October 1, 2015.