# **HOUSE BILL 129**

M3, N1 1lr0900 (PRE–FILED) CF SB 70

By: **Delegate Henson** Requested: October 9, 2020

Introduced and read first time: January 13, 2021 Assigned to: Environment and Transportation

### A BILL ENTITLED

## 1 AN ACT concerning

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## Environment - Mold Inspections - Standards, Reporting, and Penalties

FOR the purpose of requiring the Department of the Environment, in consultation with the Maryland Department of Health, the Department of Housing and Community Development, and the Department of General Services, to adopt certain regulations on or before a certain date establishing uniform standards for mold assessment and remediation; requiring the Department of the Environment to charge a certain fee for verifying a certain third-party inspector, maintain a certain registry, and develop and make available on its website and in print certain resource materials; requiring the Department of the Environment to submit a certain indoor air quality report to the Governor and the General Assembly on or before a certain date each year; establishing penalties for a violation of the regulations adopted under this Act; requiring that the penalty be assessed with consideration given to certain factors; providing that each day a violation of the regulations continues is a separate violation; authorizing a tenant to deposit the tenant's rent in an escrow account under certain circumstances; authorizing a local jurisdiction, county attorney, or municipal attorney to enforce certain provisions of this Act; prohibiting a tenant from depositing the tenant's rent in an escrow account under certain circumstances; specifying that the right of a tenant to deposit rent in an escrow account does not preclude the tenant from pursuing any other right or remedy available; specifying the conditions under which money deposited in an escrow account must be released; prohibiting a lessee from being evicted, the tenancy from being terminated, and the rent from being raised for a lessee who seeks certain remedies; specifying actions that are presumed to be retaliation for the lessee taking certain actions; providing that certain provisions of this Act preempt certain laws or ordinances; defining certain terms; and generally relating to the establishment of standards and reporting requirements for mold in rental dwelling units.

28 BY adding to

Article – Environment

EXCESSIVE HUMIDITY LEVELS;

LINGERING CONDENSATION;

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LEAKS;

1		(4)	WATE	ER DAMAGE; AND
2		(5)	Musi	TY OR MOLDY ODORS.
3	(C)	"HA	BITABL	E" MEANS NOT LIKELY TO BE HARMED BY MOLD HAZARDS.
4	(D)	(1)	"Mol	D" MEANS A FORM OF MULTICELLULAR FUNGI THAT LIVES:
5			<b>(</b> I)	ON PLANT OR ANIMAL MATTER; OR
6			(II)	IN AN INDOOR ENVIRONMENT.
7		(2)	"MoI	LD" INCLUDES:
8			(I)	ALTERNARIA;
9			(II)	ASPERGILLUS;
10			(III)	CLADOSPORIUM;
11			(IV)	FUSARIUM;
12			(v)	MEMNONIELLA;
13			(VI)	Mucor;
14			(VII)	PENICILLIUM;
15			(VIII)	STACHYBOTRYS CHARTARUM; AND
16			(IX)	TRICHODERMA.
17	<b>(E)</b>	"Mo	` ,	ZARD" MEANS:
18	· /	(1)		NCENTRATION OF MOLD OR MOLD SPORES THAT EXCEEDS
19	THE STAND	` '		LISHED UNDER § 6–1702(B)(1) OF THIS SUBTITLE; OR
20 21	EXPOSURE,	(2) , INCL		DVERSE HUMAN HEALTH EFFECT ASSOCIATED WITH MOLD:
22			<b>(</b> I)	ALLERGIC REACTIONS;
23			(II)	ASTHMA; AND

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- 1 (III) OTHER RESPIRATORY COMPLAINTS. "MOLD REMEDIATION" MEANS: 2 **(F) (1)** 3 REMOVING, CLEANING, SANITIZING, DEMOLISHING, OR ANY OTHER TREATMENT PERFORMED TO ADDRESS A MOLD HAZARD, MOLD, OR 4 5 DAMPNESS; OR 6 **(2)** ABATEMENT OF THE UNDERLYING CAUSE OF A MOLD HAZARD, 7 MOLD, OR DAMPNESS. (1) "RENTAL DWELLING UNIT" MEANS A ROOM OR GROUP OF ROOMS 8 (G) THAT FORM A SINGLE INDEPENDENT HABITABLE RENTAL UNIT FOR PERMANENT 9 10 OCCUPATION BY ONE OR MORE INDIVIDUALS THAT HAS LIVING FACILITIES EQUIPPED WITH PERMANENT PROVISIONS FOR LIVING, SLEEPING, EATING, 11 12 COOKING, AND SANITATION. "RENTAL DWELLING UNIT" DOES NOT INCLUDE: **(2)** 13 14 **(I)** AN AREA NOT USED FOR LIVING, SLEEPING, EATING, 15 COOKING, OR SANITATION, SUCH AS AN UNFINISHED BASEMENT; 16 A UNIT WITHIN A HOTEL, MOTEL, OR SIMILAR SEASONAL OR (II)17 TRANSIENT FACILITY; 18 (III) AN AREA WHICH IS SECURED AND INACCESSIBLE TO 19 OCCUPANTS; OR 20 (IV) A UNIT WHICH IS NOT OFFERED FOR RENT. 21 6-1702. 22ON OR BEFORE JUNE 1, 2023, THE DEPARTMENT, IN CONSULTATION WITH THE MARYLAND DEPARTMENT OF HEALTH, THE DEPARTMENT OF HOUSING 23AND COMMUNITY DEVELOPMENT, AND THE DEPARTMENT OF GENERAL SERVICES, 24SHALL ADOPT REGULATIONS ESTABLISHING UNIFORM STANDARDS FOR MOLD 25
- 27 (B) THE REGULATIONS ADOPTED UNDER THIS SECTION SHALL:
- 28 (1) ESTABLISH STANDARDS FOR:

ASSESSMENT AND REMEDIATION.

1	(I) HABITABLE DAMPNESS;
2 3	(II) IDENTIFYING AND EVALUATING THE PRESENCE OF MOLD, INCLUDING VISIBLE MOLD INSPECTION AND TESTING; AND
4 5 6 7	(III) MOLD REMEDIATION STANDARDS THAT ARE AT LEAST AS STRINGENT AS THE STANDARDS IN THE U.S. ENVIRONMENTAL PROTECTION AGENCY'S 2008 MOLD REMEDIATION IN SCHOOLS AND COMMERCIAL BUILDINGS GUIDELINE AS REVISED AND UPDATED;
8	(2) ESTABLISH A RISK REDUCTION STANDARD FOR MOLD HAZARDS;
9 10	(3) REQUIRE A LOCAL JURISDICTION TO CONDUCT AN ANNUAL MOLD INSPECTION OF ALL RENTAL DWELLING UNITS WITHIN THE JURISDICTION;
11 12 13	(4) AUTHORIZE THE MOLD INSPECTION REQUIRED UNDER ITEM (3) OF THIS SUBSECTION TO BE PERFORMED IN CONJUNCTION WITH ANOTHER INSPECTION;
14 15 16	(5) ESTABLISH A PROCESS FOR A THIRD-PARTY INSPECTOR TO PERFORM THE INSPECTION REQUIRED UNDER ITEM (3) OF THIS SUBSECTION, INCLUDING PROCESSES FOR:
17 18 19	(I) THE DEPARTMENT TO VERIFY THAT A THIRD-PARTY INSPECTOR IS QUALIFIED TO PERFORM THE MOLD INSPECTION REQUIRED UNDER ITEM (3) OF THIS SUBSECTION; AND
20 21	(II) THE ESTABLISHMENT OF A REGISTRY THAT LISTS VERIFIED THIRD-PARTY INSPECTORS;
22	(6) REQUIRE THE LANDLORD OF A RENTAL DWELLING UNIT TO:
23 24	(I) PAY THE COST OF THE MOLD INSPECTION REQUIRED UNDER ITEM (3) OF THIS SUBSECTION; AND
25 26 27	(II) DISCLOSE THE RESULTS OF THE MOLD INSPECTION REQUIRED UNDER ITEM (3) OF THIS SUBSECTION TO A TENANT OR PROSPECTIVE TENANT; AND

28 (7) PROHIBIT A TENANT OR PROSPECTIVE TENANT OF A RENTAL 29 DWELLING UNIT FROM WAIVING THE DISCLOSURE REQUIREMENT UNDER ITEM 30 (6)(II) OF THIS SUBSECTION.

- 1 (C) (1) THE DEPARTMENT MAY CHARGE A FEE OF UP TO \$100 FOR 2 VERIFYING A THIRD-PARTY INSPECTOR UNDER SUBSECTION (B)(5) OF THIS
- 3 SECTION.
- 4 (2) THE DEPARTMENT SHALL MAINTAIN THE REGISTRY 5 ESTABLISHED UNDER SUBSECTION (B)(5) OF THIS SECTION.
- 6 (D) THE DEPARTMENT SHALL DEVELOP AND MAKE AVAILABLE ON ITS 7 WEBSITE AND IN PRINT RESOURCE MATERIALS REGARDING MOLD HAZARDS, MOLD, 8 AND DAMPNESS.
- 9 (E) ON OR BEFORE DECEMBER 1 EACH YEAR, BEGINNING IN 2024, THE DEPARTMENT SHALL SUBMIT AN ANNUAL INDOOR AIR QUALITY REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON INDOOR AIR QUALITY AND THE RESULTS OF THE MOLD INSPECTIONS REQUIRED UNDER SUBSECTION (B)(3) OF THIS SECTION.
- 14 **(F) (1) (I) A PERSON WHO VIOLATES A REGULATION ADOPTED UNDER**15 THIS SECTION IS SUBJECT TO A CIVIL PENALTY OF UP TO \$250 PER VIOLATION, NOT
  16 EXCEEDING \$10,000.
- 17 (II) THE CIVIL PENALTY UNDER THIS PARAGRAPH SHALL BE 18 ASSESSED WITH CONSIDERATION GIVEN TO:
- 1. THE WILLFULNESS OF THE VIOLATION AND THE 20 EXTENT TO WHICH THE VIOLATION WAS KNOWN TO THE VIOLATOR BUT 21 UNCORRECTED BY THE VIOLATOR;
- 22 2. THE EXTENT TO WHICH THE VIOLATION RESULTED IN ACTUAL HARM TO HUMAN HEALTH;
- 24 3. THE NATURE AND DEGREE OF INJURY TO OR 25 INTERFERENCE WITH GENERAL WELFARE AND HEALTH; AND
- 26 4. THE EXTENT TO WHICH THE CURRENT VIOLATION IS
  27 PART OF A RECURRENT PATTERN OF THE SAME OR SIMILAR TYPE OF VIOLATION
  28 COMMITTED BY THE VIOLATOR.
- 29 **(2)** EACH DAY A VIOLATION CONTINUES CONSTITUTES A SEPARATE 30 OFFENSE UNDER THIS SECTION.
- 31 (3) A TENANT MAY DEPOSIT THE TENANT'S RENT IN AN ESCROW 32 ACCOUNT IN ACCORDANCE WITH § 8–211.2 OF THE REAL PROPERTY ARTICLE IF A

### 1 LANDLORD FAILS TO COMPLY WITH:

- 2 (I) THE REGULATIONS ADOPTED UNDER SUBSECTION (A) OF
- 3 THIS SECTION; OR
- 4 (II) THE DISCLOSURE REQUIREMENTS UNDER SUBSECTION
- 5 (B)(6) OF THIS SECTION.
- 6 (4) A LOCAL JURISDICTION, COUNTY ATTORNEY, OR MUNICIPAL
- 7 ATTORNEY MAY ENFORCE THE PROVISIONS OF THIS SECTION.
- 8 Article Real Property
- 9 **8–211.2.**
- 10 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS
- 11 INDICATED.
- 12 (2) "DAMPNESS" HAS THE MEANING STATED IN § 6–1701 OF THE
- 13 ENVIRONMENT ARTICLE.
- 14 (3) "MOLD" HAS THE MEANING STATED IN § 6–1701 OF THE
- 15 ENVIRONMENT ARTICLE.
- 16 (4) "RENTAL DWELLING UNIT" HAS THE MEANING STATED IN §
- 17 6–1701 OF THE ENVIRONMENT ARTICLE.
- 18 (B) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION
- 19 AND NOTWITHSTANDING ANY OTHER PROVISION OF LAW OR ANY AGREEMENT,
- 20 WHETHER WRITTEN OR ORAL, IF A LANDLORD FAILS TO COMPLY WITH THE
- 21 REQUIREMENTS UNDER § 6-1702 OF THE ENVIRONMENT ARTICLE, THE TENANT
- 22 MAY DEPOSIT THE TENANT'S RENT IN AN ESCROW ACCOUNT WITH THE CLERK OF
- 23 THE DISTRICT COURT FOR THE DISTRICT IN WHICH THE PREMISES ARE LOCATED.
- 24 (2) A TENANT MAY NOT DEPOSIT THE TENANT'S RENT IN AN ESCROW
- 25 ACCOUNT UNDER PARAGRAPH (1) OF THIS SUBSECTION IF THE TENANT HAS NOT
- 26 PROVIDED NOTICE OF A MOLD HAZARD, MOLD, OR DAMPNESS TO THE LANDLORD IN
- 27 A REASONABLE MANNER.
- 28 (C) THE RIGHT OF A TENANT TO DEPOSIT RENT IN AN ESCROW ACCOUNT
- 29 DOES NOT PRECLUDE THE TENANT FROM PURSUING ANY OTHER RIGHT OR REMEDY
- 30 AVAILABLE TO THE TENANT AT LAW OR EQUITY.

- 1 (D) MONEY DEPOSITED IN AN ESCROW ACCOUNT SHALL BE RELEASED 2 UNDER THE FOLLOWING TERMS AND CONDITIONS:
- 3 (1) TO THE LESSOR ON COMPLIANCE BY THE LESSOR WITH THE 4 DISCLOSURE REQUIREMENTS AND REGULATIONS ADOPTED UNDER § 6–1702 OF THE 5. ENABLEMENT A DISCLOSURE OF THE 1.0 P.
- 5 ENVIRONMENT ARTICLE; OR
- 6 (2) TO THE LESSEE OR ANY OTHER PERSON WHO HAS COMPLIED WITH
  7 THE DISCLOSURE REQUIREMENTS AND REGULATIONS ADOPTED UNDER § 6–1702 OF
  8 THE ENVIRONMENT ARTICLE ON PRESENTATION OF A BILL FOR THE REASONABLE
  9 COSTS OF COMPLIANCE.
- 10 **(E) (1)** A LESSEE MAY NOT BE EVICTED, THE TENANCY MAY NOT BE 11 TERMINATED, AND THE RENT MAY NOT BE RAISED FOR A LESSEE WHO ELECTS TO 12 SEEK THE REMEDIES UNDER THIS SECTION.
- 13 (2) IT SHALL BE PRESUMED THAT ANY ATTEMPT TO EVICT THE
  14 LESSEE, TO TERMINATE THE TENANCY, OR TO RAISE THE RENT, EXCEPT FOR
  15 NONPAYMENT OF RENT, WITHIN 2 MONTHS AFTER COMPLIANCE WITH THE
  16 REQUIREMENTS UNDER § 6–1702 OF THE ENVIRONMENT ARTICLE IS IN
  17 RETALIATION FOR THE LESSEE'S PROCEEDING UNDER THIS SECTION AND SHALL BE
  18 VOIDABLE.
- 19 **(F)** THIS SECTION SHALL PREEMPT ANY PUBLIC LOCAL LAW OR ORDINANCE 20 CONCERNING THE DEPOSIT OF RENT INTO AN ESCROW ACCOUNT BASED ON THE 21 EXISTENCE OF MOLD IN A RENTAL DWELLING UNIT IN THE STATE AND DISPOSITION 22 OF THAT RENT.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2021.