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By: Senator A. Washington

Introduced and read first time: February 6, 2023

Assigned to: Judicial Proceedings

## A BILL ENTITLED

1	AN ACT concerning			
2 3 4	Landlord and Tenant – Failure to Repair Serious and Dangerous Defects – Tenant Remedies (Tenant Safety Act)			
5 6 7 8 9 10 11 12 13 14	1 1			
15 16 17 18 19	BY repealing and reenacting, with amendments,     Article – Real Property     Section 8–211 and 8–211.1     Annotated Code of Maryland     (2015 Replacement Volume and 2022 Supplement)  SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,			
21	That the Laws of Maryland read as follows:			
22	Article - Real Property			
23	8–211.			
$\begin{array}{c} 24 \\ 25 \end{array}$	(a) (1) The purpose of this section is to provide tenants with a mechanism for encouraging the repair of serious and dangerous defects which exist within or as part of			



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any residential dwelling unit, or upon the property used in common of which the dwelling unit forms a part.

- (2) The defects sought to be reached by this section are those which present a substantial and serious threat of danger to the life, health, and safety of the occupants of the dwelling unit, and not those which merely impair the aesthetic value of the premises, or which are, in those locations governed by such codes, housing code violations of a nondangerous nature.
- 8 (3) The intent of this section is not to provide a remedy for dangerous 9 conditions in the community at large which exists apart from the leased premises or the 10 property in common of which the leased premises forms a part.
- 11 (b) It is the public policy of [Maryland] THE STATE that meaningful sanctions be 12 imposed [upon those who] ON A LANDLORD THAT allow dangerous conditions and defects 13 to exist in leased premises, and that an effective mechanism be established for repairing 14 these conditions and halting their creation.
- 15 (c) (1) [This] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS
  16 SUBSECTION, THIS section applies to ALL residential dwelling units leased for the purpose
  17 of human habitation within the State [of Maryland. This section does not apply to farm
  18 tenancies.
- 19 (d) This section applies to all applicable dwelling units] whether they are [(1) 20 publicly]:
- 21 (I) PUBLICLY or privately owned; or [(2) single]
- 22 (II) SINGLE or multiple units.
- 23 (2) THIS SECTION DOES NOT APPLY TO FARM TENANCIES.
  - [(e)] (D) [This section provides a remedy and imposes an obligation upon landlords] A LANDLORD THAT OFFERS A RESIDENTIAL DWELLING UNIT FOR RENT, WHETHER BY WRITTEN OR ORAL LEASE OR AGREEMENT, SHALL BE DEEMED TO WARRANT THAT THE RESIDENTIAL DWELLING UNIT IS FIT FOR HUMAN HABITATION AND THAT THE LANDLORD IS OBLIGATED to repair and eliminate conditions and defects which constitute, or if not promptly corrected will constitute, a fire hazard or a serious and substantial threat to the life, health, or safety of occupants, including[, but not limited to]:
- 31 (1) Lack of heat, light, electricity, or hot or cold running water, except 32 where the tenant is responsible for the payment of the utilities and the lack thereof is the 33 direct result of the tenant's failure to pay the charges;
  - (2) Lack of adequate sewage disposal facilities;

1	(3)	Infest	cation of rodents in two or more dwelling units;	
2 3	(4) The existence of any structural defect which presents a serious and substantial threat to the physical safety of the occupants; or			
$\frac{4}{5}$	(5) the dwelling unit.	The existence of any condition which presents a health or fire hazard to		
6 7 8		_	This section does not [provide a remedy for the] APPLY TO A ir and eliminate minor defects or, in those locations governed by violations of a nondangerous nature.	
9 10 11				
12 13 14	[(1)] premises, such as amenities;	(I) the la	Any defect which merely reduces the aesthetic value of the leased ack of fresh paint, rugs, carpets, paneling, or other decorative	
15	[(2)]	(II)	Small cracks in the walls, floors, or ceilings;	
16 17	[(3)] are otherwise safe	` ,	The absence of linoleum or tile upon the floors, provided that they ructurally sound; or	
18	[(4)]	(IV)	The absence of air conditioning.	
19 20 21	•		In order to employ the remedies provided by this section, [the] A TENANTS OR TENANTS' ORGANIZATION UNDER SUBSECTION hall notify the landlord of the existence of the defects or conditions.	
22	(2)	Notic	e shall be given by [(1) a]:	
23 24	asserted conditions	(I) s or de	A written communication sent by certified mail listing the fects[, or (2) actual];	
25		(II)	ACTUAL notice of the defects or conditions[,]; or [(3) a]	
26 27 28	appropriate State, conditions or defect		A written violation, condemnation or other notice from an cy, municipal, or local government agency stating the asserted	
29	[(h)] (G)	(1)	The landlord has a reasonable time after receipt of notice in	

which to make the repairs or correct the conditions.

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- 1 (2) The length of time deemed to be reasonable is a question of fact for the court, taking into account the severity of the defects or conditions and the danger which they present to the occupants.
- 4 (3) There is a rebuttable presumption that a period in excess of 30 days from receipt of notice is unreasonable.
- 6 **[(i)] (H)** If the landlord refuses to make the repairs or correct the conditions, or 7 if after a reasonable time the landlord has failed to do so, the tenant may [bring]:
- 8 (1) BRING an action of rent escrow to pay rent into court because of the 9 asserted defects or conditions[, or the tenant may refuse];
- 10 (2) BRING AN ACTION FOR MONEY DAMAGES AGAINST THE 11 LANDLORD FOR BREACH OF THE WARRANTY OF HABITABILITY; AND
- 12 **(3) REFUSE** to pay rent and raise the existence of the asserted defects or conditions as an affirmative defense to an action for distress for rent or to any complaint proceeding brought by the landlord to recover rent or the possession of the leased premises.
- 15 (I) (1) IN ADDITION TO AN INDIVIDUAL TENANT, AND SUBJECT TO THE NOTICE REQUIREMENTS OF SUBSECTION (F) OF THIS SECTION, THE FOLLOWING PARTIES MAY BRING AN ACTION UNDER SUBSECTION (H)(1) OR (2) OF THIS SECTION:
- 18 (I) A TENANTS' ORGANIZATION ON BEHALF OF A GROUP OF 19 TENANTS; AND
- 20 (II) A SINGLE TENANT AS A LEAD PETITIONER JOINED BY A 21 GROUP OF TENANTS.
- 22 (2) FOR PURPOSES OF THIS SECTION, A GROUP OF TENANTS OR A 23 TENANTS' ORGANIZATION MAY BE INCORPORATED OR UNINCORPORATED.
- 24 (3) AN ACTION UNDER THIS SUBSECTION SHALL BE LIMITED TO DWELLING UNITS IN A SINGLE BUILDING OR MULTIPLE BUILDINGS IN A SINGLE COMPLEX OR DEVELOPMENT THAT IS OWNED OR OPERATED BY THE SAME LANDLORD.
- 28 (4) A PETITION FILED BY A TENANTS' ORGANIZATION OR A SINGLE 29 TENANT AS LEAD PETITIONER SHALL:
- 30 (I) ALLEGE THAT A THREAT TO LIFE, HEALTH, OR SAFETY 31 EXISTS OR EXISTED IN A SUBSTANTIALLY SIMILAR OR RELATED MANNER IN MORE

## 1 THAN ONE DWELLING UNIT:

- 2 (II) DESCRIBE EACH DWELLING UNIT THAT IS THE SUBJECT OF
- 3 THE ACTION;
- 4 (III) INCLUDE THE NAME OF EACH TENANT ON WHOSE BEHALF
- 5 THE ACTION IS MAINTAINED OR WHO HAS JOINED IN THE ACTION; AND
- 6 (IV) DESCRIBE THE FACTS ON WHICH THE CLAIM IS BASED.
- 7 (5) (I) AFTER A PETITION IS FILED UNDER PARAGRAPH (1) OF THIS
- 8 SUBSECTION, A TENANT OTHER THAN A TENANT IDENTIFIED IN THE PETITION MAY
- 9 JOIN THE ACTION BY FILING A REQUEST WITH THE COURT WITHIN 30 DAYS OF THE
- 10 COURT ESTABLISHING RENT ESCROW IN THE ACTION.
- 11 (II) A REQUEST FILED UNDER SUBPARAGRAPH (I) OF THIS
- 12 PARAGRAPH SHALL DESCRIBE THE TENANT'S SPECIFIC UNIT AND STATE THE FACTS
- 13 ON WHICH THE TENANT IS BASING A CLAIM.
- 14 (6) PRIOR TO THE ENTRY OF A JUDGMENT UNDER THIS SUBSECTION,
- 15 ANY TENANT JOINED IN THE ACTION MAY REQUEST TO LEAVE THE ACTION AND MAY
- 16 PURSUE ANY REMEDY INDIVIDUALLY WITHOUT PREJUDICE.
- 17 (7) IF RENT ESCROW IS ESTABLISHED IN AN ACTION FILED UNDER
- 18 PARAGRAPH (1) OF THIS SUBSECTION, THE PETITIONER'S LANDLORD SHALL ALLOW
- 19 THE PETITIONER TO POST A NOTICE AT THE PROPERTY WITH INFORMATION ABOUT
- 20 THE ACTION AND A TENANT'S ABILITY TO JOIN THE ACTION.
- 21 (8) FOLLOWING THE ENTRY OF JUDGMENT IN THE PETITIONER'S
- 22 ACTION, NO TENANT JOINED IN A PETITION UNDER THIS SUBSECTION MAY INITIATE
- 23 A SEPARATE ACTION TO SEEK THE SAME REMEDY CONCERNING THE SAME THREATS
- 24 TO LIFE, HEALTH, OR SAFETY.
- 25 (9) A GROUP OF TENANTS OR A TENANTS' ORGANIZATION THAT
- 26 PREVAILS IN AN ACTION UNDER PARAGRAPH (1) OF THIS SUBSECTION IS ENTITLED
- 27 TO REASONABLE ATTORNEY'S FEES, ACTUAL DAMAGES, AND ANY OTHER REMEDIES
- 28 AVAILABLE UNDER THIS SECTION.
- 29 (j) (1) Whether the issue of rent escrow OR WARRANTY OF HABITABILITY is
- 30 raised affirmatively or defensively, the tenant, TENANTS, OR TENANTS' ORGANIZATION
- 31 may request one or more of the forms of relief set forth in this section.
- 32 (2) In addition to any other relief sought, if within 90 days after the court
- 33 finds that the conditions complained of by the tenant, GROUP OF TENANTS, OR TENANTS'

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- ORGANIZATION exist AND the landlord has not made the repairs or corrected the conditions complained of, the tenant may file [a]:
- 3 (I) A petition of injunction in the District Court requesting the court 4 to order the landlord to make the repairs or correct the conditions; OR
- 5 (II) AN ACTION FOR MONEY DAMAGES AGAINST THE LANDLORD 6 AND ANY OTHER PARTY THAT HAS CONTROL OVER THE ELEMENTS AFFECTED BY THE 7 ASSERTED DEFECTS OR CONDITIONS, SUCH AS A PROPERTY MANAGEMENT 8 COMPANY.
- 9 (3) If A COURT ORDERS ANY RELIEF UNDER THIS SECTION, A TENANT, 10 GROUP OF TENANTS, OR TENANTS' ORGANIZATION IS ENTITLED TO REASONABLE 11 ATTORNEY'S FEES, EXPENSES, AND COSTS.
- 12 (k) **(1)** Relief under this section is conditioned [upon:
- 13 (1) Giving ON GIVING proper notice, and where appropriate, the opportunity to correct, as described by subsection [(h)] (G) of this section.
- 15 (2) [Payment] RELIEF BY ESCROW OF RENT UNDER SUBSECTION (N)
  16 OF THIS SECTION IS CONDITIONED ON PAYMENT by the tenant, into court, of the amount
  17 of rent required by the lease, unless this amount is modified by the court as provided in
  18 subsection (m) of this section.
- 19 (3) RELIEF BASED ON BREACH OF THE WARRANTY OF HABITABILITY 20 MAY NOT BE CONDITIONED ON PAYMENT BY THE TENANT OF RENT INTO THE COURT.
  - [(3)] **(4)** In the case of tenancies measured by a period of one month or more, the court having not entered against the tenant 3 prior judgments of possession for rent due and unpaid in the 12—month period immediately prior to the initiation of the action by the tenant or by the landlord.
  - [(4)] (5) In the case of periodic tenancies measured by the weekly payment of rent, the court having not entered against the tenant more than 5 judgments of possession for rent due and unpaid in the 12-month period immediately prior to the initiation of the action by the tenant or by the landlord, or, if the tenant has lived on the premises [six] 6 months or less, the court having not entered against the tenant 3 judgments of possession for rent due and unpaid.
  - (l) It is a sufficient defense to the allegations of the tenant that the tenant, the tenant's family, agent, employees, or assignees or social guests have caused the asserted defects or conditions, or that the landlord or the landlord's agents were denied reasonable and appropriate entry for the purpose of correcting or repairing the asserted conditions or defects.

- 1 (m) The court shall make appropriate findings of fact and make any order that the 2 justice of the case may require, including any one or a combination of the following:
- 3 (1) Order the termination of the lease and return of the leased premises to 4 the landlord, subject to the tenant's right of redemption;
- 5 (2) Order that the action for rent escrow be dismissed;
- 6 (3) Order that the amount of rent required by the lease, whether paid into court or to the landlord, be abated and reduced in an amount determined by the court to be fair and equitable to represent the existence of the conditions or defects found by the court to exist; or
- 10 (4) Order the landlord to make the repairs or correct the conditions 11 complained of by the tenant and found by the court to exist.
- 12 (n) After rent escrow has been established, the court:

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- 13 (1) Shall, after a hearing, if so ordered by the court or one is requested by 14 the landlord, order that the money in the escrow account be disbursed to the landlord after 15 the necessary repairs have been made;
  - (2) May, after an appropriate hearing, order that some or all money in the escrow account be paid to the landlord or the landlord's agent, the tenant or the tenant's agent, or any other appropriate person or agency for the purpose of making the necessary repairs of the dangerous conditions or defects;
- 20 (3) May, after a hearing if one is requested by the landlord, appoint a special administrator who shall cause the repairs to be made, and who shall apply to the court to pay for them out of the money in the escrow account;
  - (4) May, after an appropriate hearing, order that some or all money in the escrow account be disbursed to pay any mortgage or deed of trust on the property in order to stay a foreclosure;
  - (5) May, after a hearing, if one is requested by the tenant, order, if no repairs are made or if no good faith effort to repair is made within [six] 6 months of the initial decision to place money in the escrow account, that the money in the escrow account be disbursed to the tenant. Such an order will not discharge the right on the part of the tenant to pay rent into court and an appeal will stay the forfeiture; or
- 31 (6) May, after an appropriate hearing, order that the money in the escrow account be disbursed to the landlord if the tenant does not regularly pay, into that account, the rent owed.
  - (o) [Except as provided in § 8–211.1(e) of this subtitle, in the event any county or

- 1 Baltimore City is subject to a public local law or has enacted an ordinance or ordinances
- 2 comparable in subject matter to this section, commonly referred to as a "Rent Escrow Law",
- 3 any such ordinance or ordinances shall supersede the provisions of this section] THIS
- 4 SECTION SHALL SUPERSEDE ANY LOCAL LAW OR ORDINANCE COMPARABLE IN
- 5 SUBJECT MATTER TO THIS SECTION TO THE EXTENT THAT THE LOCAL LAW OR
- 6 ORDINANCE IS MORE STRINGENT OR PROVIDES BROADER APPLICABILITY THAN
- 7 THIS SECTION.
- 8 8-211.1.
- 9 (a) Notwithstanding any provision of law or any agreement, whether written or 10 oral, if a landlord fails to comply with the applicable risk reduction standard under § 6–815
- or § 6–819 of the Environment Article, the tenant may deposit the tenant's rent in an escrow account with the clerk of the District Court for the district in which the premises are
- 13 located.
- 14 (b) The right of a tenant to deposit rent in an escrow account does not preclude 15 the tenant from pursuing any other right or remedy available to the tenant at law or equity 16 and is in addition to them.
- 17 (c) Money deposited in an escrow account shall be released under the following 18 terms and conditions:
- 19 (1) To the lessor upon compliance by the lessor with the applicable risk 20 reduction standard; or
- 21 (2) To the lessee or any other person who has complied with the applicable risk reduction standard on presentation of a bill for the reasonable costs of complying with the applicable risk reduction standard.
- (d) A lessee may not be evicted, the tenancy may not be terminated, and the rent may not be raised for a lessee who elects to seek the remedies under this section. It shall be presumed that any attempt to evict the lessee, to terminate the tenancy, or to raise the rent, except for nonpayment of rent, within two months after compliance with the applicable risk reduction standard is in retaliation for the lessee's proceeding under this section and shall be void.
- (e) [This] EXCEPT AS PROVIDED IN § 8–211(O) OF THIS SUBTITLE, THIS section shall preempt any public local law or ordinance concerning the deposit of rent into an escrow account based upon the existence of paint containing lead pigment on surfaces in or on a rental dwelling unit in the State and disposition of that rent.
- 34 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 35 October 1, 2023.