

#### **Rental Housing Code**

City of Tacoma | Office of Equity and Human Rights

Committee of the Whole November 6, 2018

## Agenda



- Overview
- Issues
- Efforts
- Proposed Code
- Next Steps

### ••• Overview



- Expansion of Tenant Protections
  - Distribution of Information
  - Deposit Requirements
  - Notice Requirements
  - Retaliation Prohibited
- Implementation of Tenant Relocation Assistance
  - Eligibility and Amounts
- Compliance and Enforcement
- Source of Income
  - Adding as Protected Class under TMC 1.29





- Tacoma's rental market is drastically changing
- Current State law does not adequately address
   this change
- Current City Tenant Rights Code offers limited protections
- City has need for more proactive approaches to prevent increases in homeless population



### Efforts to Develop Revised Code

- Researched other jurisdictions with established rental housing codes
- Gathered feedback from both landlord and tenant organizations and reviewed rental code options
  - Local for-profit landlords, non-profit landlords, tenants and legal representation for landlords and tenants
- Formed stakeholder group with both internal and external members
  - Conducted five formal meetings
  - Reviewed, revised, and developed multiple options for potential draft code adjustments

## Distribution of Information: 1.95.030 Proposed Rental Housing Code

- Landlord required to:
  - At time of application, provide tenant resources to access information related to code enforcement action on rental property
  - When rental agreement is offered, provide summary of related state and local laws
  - During tenancy, provide summary and resources to tenants when serving notices that can lead to eviction



- Deposit Requirements:
  - Rental agreement must be in writing
  - Move-in condition checklist required
  - If requested, landlord must allow tenant to make installment payments on security deposit, non-refundable fees, and last month's rent

#### Notice Requirements: 1.95.050, 60 Proposed Rental Housing Code

- Notice Requirement- Reasonable Accommodation Request
  - Landlord shall review and comply with all reasonable accommodation requests related to disability related to service of notices
- Notice of Rent Increase
  - 60-day notice for increase of 10% or more in the preceding 12-month period
  - Current State law requires a 30-day notice with no caps on the amount of increase (RCW 59.18.140)

# Notice Requirements: 1.95.070 Proposed Rental Housing Code



- 120-Day Notice
  - If property is being demolished, substantially rehabilitated or change in use
  - Month to month rental agreement
  - Four or less dwelling units- 60-day notice required
- 60-Day No Cause Notice
  - Month to month tenancy
  - Current State Law requires a 20-day notice





 Landlord cannot take adverse action against tenant within 90 days of exercising rights under RCW 59.18.250 (terminate tenancy, raise rent or reduce services)

## Tenant Relocation Assistance : 1.95.080 Proposed Rental Housing Code

- Low-Income tenants eligible (50% of median income adjusted for family size in Tacoma)
  - Authorized by RCW 59.18.440
  - If property is being demolished, substantially rehabilitated or change in use
  - \$2,000 in relocation funds
  - 50/50 split between City and landlord (City portion subject to appropriation)
  - Relocation amount can be adjusted annually

## Tenant Relocation Assistance : 1.95.090 Proposed Rental Housing Code

- All tenants eligible
  - Authorized by RCW 59.18.085
  - Condemned or unlawful dwelling
  - Violation of TMC 2.01
  - The greater or \$2,000 or three times month rent
  - Landlord is fully responsible

#### Compliance and Enforcement: 1.95.110 Proposed Rental Housing Code

- \$500 penalty(per unit) for first violation and \$1,000 (per unit) for each subsequent violation in threeyear period:
  - Distribution of Information
  - Deposit requirements/Installment payments
  - Reasonable Accommodation
  - Rent Increase
- \$250 per day(per unit) for first ten days of noncompliance and \$500 per day beyond ten days of noncompliance:
  - Notice to vacate
  - Tenant Relocation Assistance
  - Retaliation

## Source of Income: 1.29.040 Proposed Rental Housing Code



- Source of income protection would prohibit discrimination against renters who use alternative sources of income to pay for housing.
- "Source of income" includes benefits or subsidy programs including:
  - housing assistance,
  - public assistance,
  - emergency rental assistance,
  - veterans benefits,
  - social security, supplemental security income or other retirement programs
  - other programs administered by any federal, state, local, or nonprofit entity





- City Council Consideration First Reading November 13, 2018
- Ordinance Effective Date February 1, 2019
- Additional Education & Outreach



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# Compliance and Enforcement: 1.95.110 Proposed Rental Housing Code

Compliance and Enforcement-1.95.110

- Enforcement Model (Similar to Employment Standards):
  - Allows for conciliation through settlement agreement
  - Allows for the request of records from landlord
  - Notice of Violation and Advisory Letter
  - 90 Day Rebuttable Presumption of Violation
- Penalties:
  - Either \$250, \$500, and \$1,000 (per unit) depending on the violation
  - Director has authority to waive or reduce penalty

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Administrative Review and Hearing Examiner Appeal