M E M O R A N D U M

May 11, 2021

TO:	Planning, Housing, and Economic Development Committee
FROM:	Linda McMillan, Senior Legislative Analyst
SUBJECT:	Proposed Executive Regulation 4-21, Landlord-Tenant Relations – Obligations of Landlords, Air Conditioning
PURPOSE:	Worksession; vote expected

Expected for this session:

Aseem Nigam, Director, Department of Housing and Community Affairs (DHCA) Frank Demarais, Deputy Director, DHCA Christopher Anderson, Chief, Community Development Division, DHCA Dan McHugh, Manager, Housing Code Enforcement, DHCA

On May 4, the County Executive transmitted proposed Executive Regulation 4-21, Landlord-Tenant Relations – Obligations of Landlords, Air Conditioning. These regulations implement Bill 24-19, which was enacted by the Council on February 25, 2020 and becomes effective on June 1, 2020.

The regulation must be reviewed under Method 2. Method 2 requires the Council to approve, reject, or extend time for action within 60 days or the regulation automatically takes effect. It would be helpful to have these regulations in place by June 1 if the Committee recommends and the Council approves them. The transmittal memo notes that this regulation was advertised in the April 2021 Register and no comments were received.

Bill 24-19:

• Requires a landlord to provide and maintain air conditioning service (at 80 degrees Fahrenheit or less at 3 feet above floor level) for habitable spaces in certain rental housing from June 1 through September 30.

- Exempts single-family homes and certain historic properties from the requirement.
- Allows a landlord to apply for an extension of up to six months if electrical upgrades are required and making the upgrades would cause financial hardship to the landlord.
- For 12 months following the effective date of Bill 24-19, the Director of DHCA may grant a delay in implementation if the property is subject to an application for development. The delay period must not exceed 24 months.

The Executive Regulation provides the requirements for Reasonable Repair and Maintenance (©3). The landlord meets these requirements if:

- Regular servicing is completed between October and May of each year.
- Except in the case of an emergency, if the air conditioning must be serviced or replaced between June 1 and September 30, the landlord must notify tenants in advance and give an estimate for when the air conditioning will not meet the standard (80 degrees or less).
- If the estimate is more than 24 hours, the landlord must provide an estimate that is within 5 calendar days, unless the landlord receives an extension from the DHCA Director.
- The regulation provides the process for such an extension. It must be requested in writing and there must be documentation that it will be repaired within 15 days.
- If a new system must be installed between June 1 and September 30 there must be documentation that the current system cannot be repaired or it is not economically feasible to do so, and the new system must be installed within 21 days.
- In rental housing that does not have air conditioning, new air conditioning units or a system must be installed within 30 days of the effective date of the regulation.
- If the lack of air conditioning is found during an inspection, the landlord must meet the requirement within 30 days of the Notice of Violation.

Council staff recommends approval of Executive Regulation 4-21 as transmitted by the County Executive.

Attached:

Memo from Executive and Exec Regulation 4-21	©1-5
Bill 24-19	©6-11



OFFICE OF THE COUNTY EXECUTIVE

Marc Elrich County Executive

MEMORANDUM

May 4, 2021

TO:	Tom Hucker, President
	Montgomery County Council

Marc Elrich. County Executive FROM:

SUBJECT: Proposed Executive Regulation 4-21, Landlord-Tenant Relations, Obligations of Landlord, Air Conditioning

The purpose of this memorandum is to transmit to you for approval proposed *Executive Regulation 4-21, Landlord-Tenant Relations, Obligations of Landlord, Air Conditioning.*

On March 2, 2020, I signed into law *Bill 24-19, Landlord-Tenant Relation, Obligations of Landlord, Air Conditioning.* This legislation amended section 29-30 of *Chapter* 29 – Landlord-Tenant Relations and section 26-7 of *Chapter 26 – Housing and Building Maintenance Standards* to require landlords of certain rental housing to supply air conditioning to their tenants at a defined temperature (at or below 80 degrees Fahrenheit) during a certain portion of the year (June 1 through September 30).

Section 29-30(a)(9) of this law requires the County Executive to develop through Method 2 executive regulations, a definition of "reasonable maintenance and repair" of air conditioning. Attached is that executive regulation.

The proposed executive regulation was published in the April 2021 Montgomery County Register, with comments accepted by the Department until April 30, 2021. No comments were received from the public and no changes were made to the advertised regulation.

If you have any questions, please contact Christopher Anderson, DHCA, Chief of the Community Development Division, at <u>christopher.anderson@montgomerycountymd.gov</u> or 240-401-9813.

101 Monroe Street • Rockville, Maryland 20850 240-777-2500 • 240-777-2544 TTY • 240-777-2518 FAX www.montgomerycountymd.gov



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Subject	Number 4-21
Landlord-Tenant Relations – Obligations of Landlord – Air Conditioning	
Originating Department	Effective Date
Housing and Community Affairs	

Department of Housing and Community Affairs

Montgomery County Regulation on:

Landlord-Tenant Relations – Obligations of Landlord – Air Conditioning

Issued By: County Executive

Regulation Number: 4-21

Authority: Montgomery County Code, 2014, Section 26-7(f) and Section 29-30(a)(9)

Supersedes: N/A

Council Review: Method Two (2) under Code Section 2A-15

Register: Volume 38, Issue 4

Comment Deadline: April 30, 2021

Effective Date:

Sunset Date: None

SUMMARY:

This regulation sets forth the requirements to supply and maintain air conditioning units or systems required in rental housing as specified in Sections 26-7(f) and 29-30(a)(9) of the Montgomery County Code.

ADDRESSES:

Information and copies of this regulation are available from the Department of Housing and Community Affairs (DHCA), 1401 Rockville Pike, Fourth Floor, Rockville, MD 20852.

STAFF CONTACT: Daniel McHugh, Manager, Housing Code Enforcement, DHCA, Telephone Number 240-777-3735



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Subject

Landlord-Tenant Relations – Obligations of Landlord – Air Conditioning

Number 4-21

Effective Date

Originating Department Housing and Community Affairs

CHAPTER 29. LANDLORD-TENANT RELATIONS- REGULATIONS

Add the following Regulation to COMCOR 29.30

COMCOR 29.30.02 Air Conditioning Service Required

29.30.02.01 Purpose

This Regulation defines and implements the Required Service Standards in Section 26-7(f)(2) of the Montgomery County Code (Code), and Reasonable Maintenance and Repair of air conditioning as required under Section 29-30(a)(9) of the Code, for air conditioning in rental housing.

29.30.02.02 Definitions

- (a) Reasonable Maintenance and Repair means the timely repair and/or maintenance related installing, servicing or replacing of air conditioning required under Chapters 26 and 29 of the Code and in conformance with the provisions set forth in Section 29.30.02.03 of this Regulation.
- (b) Required Service Standard means, except when air conditioning requires Reasonable Maintenance and Repair, landlords of rental housing must supply and maintain air conditioning in safe and good working condition that is capable of maintaining a temperature of no more than eighty degrees Fahrenheit (80°F.) in each habitable space at a distance of 3 feet above the floor between June 1 and September 30 of each year.
- (c) *Rental housing* is defined under Section 26-7(f)(1) of the Code.

29.30.02.03 **Reasonable Repair and Maintenance**

- (a) A landlord's requirement to provide Reasonable Maintenance and Repair of air conditioning in rental housing is met if the landlord complies with the following:
 - (1) Regular servicing of air conditioning for rental housing must be accomplished, to the extent feasible, between the months of October and May of each year to ensure that a rental housing's air conditioning meets the Required Service Standard during June 1 through September 30.
 - (2) If a rental housing's air conditioning must be serviced or replaced between June 1 and September 30, the landlord must, except in the case of an emergency, notify all of the tenants in advance of such service or replacement and provide an estimate of the time during which the air conditioning will not meet the Required Service Standard. In the event of an emergency, if the air conditioning will not meet the Required Service Standard for more than a 24-hour period, the landlord must provide the tenants with an estimate of the time during which the air conditioning will not meet the Required Service Standard. Any servicing or replacing air conditioning not meeting the Required Service Standard during June 1 through September 30 must be completed within 5 calendar days of the air conditioning not meeting the Required Service Standard unless the landlord requests, and receives, an extension of time from the Director as provided in subsection (c), below.



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- (b) If, after the Department inspects rental housing in response to a complaint or during a regularly scheduled inspection, it is determined that the rental housing's air conditioning does not meet the Required Service Standard, the landlord must immediately commence repair or replacement of the air conditioning, with such repair or replacement being completed no later than 5 calendar days from the date of the Department issuing a Notice of Violation.
- (c) A landlord, within the 5 calendar day time frame under subsections (a) and (b), may request an extension of time from the Director when circumstances beyond the landlord's control prevent the (i) repair of air conditioning or (ii) replacement of air conditioning that becomes inoperable or economically infeasible to continue to operate being completed to meet the Required Service Standard. To request an extension of time, the landlord must submit to the Department a written request for an extension and:
 - (1) Documentation providing that the repairs will be completed to bring the air conditioning to meet the Required Service Standard within 15 calendar days of the landlord's request, including a copy of a signed invoice or contract with a third-party licensed HVAC contractor or engineer outlining the scope of the repairs, and/or a copy of one or more paid invoices to third-party vendors for parts ordered to make the repairs, accompanied by a letter specifying that the repairs will be completed to bring the air conditioning to meet the Required Service Standard within 15 calendar days of the request.
 - (2) Documentation providing that the installation of new air conditioning units or the installation of a new central air conditioning system will be completed to bring the air conditioning to meet the Required Service Standard within 21 calendar days of the landlord's request, including a copy of a third party licensed HVAC contractor or engineer that the air conditioning units or the central air conditioning system cannot be repaired, or it is not economically feasible to do so, along with a copy of one or more paid invoices to third party vendors for the replacement of the air conditioning units or the central air conditioning system, accompanied by a letter specifying that the air conditioning units or the central air conditioning system, will be installed and meet the Required Service Standard within 21 calendar days of the request.
- (d) When determining whether to grant an extension of time, the Director may consider whether or not one or more tenants grants the landlord, and the landlord's contractors, necessary access into the rental units to correct the air conditioning so that it meets the Required Service Standard. Notice of entry into the rental units must be provided in the manner required under the lease. If the Director finds that one or more tenants fails to provide necessary access, the timeframes in subsection (c) for correcting air conditioning so that it meets the Required Service Standard may be extended until such access is granted.

29.30.02.04 Supplying Air Conditioning to Rental Housing With No Air Conditioning

- (a) In rental housing that does not have air conditioning, a landlord's requirement to supply air conditioning in rental housing is met if the landlord installs new air conditioning units or a new central air conditioning system that will meet the Required Service Standard within 30 calendar days from the effective date of this Regulation.
- (b) If during the Department's inspection of rental housing in response to a complaint, or during the Department's regularly scheduled inspection of the rental housing, it is determined that the rental housing does not have air conditioning, the landlord must immediately secure any necessary permits and commence installation of new air



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conditioning units or a new central air conditioning system that will meet the Required Service Standard within 30 days from the date of the Department issuing a Notice of Violation.

- (c) A landlord may apply for an extension of time of up to 6 months to comply with the installation of new air conditioning provided the request is made in writing to the Department within 5 calendar days of the Department issuing a Notice of Violation and the Director finds that:
 - (1) The landlord must make electrical upgrades to the rental housing to meet the Required Service Standard; and
 - (2) Making the repairs would cause financial hardship to the landlord.

Marc Elrich. County Executive Date: 5/4/2021

Approved as to Form and Legality:

Office of the County Attorney Date: 3-3-21

Bill No.	24-1	9		
Concerning: La	andlord-	Tenant Re	latio	<u>ns –</u>
Obligations	of	Landlord	_	Air
<u>Conditionin</u>	g			
Revised: 2/25			No	6
Introduced:	July 16	, 2019		
Enacted:	Februa	ry 25, 2020)	
Executive:	March 2	2, 2020		
Effective:	June 1,	2020		
Sunset Date:	None			
Ch. <u>4</u> , Law	s of Mo	ont. Co. 🔄	2020)

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Councilmember Hucker Co-Sponsors: Councilmembers Jawando and Albornoz, Council President Navarro, and Councilmember Riemer

AN ACT to:

- (1) require a landlord to provide and maintain air conditioning service for rental housing located in the County during certain months;
- (2) establish standards for air conditioning service provided by a landlord; [[and]]
- (3) establish certain exceptions from the air conditioning requirement; and
- [[(3)]] (4) generally amend the law governing rental housing in the County.

By amending

Montgomery County Code <u>Chapter 26. Housing and Building Maintenance Standards</u> <u>Section 26-7</u>

Chapter 29. Landlord-Tenant Relations Section 29-30

ent.
e

The County Council for Montgomery County, Maryland approves the following Act:

1	Sec. 1. [[Section]] <u>Sections 26-7 and</u> 29-30 [[is]] <u>are</u> amended as follows:		
2	26-7. Light, ven	tilation	and heating, temperature control.		
3	The owner of each dwelling or dwelling unit must assure compliance with				
4	the follow	ing stan	dards during human habitation:		
5			* * *		
6	<u>(f)</u> <u>Ten</u>	<u>iperatur</u>	<u>re control – air conditioning in rental housing.</u>		
7	<u>(1)</u>	For	purposes of this subsection, rental housing has the		
8		mear	ning stated in Section 29-1, except that rental housing		
9		<u>does</u>	not include:		
10		<u>(A)</u>	a detached single-family home; or		
11		<u>(B)</u>	a dwelling unit located on a site listed in the National		
12			Register of Historic Places.		
13	<u>(2)</u>	Exce	pt as provided in paragraph (3), between June 1 and		
14		<u>Septe</u>	<u>ember 30:</u>		
15		<u>(A)</u>	Each owner of rental housing where cooling is not		
16			under the control of the tenant must maintain a		
17			temperature of no more than 80 degrees Fahrenheit		
18			(80° F.) in each habitable space at a distance of 3 feet		
19			above floor level; and		
20		<u>(B)</u>	Each owner of rental housing where the cooling is		
21			under the control of the tenant must provide an air		
22			conditioning system capable of maintaining a		
23			temperature of no more than 80 degrees Fahrenheit		
24			(80° F.) in each habitable space at a distance of 3 feet		
25			<u>above floor level.</u>		
26	[[<u>(3</u>) <u>A ter</u>	ant may elect to have no air conditioning service installed and		
27		provi	ded if:		

(7)

28			<u>(A)</u>	<u>the ai</u>	r conditioning, if installed, would be provided by one
29				<u>or mo</u>	ore individual air conditioning units controlled by the
30				tenan	t <u>; and</u>
31			<u>(B)</u>	<u>an ad</u>	dendum to the lease:
32				<u>(i)</u>	specifies any additional amount of rent that would be
33					required if air conditioning were provided;
34				<u>(ii)</u>	acknowledges that the tenant has been offered, but
35					has elected not to have air conditioning; and
36				<u>(iii)</u>	acknowledges that the tenant has been informed of
37					the tenant's right to file a complaint with the Director
38					of the Department of Housing and Community
39					Affairs under Section 29-36.]]
40		<u>(3)</u>	<u>A lan</u>	<u>dlord n</u>	nay apply for, and the Director may grant, an extension
41			<u>of up</u>	<u>to six r</u>	nonths to comply with the requirements of this Section
42			if the	Direct	or finds that:
43			<u>(A)</u>	the la	andlord must make electrical upgrades to the rental
44				<u>housi</u>	ng to comply with the requirements; and
45			<u>(B)</u>	<u>makir</u>	ng the upgrades would cause financial hardship to the
46				landlo	<u>ord.</u>
47		<u>(4)</u>	This	subsec	ction must not be construed to permit any
48			<u>violat</u>	ion of	a fire safety requirement under Section 26-8(a).
49					* * *
50	29-30. Oblig	gation	s of lar	ndlord	S.
51	(a)	Each	landlo	rd mus	t reasonably provide for the maintenance of the health,
52		safety	, and	welfar	e of all tenants and all individuals properly on the
53		prem	ises of	rental	housing. As part of this general obligation, each

- 3 -

landlord must:

54

55		* * *
56	(6)	Supply water and hot water as reasonably required by the tenant
57		and adequate heat as required by Chapter 26. In a dwelling unit
58		located in a common ownership community, the landlord must
59		provide water, hot water and adequate heat to the extent that the
60		landlord is responsible for providing these services. This
61		subsection [[does not]] must not be construed to impair any
62		provision in a lease that obligates a tenant to pay for gas, heating
63		oil, electricity, water, or sewer service that the tenant uses.
64		* * *
65	<u>(9)</u>	Except when required for reasonable maintenance and repair,
66		[[Supply]] supply and maintain air conditioning service either
67		through individual air conditioning units or a central air
68		conditioning system in a safe and good working condition so that
69		it [[provides an inside temperature of eighty degrees Fahrenheit
70		(80° F.) or less between May 1 and September 30]] meets the
71		requirements of Section 26-7. This [[subsection does not]]
72		paragraph must not be construed to impair any provision in a lease
73		that obligates a tenant to pay for gas or electricity that the tenant
74		uses. The Executive must adopt Method (2) regulations to
75		implement the requirements of this paragraph, including
76		regulations to define reasonable maintenance and repair.
77		* * *
78	<u>Sec. 2. Tra</u>	msition. For 12 months following the effective date of this Act, a
79	landlord may req	uest, and the Director may grant, delayed implementation of the
80	requirements of t	his Act for any real property that is the subject of a pending

81 application for a necessary approval for development before the Planning Board, Board

(9)

82	of Appeals, or Office of Zoning and Administrative Hearings. The period of delayed
83	implementation for a property may not exceed the sooner of the completion of the
84	development or 24 months.
85	Sec. 3. Impairment of Leases. This Act must not be construed to invalidate or
86	impair a lease in effect on the effective date of the Act.
87	Sec. 4. Financing. The Executive must, subject to appropriation and applicable
88	law, explore options to offer low-interest financing to landlords who need to upgrade
89	their electrical systems to comply with the requirements of this Act.

Approved:

Sidney Katz, President, County Council

Approved:

Marc Elrich, County Executive

This is a correct copy of Council action.

Selena Mendy Singleton, Clerk of the Council

2-/26 2020

3 20

Date

Date