| BIII NO      |             | <u>9-16</u> |              |      |
|--------------|-------------|-------------|--------------|------|
| Concerning:  | Housing     | and         | Buil         | ding |
| Maintena     | ance        | Standar     | ds           |      |
| Registra     | tion of Vac | ant Prop    | erty         |      |
| Revised: _5  | /2/2017     | Dra         | ft No.       | 11   |
| Introduced:  | Septen      | nber 20, 2  | <u> 2016</u> |      |
| Enacted:     | May 2,      | 2017        |              |      |
| Executive: _ |             |             |              |      |
| Effective:   |             |             |              |      |
| Sunset Date: | None_       |             |              |      |
| Ch. L        | aws of Mo   | nt. Co.     |              |      |

# COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Councilmember Hucker

Co-Sponsors: Councilmembers Leventhal and Navarro, Vice President Berliner, Councilmembers Elrich, Riemer, and Rice, and Council President Floreen

#### AN ACT to:

- (1) require [[owners of certain unmaintained vacant buildings to register those vacant buildings with]] the Director of the Department of Housing and Community Affairs to identify unmaintained vacant dwellings;
- (2) require owners of certain unmaintained vacant buildings to pay certain fees;
- (3) require inspections for certain unmaintained vacant buildings; and
- (4) generally amend County law on housing and building maintenance standards.

#### By adding

Montgomery County Code

Chapter 26, Housing and Building Maintenance Standards

[[Article I, General

Article II, Registration of Vacant Property

Sections 26-19, 26-20, 26-21, 26-22, 26-23, and 26-24]]

Article III, Unmaintained Vacant Property

Sections 26-20, 26-21, 26-22, 26-23, 26-24, 26-25, and 26-26

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

| 1  | Sec. 1. Chapter 26 is amended by adding [[Articles I and II (Sections               |  |
|----|---|--|
| 2  | 26-19, 26-20, 26-21, 26-22, 26-23, and 26-24)]] Article III (Sections 26-20, 26-21, |  |
| 3  | <u>26-22, 26-23, 26-24, 26-25, and 26-26)</u> as follows:                           |  |
| 4  | Article I. General.   |  |
| 5  | * * *   |  |
| 6  | Article III. [[Registration of]] Unmaintained Vacant Property.                      |  |
| 7  | [[ <u>26-19</u> ]] <u>26-20.</u> <u>Definitions.</u>                                |  |
| 8  | In this Article, the following terms have the meanings indicated:                   |  |
| 9  | Department means the Department of Housing and Community Affairs.                   |  |
| 10 | Director means the Director of the Department or the Director's designee.           |  |
| 11 | [[Dwelling unit has the same meaning as in Section 26-2.]]                          |  |
| 12 | Fit for occupancy means ready for immediate occupancy [[by a tenant withou          |  |
| 13 | more than minor cosmetic changes]] as a residence.                                  |  |
| 14 | Occupied means the use of one's dwelling as a residence [[in improved real          |  |
| 15 | property]] on a regular basis.  |  |
| 16 | Public nuisance has the same meaning as in Section 26-2.                            |  |
| 17 | Vacant [[building]] dwelling means residential real property improved by a          |  |
| 18 | dwelling which is not occupied. A vacant dwelling includes a unit in a              |  |
| 19 | condominium. A [[building]] dwelling is only a vacant [[building]] dwelling         |  |
| 20 | if the Director determines that there is no resident for which an intent to return  |  |
| 21 | and occupy the [[building]] dwelling can be shown. To determine whether a           |  |
| 22 | dwelling is vacant, the Director must consider:                                     |  |
| 23 | (1) past due utility notices and/or disconnected utilities;                         |  |
| 24 | (2) accumulated mail;   |  |
| 25 | (3) no window covering;   |  |
| 26 | (4) no furniture observable;  |  |
| 27 | (5) open accessibility;   |  |

| 28 | <u>(6)</u>  | deferred maintenance; and   |  |
|----|---|---|--|
| 29 | (7)   | the dwelling is boarded up.   |  |
| 30 | <u>Unm</u>  | aintained vacant [[building]] dwelling means a vacant [[building]]            |  |
| 31 | dwelling not maintained as required by Chapter 26, Article 1. |   |  |
| 32 | [[Visual blight has the same meaning as in Section 26-2.]]    |   |  |
| 33 | [[26-20]] <u>26-21</u> . <u>Applicability.</u>                |   |  |
| 34 | This .  | Article does not apply to any real property that is                           |  |
| 35 | <u>(a)</u>  | owned by:   |  |
| 36 |   | (1) the government of the United States or its instrumentalities;             |  |
| 37 |   | (2) the State of Maryland or its instrumentalities; or                        |  |
| 38 |   | (3) <u>a foreign government or its instrumentalities;</u>                     |  |
| 39 | <u>(b)</u>  | under active construction or undergoing active rehabilitation,                |  |
| 40 |   | renovation, [[or]] repair, or demolition, [[and there is]] or under a         |  |
| 41 |   | building permit to make the building fit for occupancy or to be               |  |
| 42 |   | demolished [[that was issued, renewed, or extended within 12 months of        |  |
| 43 |   | the registration date]];  |  |
| 44 | <u>(c)</u>  | for a period not to exceed 24 months, the subject of a probate                |  |
| 45 |   | proceeding or the title is the subject of litigation, including a foreclosure |  |
| 46 |   | proceeding; or  |  |
| 47 | <u>(d)</u>  | maintained as required by Chapter 26, Article 1.                              |  |
| 48 | [[ <u>26-21.</u> <u>F</u>                                     | Registration of unmaintained vacant buildings; inspection;                    |  |
| 49 | notification  | ]] <u>26-22. Designation of unmaintained vacant dwellings; inspection.</u>    |  |
| 50 | <u>(a)</u>  | [[Building maintenance required. The owner of a vacant building must          |  |
| 51 |   | maintain the building as required by Chapter 26, Article 1.                   |  |
| 52 | <u>(b)</u>  | Unmaintained vacant buildings registry. The Department must maintain          |  |
| 53 |   | a list of unmaintained vacant buildings.                                      |  |
| 54 | <u>(c)</u>  | Registration required.  |  |

| 55       | (1)                   | Within 90 days after a building becomes an unmaintained vacant   |
|----------|-----------------------|--|
| 56       |                       | building, the owner must register the building and pay the   |
| 57       |                       | registration fee required in Section 26-23. An owner must renew  |
| 58       |                       | a registration annually from the date of initial registration unless   |
| 59       |                       | there is a change in ownership.  |
| 60       | <u>(2)</u> ]]         | The Director must identify [[nonregistered]] unmaintained vacant   |
| 61       |                       | [[building]] dwellings throughout the County. The Director must  |
| 62       |                       | notify the owner in writing that the owner's [[building]] dwelling   |
| 63       |                       | has been designated as an unmaintained vacant [[building]]   |
| 64       |                       | dwelling and of the owner's right to [[appeal]] seek   |
| 65       |                       | reconsideration of this designation and appeal the decision under  |
| 66       |                       | Section 26-25.   |
| 67       | [[(d)]] (b) <u>In</u> | spections required.  |
| 68       | (1)                   | Inspections required. The Director must inspect every  |
| 69       |                       | unmaintained vacant [[building]] dwelling at least annually to   |
| 70       |                       | ensure that:   |
| 71       |                       | (A) the [[building]] dwelling complies with all applicable laws,   |
| 72       |                       | including Chapter 26, Article I; and   |
| 73       |                       | (B) vacancy of the [[building]] dwelling is not;   |
| 74       |                       | (i) <u>detrimental to the public health, safety, and welfare;</u>  |
| 75       |                       | (ii) a hazard to police officers or firefighters entering the  |
| 76       |                       | [[building]] dwelling in an emergency; or  |
| 77       |                       | (iii) a public nuisance.   |
|          |                       | _  |
| 78       | <u>(2)</u>            | Additional inspections authorized. The Director may inspect [[a]]  |
| 78<br>79 | (2)                   | Additional inspections authorized. The Director may inspect [[a]] an unmaintained vacant [[building]] dwelling more often than |

| 81  | [ <u>(e)</u>                  | County notification. The Director of the Department of Finance must        |
|-----|-------------------------------|--|
| 82  |                               | notify all property owners of the requirements of this Article at the same |
| 83  |                               | time as the Director notifies property owners of any real property taxes   |
| 84  |                               | due.]]   |
| 85  | [[ <u>26-22</u> ]] <u>2</u> 6 | -23. Exemptions.   |
| 86  | <u>(a)</u>                    | The Director may grant an exemption from the [[registration]]              |
| 87  |                               | requirement in Section [[26-21]] 26-22 for any real property that is:      |
| 88  |                               | (1) in compliance with [[26-21]] 26-22(a) and the property owner           |
| 89  |                               | has been actively seeking in good faith to rent [[of]] or sell the         |
| 90  |                               | property if:   |
| 91  |                               | (A) the time period for sale or rent does not exceed 1 year from           |
| 92  |                               | the initial listing, offer, or advertisement of sale or rent of a          |
| 93  |                               | residential building; and  |
| 94  |                               | (B) the building has a valid certificate of occupancy;                     |
| 95  |                               | (2) for a period not to exceed 12 months, the subject of a pending         |
| 96  |                               | application for a necessary approval for development before the            |
| 97  |                               | Planning Board, Board of Appeals, or Office of Zoning and                  |
| 98  |                               | Administrative Hearings; or  |
| 99  |                               | (3) for a period not to exceed 24 months, the subject of [[an              |
| 100 |                               | inheritance]] a probate proceeding.  |
| 101 | <u>(b)</u>                    | The cumulative time period that a vacant [[building]] dwelling may be      |
| 102 |                               | exempted from this Article must not exceed 3 years.                        |
| 103 | <u>(c)</u>                    | An application for an exemption [[from the registration requirement]]      |
| 104 |                               | must be made on a form the Director prescribes.                            |
| 105 | <u>(d)</u>                    | A person that believes the Director has incorrectly denied the person's    |
| 106 |                               | application for an exemption may appeal that decision [[according to]]     |
| 107 |                               | under Section [[26-24]] 26-25.   |

## [[26-23]] 26-24. Fees; lien.

- [[(a)]] (a) Fees. The County Executive must set one or more fees by regulation
  under Method (2). The fee must increase for larger numbers of
  inspections performed that the Director determines are necessary to
  ensure compliance with this Section.
  - [[(b) A vacant building owned by the County or its instrumentalities must comply with the registration requirement of Section 26-21, but is not subject to any fees required in paragraph (a).]]
  - (b) Lien. Any unpaid fee under this Article constitutes a lien on the property and may be collected in the same manner as taxes are collected.

### [[26-24]] 26-25. Right to appeal.

- 119 (a) Within 10 days after the [[designation of an owner's building as a]]
  120 Director sends written notice that an owner's property has been
  121 designated as an unmaintained vacant [[building]] dwelling, the owner
  122 may petition the Director for reconsideration by filing the form
  123 prescribed by the Director. Within 30 days after receiving the petition,
  124 the Director must issue a notice of final determination.
  - (b) Any person aggrieved by [[an]] a designation or notice of final action of the Director under this Article may, within [[10 days after receiving]] 15 days after the Director sends written notice of the action, appeal that action to the Circuit Court under the Maryland Rules of Procedure for judicial review of a final administrative agency decision. An appeal does not stay the Director's action. A party aggrieved by the decision of the Circuit Court may appeal that decision to the Court of Special Appeals.

# 26-26. Annual report.

| 134 | By $M$   | <u> 1 each year, the Director must submit to the County Executive and</u> |  |
|-----|--|---|--|
| 135 | County Council a report on the Department's activities related to unmaintained |   |  |
| 136 | vacant dwel  | llings. The report must include:  |  |
| 137 | <u>(a)</u>   | the zip code of each property inspected during the prior calendar year;   |  |
| 138 | <u>(b)</u>   | for each property inspected, a summary of violations by number found      |  |
| 139 |  | and number corrected;   |  |
| 140 | <u>(c)</u>   | the number of citations issued to each property owner during the prior    |  |
| 141 |  | calendar year; and  |  |
| 142 | <u>(d)</u>   | the amount of fees collected from each property owner during the prior    |  |
| 143 |  | calendar year.  |  |

| Approved:                                 |             |
|---|-------------|
|   | May 2, 2017 |
| Roger Berliner, President, County Council | Date        |
| Approved:                                 |             |
|   |             |
|   |             |
| Isiah Leggett, County Executive           | Date        |
| This is a correct copy of Council action. |             |
|   |             |
|   |             |
| Linda M. Lauer, Clerk of the Council      | Date        |