1	BY AUTHO	<u>PRITY</u>
2	ORDINANCE NO	COUNCIL BILL NO. 22-0617
3	SERIES OF 2022	COMMITTEE OF REFERENCE
4		Safety, Housing, and Education
5		
6	<u>A</u>	<u> BILL</u>
7		
8	For an ordinance enacting a new article XI	chapter 27 of the Denver Revised Municipal
9	Code requiring unit owners' associations to notify homeowners of certain rights when	
10	initiating a foreclosure action and consolidation	ating existing notice and disclosure duties for
11	tenant rights.	
12		
13	WHEREAS, the City and County of Denve	has a compelling local and municipal interest
14	in ensuring Denver residents have full knowledge of their rights under the law and the	
15	resources available to them; and	
16	WHEREAS, the rapidly increasing price of housing in Denver combined with economic	
17	instability from the Covid-19 pandemic has created concerns over affordability of housing in	
18	Denver and the ability of current Denver resident	s to continue to afford their homes; and
19	WHEREAS, providing resources to help	keep Denver homeowners in their homes
20	promotes and protects the continued existence	e of Denver's vibrant and unique cultural
21	communities; and	
22	WHEREAS, providing Denver residents in	formation regarding their resources and rights
23	before a lien is foreclosed upon may expedite pay	ment of the lien while allowing the resident to
24	stay in their home, benefitting all parties;	
25	WHEREAS, the purpose of this ordinance	is to ensure that homeowners are provided
26	information regarding resources maintained by the	ne City, without compromising the rights and
27	remedies unit owners and homeowners associate	ions are entitled to under state law; and
28	WHEREAS, nothing in this ordinance is	intended to conflict with or supersede the
29	requirements of any state statute governing un	t owners' associations foreclosure actions,
30	including by way of example the lien and notice p	rovisions set forth in the Colorado Common
31	Interest Ownership Act, Article 33.3 of Title 38, C	C.R.S.

BE IT ENACTED BY THE COUNCIL OF THE CITY AND COUNTY OF DENVER:

**Section 1.** That article VIII, D.R.M.C. shall be amended by deleting the language stricken, and adding the language underlined, to read as follows:

## Sec. 27-195. - Licensing requirements.

- In addition to the provisions applicable to all licenses, all residential rental property licensees shall comply with the following provisions:
  - (a) A residential rental property licensee must maintain premises in compliance with article II, and all rules and regulations adopted pursuant thereto.
  - (b) A residential rental property licensee shall ensure that all appliances supplied by the owner are in good working condition, free of leaks or other defects, so as not to cause any unsafe or unsanitary condition.
  - (c) A residential rental property licensee shall ensure that all dwelling units within a residential rental property contain a functioning smoke detector, carbon monoxide detector, and fire extinguisher.
  - (d) A residential rental property licensee shall comply with section <u>27-240</u><del>27-201(a)</del> herein.

## Sec. 27-201. - Executed written leases and notice of tenant rights and resources.

- (a) Executed written lease and notice of tenant rights and resources. Beginning January 1, 2022, no owner or operator shall allow any person to initiate a new occupancy of a rental property for a period in excess of 30 days for valuable consideration unless and until such owner or operator has provided a copy of an executed written lease, in the timeframes and manner set forth in C.R.S. § 38-12-801. In addition, at the time of providing a copy of the executed written lease and at any time the owner or operator makes any rent demand posted pursuant to C.R.S. § 13-40-104, an owner or operator shall provide written notice of tenants' rights and resources on a form provided or approved by the city. Such notice shall contain information concerning minimum housing standards required under article II of chapter 27; resources and information on how to make a complaint related to minimum housing standards; a statement regarding tenants' legal rights when receiving a notice to vacate their premises, to utilize or seek legal representation, or in any court proceeding related to their rental housing; and, how to locate rental assistance and legal service providers.
- (b) *Enforcement.* An owner or operator who violates the provisions of this section 27-201(a) is subject to the penalties and procedures set forth in article XII, chapter 2 of the Code, Administrative Citations, of this Code. This subsection (b) shall sunset at the time a license is required under 27-193, and thereafter any residential rental licensee failing to comply with section 27-201(a) may be subject to suspension, revocation, or sanctions in 27-200 herein, in addition to the grounds set forth in chapter 32 of this Code.

1	Sec. 27-2021 Rules and regulations.
2	Sec. 27-20 <u>32</u> Reporting.
3	Sec. 27-204 <u>3</u> – 27-210 Reserved.
4	Section 2. That article IX, chapter 27, D.R.M.C. shall be amended by deleting the language
5	stricken, and adding the language underlined to read as follows:
6	Sec. 27-215 Required disclosures.
7	Beginning January 1,2022, or upon earlier adoption of the city approved notice in accordance with 27-
8	201(a), landlords or any agent working on behalf of a property owner shall provide the city's approved
9	written notice of tenants' rights and resources. The landlord or its agent must provide such notice to
10	tenants at each of the following times:
11	(a) At the time of executing a lease;
12	(b) At any time the owner or operator makes any rent demand posted pursuant to C.R.S.
13	<del>§ 13-40-104;</del>
14	(c) In addition to the requirements of 27-201 (a), such notice must also be provided at
15	the time that the Denver Housing Authority or any other affordable housing provider sends a notice to
16	terminate a tenant's subsidy or tenancy.
17	Sec. 27-21 <u>5</u> 6 Rules and regulations.
18	The executive director of the department of housing stability may adopt such reasonable
19	rules and regulations as may be necessary for the administration and implementation of the provisions
20	of this article.
21	Sec. 27-216 Reserved.
22	Section 3. A new article XI, chapter 27 shall be added and read as follows:

## ARTICLE XI. – REQUIRED DISCLOSURES

## Sec. 27-240. – Eviction and Foreclosure Resources.

- (a) Executed written lease. No landlord or its agent shall allow any person to initiate a new occupancy of a rental property for a period in excess of 30 days for valuable consideration unless and until such landlord or agent has provided a copy of an executed written lease, in the timeframes and manner set forth in C.R.S. § 38-12-801.
- (b) Written notice of tenant rights and resources. The landlord or agent shall provide written notice of tenants' rights and resources on a form provided or approved by the city. Such notice shall contain information concerning minimum housing standards required under article II of chapter 27; resources and information on how to make a complaint related to minimum housing standards; a statement regarding tenants' legal rights when receiving a notice to vacate their premises, in any court

1	proceeding related to their rental housing, and the right to utilize or seek legal representation; and ho			
2	to locate rental assistance and legal service providers. The landlord or its agent must provide such			
3	notice to tenants at each of the following times:			
4	(1) At the time of executing a lease;			
5	(2) At any time the owner or operator n	nakes any rent demand posted pursuant to	C.R.S	
6	§ 13-40-104;			
7	(3) At the time that the Denver Hou	sing Authority or any other affordable	housing	
8	provider sends a notice to terminate a tenant's subsidy or tenancy.			
9	(c) Foreclosure resources. Any asso	ociation, or assignee of the association	's debt	
10	seeking to foreclose a lien on and after August 30, 2	2022 shall provide written notice of owner	s' rights	
11	and resources on a form provided or approved by t	he city at least thirty (30) days prior to in	stituting	
12	such action. Such notice shall contain a listing of leg	al and housing resources for homeowner	s facing	
13	foreclosure. An association shall maintain a record of	of such notice, including the date and time	that the	
14	notice was provided. As used in this subsection,	"association" has the meaning set fort	h in the	
15	Colorado Common Interest Ownership Act, Article 33.3 of Title 38, C.R.S., as amended.			
16	(d) Enforcement. Any person who viola	ates the provisions of this section is subje	ct to the	
17	penalties and procedures set forth in article XII, chapter 2, Administrative Citations, of this Code. In			
18	addition to such penalties, any residential rental licensee failing to comply with this section may be			
19	subject to suspension, revocation, or sanctions in section 27-200, in addition to the grounds set forth			
20	in chapter 32 of this Code.			
21				
22	COMMITTEE APPROVAL DATE:,	2022.		
23	MAYOR-COUNCIL DATE:,	2022.		
24	PASSED BY THE COUNCIL		_ 2022	
25		PRESIDENT		
26	APPROVED:		_2022	
27 28 29 30	ATTEST:	CLERK AND RECORDER, EX-OFFICIO CLERK OF THE CITY AND COUNTY OF DENVER		
31	NOTICE PUBLISHED IN THE DAILY JOURNAL _	2022;	2022	
32				

Pursuant to section 13-9, D.R.M.C., this proposed ordinance has been reviewed by the office of the

1 2 3	City Attorney. We find no irregularity as to form and have no legal objection to the proposed ordinance. The proposed ordinance is not submitted to the City Council for approval pursuant to § 3.2.6 of the Charter.
4	5.2.0 of the Charter.
5	Kristin M. Bronson
6	City Attorney
7	
8	BY:,City Attorney DATE: