AM66 LB85 MAL - 01/30/2019

AMENDMENTS TO LB85

Introduced by Urban Affairs.

- 1 1. Strike the original sections and insert the following new
- 2 sections:
- 3 Section 1. The Legislature finds that the enforcement of local
- 4 building and construction codes is a matter of state concern,
- 5 particularly in larger cities which contain a large number of residential
- 6 rental properties. The state provides guidelines for the adoption of
- 7 local building and construction codes under the Building Construction Act
- 8 and regulates the landlord and tenant relationship through the Uniform
- 9 Residential Landlord and Tenant Act. Recognizing the need to safeguard
- 10 life, health, property, and the public welfare through the appropriate
- 11 enforcement of local building and construction codes, the Legislature
- 12 hereby declares the necessity of establishing minimum requirements for
- 13 <u>cities of the metropolitan class to enforce such codes through a</u>
- 14 proactive rental housing inspection program.
- 15 Sec. 2. For purposes of sections 1 to 7 of this act:
- 16 (1) City means any city of the metropolitan class;
- 17 (2) Housing agency has the same meaning as in section 71-1575; and
- 18 (3) Newly constructed residential rental property means (a) a
- 19 single-family or multi-unit residential rental property that was
- 20 constructed within the past five years or (b) a non-residential rental
- 21 property that was converted into multi-unit residential rental property
- 22 <u>within the past five years. For purposes of this subdivision, a rental</u>
- 23 property shall be considered constructed or converted on the date of
- 24 issuance of an occupancy permit by the city.
- 25 Sec. 3. Any city which enacts and administers a local building or
- 26 construction code under section 71-6406 shall adopt a rental housing
- 27 inspection program to enforce the relevant provisions of such local

- 1 <u>building or construction code for all residential rental property within</u>
- 2 the corporate limits of the city. The enforcement procedures for a rental
- 3 <u>housing inspection program adopted pursuant to this section shall be</u>
- 4 designed to improve housing conditions. The city shall make reasonable
- 5 <u>efforts to prevent unreasonable displacement of tenants from residential</u>
- 6 <u>rental property when enforcing such program.</u>
- 7 Sec. 4. (1) A rental housing inspection program adopted under
- 8 <u>section 3 of this act shall include:</u>
- 9 (a) A requirement that all residential rental property within the
- 10 corporate limits of the city be registered with the city, except for any
- 11 <u>such property that is owned by a housing agency;</u>
- 12 (b) A requirement that all residential rental property within the
- 13 corporate limits of the city be inspected at least once within a three-
- 14 year cycle, except as provided in section 5 of this act, and except for
- 15 any such property that is:
- 16 (i) Newly constructed residential rental property;
- 17 (ii) Owned by a housing agency;
- 18 (iii) Inspected or caused to be inspected by a housing agency to
- 19 enforce housing quality standards required by the United States
- 20 <u>Department of Housing and Urban Development;</u>
- 21 (iv) A qualified low-income building or buildings, as such term is
- 22 <u>defined in section 42 of the Internal Revenue Code of 1986, as amended;</u>
- 23 <u>or</u>
- 24 (v) A building or buildings which are regularly inspected pursuant
- 25 to a governmental or quasi-governmental program for the provision of
- 26 <u>affordable</u>, safe, and sanitary housing;
- 27 <u>(c) A supplemental system of inspections of residential rental</u>
- 28 property upon receipt of any complaints; and
- 29 <u>(d) A procedure for owners of residential rental property to appeal</u>
- 30 <u>adverse decisions under the rental housing inspection program.</u>
- 31 (2)(a) The city shall comply with the requirements of subdivisions

1 (1)(a), (c), and (d) of this section no later than one year following the

- 2 <u>effective date of this act.</u>
- 3 (b) For residential rental property with three or more rental units,
- 4 the city shall comply with the requirements of subdivision (1)(b) of this
- 5 <u>section no later than two years following the effective date of this act.</u>
- 6 For residential rental property with less than three rental units, the
- 7 city shall comply with the requirements of subdivision (1)(b) of this
- 8 <u>section no later than three years following the effective date of this</u>
- 9 <u>act.</u>
- 10 Sec. 5. A rental housing inspection program adopted under section 3
- 11 of this act may include:
- 12 <u>(1) A schedule of annual registration fees, which fees may vary</u>
- 13 depending on the type of dwelling, dwelling unit, history of code
- 14 compliance, or other pertinent factors;
- 15 (2) A schedule of fines for failure to comply with registration and
- 16 local building and construction code requirements, including fines and
- 17 <u>interest for late payments;</u>
- 18 (3) A schedule of inspection fees for any reinspection required in
- 19 addition to a regular inspection of any residential rental property;
- 20 <u>(4) A provision allowing for less frequent inspections of</u>
- 21 <u>residential rental properties with a history of code compliance and</u>
- 22 <u>responsiveness to prior code complaints; and</u>
- 23 (5) A provision establishing an escrow account where monthly rental
- 24 fees are deposited for those units found to be in code violation and held
- in escrow until such units are in code compliance.
- 26 Sec. 6. <u>For multi-unit residential rental properties</u>, a <u>rental</u>
- 27 housing inspection program adopted under section 3 of this act may
- 28 provide for inspections to be conducted on a random sampling of all units
- 29 of such property instead of inspecting all units of such property.
- 30 Sec. 7. (1) A city may enforce the collection of unpaid fees and
- 31 unpaid fines assessed or levied under any schedule adopted pursuant to

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section 5 of this act by filing a civil action in any court of competent
jurisdiction.

(2) Unpaid fees and unpaid fines assessed or levied under any 3 schedule adopted pursuant to section 5 of this act shall become a lien on 4 5 the applicable property upon the recording of a notice of such lien in 6 the office of the register of deeds of the county in which the applicable 7 property is located. The lien created under this subsection shall be 8 subordinate to all other prior recorded liens on the applicable property. 9 Sec. 8. The Revisor of Statutes shall assign sections 1 to 7 of this act to Chapter 14. 10