

Legislation Text

File #: 24-0212, Version: 1

An Ordinance to Amend Sections 8:530 and 8:531 of Chapter 105 (Housing Code) of Title VII (Building Regulations) of the Code of the City of Ann Arbor (ORD-24-03)

A majority-approximately 55%-of the households in the City of Ann Arbor are renter-occupied. The City is in the midst of a housing crisis. Rental housing in the City is in high demand and short supply. This high demand has contributed to pressure on tenants to renew increasingly early into a lease period, which negatively impacts tenants both economically and non-economically.

In 2021 and 2022, the Ann Arbor City Council passed an ordinance amendment to the Early Leasing Ordinance (ORD No. 21-22) and enacted the Right to Renew Ordinance (ORD No. 22-15) to regulate leasing transactions in the interest of the health, safety, and welfare of City residents to reduce the pressure on tenants to renew early into a lease period.

Since these changes were enacted, pressure on tenants to renew early into a lease period has persisted. Tenants have reported that landlords use loopholes in the ordinance to apply pressure to tenants. (Students Report Landlords Finding Loopholes in the Early Leasing Ordinance, <<u>https://www.michigandaily.com/news/ann-arbor/students-report-landlords-finding-loopholes-in-the-early-leasing-ordinance/></u>; Ann Arbor Landlords Finding Ways Around New Renter Rights Law, Some Argue,

https://www.mlive.com/news/ann-arbor/2021/11/ann-arbor-landlords-finding-ways-around-new-renter-rights-law-some-argue.html.

The Renters' Commission and City staff continue to receive numerous complaints regarding landlords pressuring tenants to renew leases soon into the beginning of a lease.

The attached proposed ordinance amendment will address the continued pressure on tenants to renew early into a lease period. The proposed ordinance amendment also streamlines the early leasing and right to renew ordinances into one code section to eliminate conflict and duplication.

In particular, the proposed ordinance:

- Prevents landlords from making renewal offers to current tenants earlier than 180 days from the start of the current lease;
- Clarifies and adds to the list of required information that landlords must include in a written renewal offer, including a requirement that the landlord list all changes in the terms and conditions from the current lease;
- Merges two sections into one to reduce duplicate and conflicting provisions;
- Modifies all deadlines and timing to be counted from the start of the lease instead of counted from the end of the lease for clarity.

Reviewed by: John Reiser, Senior Assistant City Attorney Jennifer A. Richards, Assistant City Attorney (See Attached Ordinance)

Sponsored by: Councilmembers Radina, Harrison, Cornell, Briggs, Watson, Disch, and Ghazi Edwin