HB 1217 - H AMD 670 By Representative Macri

# ADOPTED 03/10/2025

1 Strike everything after the enacting clause and insert the 2 following:

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### 4

# "PART I RESIDENTIAL LANDLORD-TENANT ACT

5 <u>NEW SECTION.</u> Sec. 101. A new section is added to chapter 59.18 6 RCW to read as follows:

7 (1)(a) Except as authorized by an exemption under section 102 of 8 this act, a landlord may not increase the rent for any type of 9 tenancy, regardless of whether the tenancy is month-to-month or for a 10 term greater or lesser than month-to-month:

11 (i) During the first 12 months after the tenancy begins; and

12 (ii) During any 12-month period of the tenancy, in an amount 13 greater than seven percent.

(b) This subsection (1) does not prohibit a landlord from adjusting the rent by any amount after a tenant vacates the dwelling unit and the tenancy ends.

(2) If a landlord increases the rent above the amount allowed in subsection (1) of this section as authorized by an exemption under section 102 of this act, the landlord must include facts supporting any claimed exemptions in the written notice of the rent increase. Notice must comply with this section, section 103 of this act, RCW 59.18.140, and be served in accordance with RCW 59.12.040.

23 (3) If a landlord increases rent above the amount allowed in 24 subsection (1) of this section and the increase is not authorized by 25 an exemption under section 102 of this act, the tenant must offer the opportunity to cure the unauthorized increase 26 landlord an bv 27 providing the landlord with a written demand to reduce the increase to an amount that complies with the limit created in this section. In 28 addition to any other remedies or relief available under this chapter 29 30 or other law, the tenant may terminate the rental agreement at any 31 time prior to the effective date of the increase by providing the

1 landlord with written notice at least 20 days before terminating the 2 rental agreement. If a tenant terminates a rental agreement under 3 this subsection, the tenant owes rent for the full month in which the 4 tenant vacates the dwelling unit. A landlord may not charge a tenant 5 any fines or fees for terminating a rental agreement under this 6 subsection.

7 (4)(a) Except as provided in (b) of this subsection, a landlord 8 may not include terms of payment or other material conditions in a 9 rental agreement that are more burdensome to a tenant for a month-to-10 month rental agreement than for a rental agreement where the term is 11 greater or lesser than month-to-month, or vice versa.

12 (b) A landlord must provide parity between lease types with respect to the amount of rent charged for a specific dwelling unit. 13 For the purposes of this subsection, "parity between lease types" 14 means that, for leases or rental agreements that a landlord offers 15 16 for a specific dwelling unit, the landlord may not charge a tenant 17 more than a five percent difference in rent depending on the type of lease or rental agreement offered, regardless of whether the type of 18 lease or rental agreement offered is on a month-to-month or other 19 periodic basis or for a specified period. This five percent 20 21 difference may not cause the rent charged for a specific dwelling 22 unit to exceed the rent increase limit in subsection (1) of this 23 section.

(5) A tenant or the attorney general may bring an action in a court of competent jurisdiction to enforce compliance with this section or section 102 of this act, section 103 of this act, or RCW 59.18.140. If the court finds that a landlord violated any of the laws listed in this subsection, the court shall award the following damages and attorneys' fees and costs to the tenant:

30 (a) Damages in the amount of any excess rent, fees, or other 31 costs paid by the tenant;

32 (b) Damages in an amount of up to three months of any unlawful33 rent, fees, or other costs charged by the landlord; and

34 (c) Reasonable attorneys' fees and costs incurred in bringing the 35 action.

36 (6) The remedies provided by this section are in addition to any 37 other remedies provided by law.

38 (7) A landlord may not report the tenant to a tenant screening 39 service provider for failure to pay the portion of the tenant's rent 40 that was unlawfully increased in violation of this section.

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<u>NEW SECTION.</u> Sec. 102. A new section is added to chapter 59.18
 RCW to read as follows:

3 (1) A landlord may increase rent in an amount greater than 4 allowed under section 101 of this act only as authorized by the 5 exemptions described in this section. Rent increases are not limited 6 by section 101 of this act for any of the following types of 7 tenancies:

8 (a) A tenancy in a dwelling unit for which the first certificate 9 of occupancy was issued 12 or less years before the date of the 10 notice of the rent increase.

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(b) A tenancy in a dwelling unit owned by a:

12 (i) Public housing authority;

13 (ii) Public development authority;

14 (iii) Nonprofit organization, where maximum rents are regulated 15 by other laws or local, state, or federal affordable housing program 16 requirements; or

(iv) Nonprofit entity, as defined in RCW 84.36.560, where a nonprofit organization, housing authority, or public development authority has the majority decision-making power on behalf of the general partner, and where maximum rents are regulated by other laws or local, state, or federal affordable housing program requirements.

(c) A tenancy in a qualified low-income housing development as defined in RCW 82.45.010, where the property is owned by any of the organizations described in (b)(i) through (iv) of this subsection.

(d) A tenancy in a dwelling unit in which the tenant shares a bathroom or kitchen facility with the owner who maintains a principal residence at the residential real property.

(e) A tenancy in a single-family owner-occupied residence,
 including a residence in which the owner-occupant rents or leases no
 more than two units or bedrooms including, but not limited to, an
 attached or detached accessory dwelling unit.

32 (f) A tenancy in a duplex, triplex, or fourplex in which the 33 owner occupied one of the units as the owner's principal place of 34 residence at the beginning of the tenancy, so long as the owner 35 continues the occupancy.

36 (2) Subsection (1)(d) through (f) of this section only apply 37 where the owner is not any of the following:

38 (a) A real estate investment trust, as defined in section 856 of39 the internal revenue code;

40 (b) A corporation; or

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(c) A limited liability company in which at least one member is a
 corporation.

3 <u>NEW SECTION.</u> Sec. 103. A new section is added to chapter 59.18
4 RCW to read as follows:

5 (1) A landlord must provide a tenant with notice of rent 6 increases in substantially the following form. Notice under this 7 section must comply with the requirements in RCW 59.18.140 and be 8 served in accordance with RCW 59.12.040.

(2) The notice of rent increase requirement in this section does 9 10 not apply if the rental agreement governs a subsidized tenancy where the amount of rent is based on, in whole or in part, a percentage of 11 the income of the tenant or other circumstances specific to the 12 subsidized household. However, for purposes of this section, 13 а subsidized tenancy does not include tenancies where some or all of 14 15 the rent paid to the landlord comes from a portable tenant-based 16 voucher or similar portable assistance administered through a housing 17 authority or other state or local agency, or tenancies in other types of affordable housing where maximum unit rents are limited by area 18 median income levels and a tenant's base rent does not change as the 19 20 tenant's income does.

21 "TO TENANT(S): (tenant name(s))

22 AT ADDRESS: (tenant address)

## 23 RENT AND FEE INCREASE NOTICE TO TENANTS

This notice is required by Washington state law to inform you of your rights regarding rent and fee increases. Your rent or rental amount includes all recurring and periodic charges, sometimes referred to as rent and fees, identified in your rental agreement for the use and occupancy of your rental unit. Washington state limits how much your landlord can raise your rent and any other recurring or periodic charges for the use and occupancy of your rental unit.

(1) Your landlord can raise your rent and any other recurring or periodic charges identified in the rental agreement for use and occupancy of your rental unit once every 12 months by up to seven percent, as allowed by section 101 of this act. Your landlord is not required to raise the rent or other recurring or periodic charges by any amount.

37 (2) Your landlord may be exempt from the seven percent limit on
 38 increases for rent and other recurring or periodic charges for the
 39 reasons described in section 102 of this act. If your landlord claims
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an exemption, your landlord is required to include supporting facts
 with this notice.

3 (3) Your landlord must properly and fully complete the form below 4 to notify you of any increases in rent and other recurring or 5 periodic charges and any exemptions claimed.

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Your landlord (name) intends to (check one of the following):

Raise your rent and/or other recurring or periodic charges: Your total increase for rent and other recurring or periodic charges effective (date) will be (percent), which totals an additional \$ (dollar amount) per month, for a new total amount of \$(dollar amount) per month for rent and other recurring or periodic charges.

12 This increase for rent and/or other recurring or periodic charges 13 is allowed by state law and is (check one of the following):

\_\_\_ A lower increase than the maximum allowed by state law.

14 15

The maximum increase allowed by state law.

Authorized by an exemption under section 102 of this act. If the increase is authorized by an exemption, your landlord must fill out the section of the form below.

19

# EXEMPTIONS CLAIMED BY LANDLORD

20 Under penalty of perjury, I (landlord name) certify that I am 21 allowed under Washington state law to raise your rent and other 22 recurring or periodic charges by (percent), which is more than the 23 maximum increase otherwise allowed by state law, because I am 24 claiming the following exemption under section 102 of this act (check 25 one of the following):

26 \_\_\_\_\_The first certificate of occupancy for your dwelling unit was 27 issued on (insert date), which is 12 or less years before the date of 28 this increase notice for rent and other recurring or periodic 29 charges. (The landlord must include facts or attach documents 30 supporting the exemption.)

31 You live in a dwelling unit owned by a public housing authority, public development authority, or nonprofit organization 32 where maximum rents are regulated by other laws or local, state, or 33 federal affordable housing program requirements, or a qualified low-34 income housing development as defined in RCW 82.45.010, where the 35 property is owned by a public housing authority, public development 36 authority, or nonprofit organization. (The landlord must include 37 facts or attach documents supporting the exemption.) 38

39You live in a dwelling unit in which you share a bathroom or40kitchen facility with the owner, and the owner maintains a principalCode Rev/KB:akl5H-1924.2/25 2nd draft

1 residence at the residential real property. (The landlord must 2 include facts or attach documents supporting the exemption.)

You live in a single-family owner-occupied residence in which the owner-occupant rents or leases no more than two units or bedrooms including, but not limited to, an attached or detached accessory dwelling unit. (The landlord must include facts or attach documents supporting the exemption.)

8 \_\_\_\_You live in a duplex, triplex, or fourplex in which the owner 9 occupied one of the units as the owner's principal place of residence 10 at the beginning of the tenancy, and the owner continues in 11 occupancy. (The landlord must include facts or attach documents 12 supporting the exemption.)"

13 Sec. 104. RCW 59.18.140 and 2019 c 105 s 1 are each amended to 14 read as follows:

15 (1) The tenant shall conform to all reasonable obligations or 16 restrictions, whether denominated by the landlord as rules, rental agreement, rent, or otherwise, concerning the use, occupation, and 17 maintenance of his or her dwelling unit, appurtenances thereto, and 18 the property of which the dwelling unit is a part if such obligations 19 20 and restrictions are not in violation of any of the terms of this 21 chapter and are not otherwise contrary to law, and if such obligations and restrictions are brought to the attention of the 22 tenant at the time of his or her initial occupancy of the dwelling 23 24 unit and thus become part of the rental agreement.

(2) Except for termination of tenancy and an increase in the amount of rent, after ((thirty)) <u>30</u> days written notice to each affected tenant, a new rule of tenancy may become effective upon completion of the term of the rental agreement or sooner upon mutual consent.

30 (3)(a) Except as provided in (b) <u>and (c)</u> of this subsection, a 31 landlord shall provide a minimum of ((<del>sixty</del>)) <u>90</u> days' prior written 32 notice of an increase in the amount of rent to each affected tenant, 33 and any increase in the amount of rent may not become effective prior 34 to the completion of the term of the rental agreement.

35 (b) If the rental agreement governs a subsidized tenancy where 36 the amount of rent is based on the income of the tenant or 37 circumstances specific to the subsidized household, a landlord shall 38 provide a minimum of ((thirty)) <u>30</u> days' prior written notice of an 39 increase in the amount of rent to each affected tenant. An increase 39 Code Rev/KB:akl 6 H-1924.2/25 2nd draft 1 in the amount of rent may become effective upon completion of the 2 term of the rental agreement or sooner upon mutual consent.

3 <u>(c) For a tenant whose lease or rental agreement was entered into</u> 4 <u>or renewed before the effective date of this section and whose</u> 5 <u>tenancy is for a specified time, if the lease or rental agreement has</u> 6 <u>more than 60 days but less than 90 days left before the end of the</u> 7 <u>specified time as of the effective date of this section, the landlord</u> 8 <u>must provide written notice to the affected tenant a minimum of 60</u> 9 <u>days before the effective date of an increase in the amount of rent.</u>

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### PART II

## MANUFACTURED/MOBILE HOME LANDLORD-TENANT ACT

12 <u>NEW SECTION.</u> Sec. 201. A new section is added to chapter 59.20
13 RCW to read as follows:

(1) Except as authorized by an exemption under section 202 of this act and as provided in RCW 59.20.060(2)(c), a landlord may not increase the rent for any type of tenancy, regardless of whether the tenancy is month-to-month or for a term greater than month-to-month:

(a) During the first 12 months after the tenancy begins; and

19 (b) During any 12-month period of the tenancy, in an amount 20 greater than seven percent.

(2) If a landlord increases the rent above the amount allowed in subsection (1) of this section as authorized by an exemption under section 202 of this act, the landlord must include facts supporting any claimed exemptions in the written notice of the rent increase. Notice must comply with this section, section 203 of this act, RCW 59.20.090(2), and be served in accordance with RCW 59.12.040.

(3) If a landlord increases rent above the amount allowed in 27 subsection (1) of this section and the increase is not authorized by 28 29 an exemption under section 202 of this act, the tenant must offer the 30 landlord an opportunity to cure the unauthorized increase by providing the landlord with a written demand to reduce the increase 31 to an amount that complies with the limit created in this section. In 32 addition to any other remedies or relief available under this chapter 33 or other law, the tenant may terminate the rental agreement at any 34 time prior to the effective date of the increase by providing the 35 landlord with written notice at least 30 days before terminating the 36 37 rental agreement. If a tenant terminates a rental agreement under this subsection, the tenant owes rent for the full month in which the 38 Code Rev/KB:akl 7 H-1924.2/25 2nd draft 1 tenant vacates the manufactured/mobile home lot. A landlord may not 2 charge a tenant any fines or fees for terminating a rental agreement 3 under this subsection.

4 (4) A tenant or the attorney general may bring an action in a 5 court of competent jurisdiction to enforce compliance with this 6 section or section 202 of this act, section 203 of this act, RCW 7 59.20.060, or 59.20.170. If the court finds that a landlord violated 8 any of the laws listed in this subsection, the court shall award the 9 following damages and attorneys' fees and costs to the tenant:

10 (a) Damages in the amount of any excess rent, fees, or other 11 costs paid by the tenant;

12 (b) Damages in an amount of up to three months of any unlawful 13 rent, fees, or other costs charged by the landlord; and

14 (c) Reasonable attorneys' fees and costs incurred in bringing the 15 action.

16 (5) The remedies provided by this section are in addition to any 17 other remedies provided by law.

18 (6) A landlord may not report a tenant to a tenant screening 19 service provider for failure to pay the portion of the tenant's rent 20 that was unlawfully increased in violation of this section.

21 <u>NEW SECTION.</u> Sec. 202. A new section is added to chapter 59.20 22 RCW to read as follows:

A landlord may increase rent in an amount greater than allowed under section 201 of this act only as authorized by the exemptions described in this section or as provided in RCW 59.20.060(2)(c).

26 (1) Rent increases are not limited by section 201 of this act for 27 any of the following types of tenancies:

(a) A tenancy in a manufactured/mobile home lot owned by a:

28 29

(i) Public housing authority;

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(ii) Public development authority; or

31 (iii) Nonprofit organization, where maximum rents are regulated 32 by other laws or local, state, or federal affordable housing program 33 requirements; or

34 (b) A tenancy in a qualified low-income housing development as 35 defined in RCW 82.45.010, where the property is owned by any of the 36 organizations described in (a)(i) through (iii) of this subsection.

37 (2) During the first 12 months after the qualified sale of a
 38 manufactured/mobile home community to an eligible organization as
 39 defined in RCW 59.20.030 whose mission aligns with the long-term
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1 preservation and affordability of the manufactured/mobile home 2 community, the eligible organization may increase the rent for the 3 manufactured/mobile home community in an amount greater than allowed 4 under section 201 of this act as needed to cover the cost of 5 purchasing the manufactured/mobile home community if the increase is 6 approved by vote or agreement with the majority of the manufactured/ 7 mobile home owners in the manufactured/mobile home community.

(3) If a rental agreement is transferred under RCW 59.20.073 due 8 to a former tenant's sale of a manufactured/mobile home, the landlord 9 has the option to make a one-time increase of no more than 10 percent 10 11 to the rent for the manufactured/mobile home lot at the time of the 12 first renewal of the rental agreement after the transfer. A landlord must provide the manufactured/mobile home buyer with notice of this 13 one-time increase option prior to the final transfer of the rental 14 agreement to the buyer. If a landlord exercises this one-time 15 16 increase option, evidence that the proper notice was provided to the 17 buyer prior to the final transfer of the rental agreement must be 18 included along with the notice required under section 203 of this 19 act.

20 <u>NEW SECTION.</u> Sec. 203. A new section is added to chapter 59.20 21 RCW to read as follows:

(1) A landlord must provide a tenant with notice of rent increases in substantially the following form. Notice under this section must comply with the requirements in RCW 59.20.090(2) and be served in accordance with RCW 59.12.040.

(2) The notice of rent increase requirement in this section does 26 27 not apply if the rental agreement governs a subsidized tenancy where 28 the amount of rent is based on, in whole or in part, a percentage of the income of the tenant or other circumstances specific to the 29 30 subsidized household. However, for purposes of this section, а subsidized tenancy does not include tenancies where some or all of 31 the rent paid to the landlord comes from a portable tenant-based 32 voucher or similar portable assistance administered through a housing 33 34 authority or other state or local agency, or tenancies in other types of affordable housing where maximum unit rents are limited by area 35 median income levels and a tenant's base rent does not change as the 36 tenant's income does. 37

- 38 "TO TENANTS: (tenant name(s))
- 39 AT ADDRESS: (tenant address)

1

### RENT AND FEE INCREASE NOTICE TO TENANTS

This notice is required by Washington state law to inform you of 2 your rights regarding rent and fee increases. Your rent or rental 3 amount includes all recurring and periodic charges, 4 sometimes referred to as rent and fees, identified in your rental agreement for 5 6 the use and occupancy of your manufactured/mobile home lot. Washington state limits how much your landlord can raise your rent 7 and any other recurring or periodic charges for the use and occupancy 8 of your manufactured/mobile home lot. 9

(1) Your landlord can raise your rent and other recurring or 10 11 periodic charges once every 12 months by up to seven percent, as allowed by section 201 of this act. Your landlord is not required to 12 raise the rent or other recurring or periodic charges by any amount. 13

(2) Your landlord may be exempt from the seven percent limit on 14 increases for rent and other recurring or periodic charges for the 15 reasons described in section 202 of this act. If your landlord claims 16 an exemption, your landlord is required to include supporting facts 17 with this notice. 18

(3) Your landlord must properly and fully complete the form below 19 to notify you of any increases in rent and other recurring or 20 21 periodic charges and any exemptions claimed.

Your landlord (name) intends to (check one of the following):

Raise your rent and/or other recurring and periodic charges: 23 Your total increase in rent and other recurring or periodic charges 24 effective (date) will be (percent), which totals an additional \$ 25 (dollar amount) per month, for a new total amount of \$(dollar amount) 26 27 per month for rent and other recurring or periodic charges.

This increase in rent and/or other recurring and periodic charges 28 29 is allowed by state law and is (check one of the following):

30

22

\_\_\_ A lower increase than the maximum allowed by state law.

31

\_\_\_ The maximum increase allowed by state law.

Authorized by an exemption under section 202 of this act. If 32 the increase is authorized by an exemption, your landlord must fill 33 out the section of the form below. 34

35

## EXEMPTIONS CLAIMED BY LANDLORD

36 Under penalty of perjury, I (landlord name) certify that I am allowed under Washington state law to raise your rent and other 37 recurring or periodic charges by (percent), which is more than the 38 39 maximum increase otherwise allowed by state law, because I am 1 claiming the following exemption under section 202 of this act (check
2 one of the following):

You live on a manufactured/mobile home lot owned by a public 3 housing authority, public development authority, or nonprofit 4 organization where maximum rents are regulated by other laws or 5 6 local, state, or federal affordable housing program requirements, or a qualified low-income housing development as defined in RCW 7 82.45.010, where the property is owned by a public housing authority, 8 public development authority, or nonprofit organization. 9 (The landlord must include facts or attach documents supporting the 10 11 exemption.)

You live in a manufactured/mobile home community that was 12 purchased during the past 12 months by an eligible organization as 13 defined in RCW 59.20.030 whose mission aligns with the long-term 14 preservation and affordability of your manufactured/mobile home 15 16 community, so the eligible organization may increase the rent and 17 other recurring or periodic charges for your manufactured/mobile home community in an amount greater than allowed under section 201 of this 18 act as needed to cover the cost of purchasing your manufactured/ 19 mobile home community if the increase is approved by vote or 20 agreement with the majority of the manufactured/mobile home owners in 21 your manufactured/mobile home community. (The landlord must include 22 facts or attach documents supporting the exemption.) 23

Your manufactured/mobile home lot rental agreement is up for 24 25 first renewal after it was transferred to you under RCW 59.20.073, so your landlord is allowed to make a one-time increase of no more than 26 10 percent to your rent and other recurring or periodic charges. In 27 order to exercise this one-time increase option, the landlord must 28 have provided you with notice of this option prior to the final 29 transfer of the rental agreement to you. (The landlord must include 30 31 facts or attach documents supporting the exemption, including 32 evidence that proper notice of this one-time increase option was provided to you prior to the final transfer of the rental 33 agreement.)" 34

35 Sec. 204. RCW 59.20.170 and 2004 c 136 s 2 are each amended to 36 read as follows:

- 37 (1) For leases or rental agreements entered into on or after the
   38 effective date of this section, if a landlord charges a tenant any
- 39 move-in fees or security deposits, the move-in fees and security

deposits combined may not exceed one month's rent, unless the tenant brings any pets into the tenancy, in which case the move-in fees and security deposits combined may not exceed two months' rent. This subsection (1) does not apply to leases or rental agreements entered into before the effective date of this section even if such leases or rental agreements are renewed on or after the effective date of this section.

(2) All moneys paid to the landlord by the tenant as a deposit as 8 security for performance of the tenant's obligations in a rental 9 agreement shall promptly be deposited by the landlord in a trust 10 11 account, maintained by the landlord for the purpose of holding such 12 security deposits for tenants of the landlord, in a financial institution as defined by RCW ((30.22.041)) 30A.22.041 or licensed 13 in Washington. ((Except as provided in 14 located escrow agent subsection (2) of this section, unless)) Unless otherwise agreed in 15 writing, the landlord shall be entitled to receipt of interest paid 16 17 on such trust account deposits. The landlord shall provide the tenant with a written receipt for the deposit and shall provide written 18 19 notice of the name and address and location of the depository and any subsequent change thereof. If during a tenancy the status of landlord 20 21 is transferred to another, any sums in the deposit trust account affected by such transfer shall simultaneously be transferred to an 22 23 equivalent trust account of the successor landlord, and the successor landlord shall promptly notify the tenant of the transfer and of the 24 25 name, address and location of the new depository. The tenant's claim to any moneys paid under this section shall be prior to that of any 26 27 creditor of the landlord, including a trustee in bankruptcy or 28 receiver, even if such moneys are commingled.

((<del>(2) All moneys paid, in excess of two months' rent on the</del> 29 mobile home lot, to the landlord by the tenant as a deposit as 30 31 security for performance of the tenant's obligations in a rental 32 agreement shall be deposited into an interest-bearing trust account 33 for the particular tenant. The interest accruing on the deposit in the account, minus fees charged to administer the account, shall be 34 paid to the tenant on an annual basis. All other provisions of 35 subsection (1) of this section shall apply to deposits under this 36 37 subsection.))

38 Sec. 205. RCW 59.20.060 and 2023 c 40 s 3 are each amended to 39 read as follows:

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(1) Any mobile home space tenancy regardless of the term, shall
 be based upon a written rental agreement, signed by the parties,
 which shall contain:

4 (a) The terms for the payment of rent, including time and place,
5 and any additional charges to be paid by the tenant. Additional
6 charges that occur less frequently than monthly shall be itemized in
7 a billing to the tenant;

8 (b) Reasonable rules for guest parking which shall be clearly9 stated;

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(c) The rules and regulations of the park;

(d) The name and address of the person who is the landlord, and if such person does not reside in the state there shall also be designated by name and address a person who resides in the county where the mobile home park is located who is authorized to act as agent for the purposes of service of notices and process. If no designation is made of a person to act as agent, then the person to whom rental payments are to be made shall be considered the agent;

(e) The name and address of any party who has a secured interestin the mobile home, manufactured home, or park model;

(f) A forwarding address of the tenant or the name and address of a person who would likely know the whereabouts of the tenant in the event of an emergency or an abandonment of the mobile home, manufactured home, or park model;

(g) A statement that: "The park may be sold or otherwise 24 25 transferred at any time with the result that subsequent owners may 26 close the mobile home park, or that the landlord may close the park at any time after the required closure notice as provided in RCW 27 59.20.080." The statement required by this subsection must: (i) 28 29 Appear in print that is in boldface and is larger than the other text of the rental agreement; (ii) be set off by means of a box, blank 30 31 space, or comparable visual device; and (iii) be located directly above the tenant's signature on the rental agreement; 32

33 (h) A copy of a closure notice, as required in RCW 59.20.080, if 34 such notice is in effect;

(i) The terms and conditions under which any deposit or portion thereof may be withheld by the landlord upon termination of the rental agreement if any moneys are paid to the landlord by the tenant as a deposit or as security for performance of the tenant's obligations in a rental agreement;

(j) A listing of the utilities, services, and facilities which will be available to the tenant during the tenancy and the nature of the fees, if any, to be charged together with a statement that, in the event any utilities are changed to be charged independent of the rent during the term of the rental agreement, the landlord agrees to decrease the amount of the rent charged proportionately;

7 (k) A written description, picture, plan, or map of the 8 boundaries of a mobile home space sufficient to inform the tenant of 9 the exact location of the tenant's space in relation to other 10 tenants' spaces;

(1) A written description, picture, plan, or map of the location of the tenant's responsibility for utility hook-ups, consistent with RCW 59.20.130(6);

14 (m) A statement of the current zoning of the land on which the 15 mobile home park is located;

(n) A statement of the expiration date of any conditional use, temporary use, or other land use permit subject to a fixed expiration date that is necessary for the continued use of the land as a mobile home park; and

20 (o) A written statement containing accurate historical 21 information regarding the past five years' rental amount charged for 22 the lot or space.

(2) Any rental agreement executed between the landlord and tenantshall not contain any provision:

(a) Which allows the landlord to charge a fee for guest parking
unless a violation of the rules for guest parking occurs: PROVIDED,
That a fee may be charged for guest parking which covers an extended
period of time as defined in the rental agreement;

(b) Which authorizes the towing or impounding of a vehicle except upon notice to the owner thereof or the tenant whose guest is the owner of the vehicle;

(c) Which allows the landlord to alter the due date for rent 32 payment or increase the rent: (i) During the term of the rental 33 agreement if the term is less than two years, or (ii) more frequently 34 than annually if the initial term is for two years or more: PROVIDED, 35 36 That a rental agreement may include an escalation clause for a pro rata share of any increase in the mobile home park's real property 37 taxes or utility assessments or charges, over the base taxes or 38 utility assessments or charges of the year in which the rental 39 agreement took effect, if the clause also provides for a pro rata 40 Code Rev/KB:akl 14 H-1924.2/25 2nd draft

1 reduction in rent or other charges in the event of a reduction in real property taxes or utility assessments or charges, below the base 2 year: PROVIDED FURTHER, That a rental agreement for a term exceeding 3 two years may provide for annual increases in rent in specified 4 amounts or by a formula specified in such agreement. Any rent 5 6 increase authorized under this subsection (2)(c) that occurs within the closure notice period pursuant to RCW 59.20.080(1)(e) may not be 7 more than one percentage point above the United States consumer price 8 index for all urban consumers, housing component, published by the 9 United States bureau of labor statistics in the periodical "Monthly 10 11 Labor Review and Handbook of Labor Statistics" as established 12 annually by the department of commerce;

13 (d) By which the tenant agrees to waive or forego rights or 14 remedies under this chapter;

(e) Allowing the landlord to charge an "entrance fee" or an "exit fee." However, an entrance fee may be charged as part of a continuing care contract as defined in RCW 70.38.025;

(f) Which allows the landlord to charge a fee for guests: PROVIDED, That a landlord may establish rules charging for guests who remain on the premises for more than 15 days in any 60-day period;

21 (g) By which the tenant agrees to waive or forego homestead rights provided by chapter 6.13 RCW. This subsection shall not 22 prohibit such waiver after a default in rent so long as such waiver 23 is in writing signed by the husband and wife or by an unmarried 24 claimant and in consideration of the landlord's agreement not to 25 26 terminate the tenancy for a period of time specified in the waiver if the landlord would be otherwise entitled to terminate the tenancy 27 under this chapter; 28

(h) By which, at the time the rental agreement is entered into, the landlord and tenant agree to the selection of a particular arbitrator; ((<del>or</del>))

32 (i) By which the tenant agrees to make rent payments through 33 electronic means only; or

34 (j) Allowing the landlord to charge a late fee for rent that is 35 paid within five days following its due date for leases or rental 36 agreements entered into or renewed on or after the effective date of 37 this section. If rent is more than five days past due, the landlord 38 may charge late fees commencing from the first day after the due date 39 until paid. During the first month that rent is past due, late fees 40 may not exceed two percent of the tenant's total rent per month. During the second consecutive month that rent is past due, late fees may not exceed three percent of the tenant's total rent per month.
During the third consecutive month and all subsequent consecutive months that rent is past due, late fees may not exceed five percent of the tenant's total rent per month. Nothing in this subsection prohibits a landlord from serving a notice to pay or vacate at any time after the rent becomes due.

8 (3) Any provision prohibited under this section that is included 9 in a rental agreement is unenforceable.

10 Sec. 206. RCW 59.20.030 and 2024 c 325 s 1 are each amended to 11 read as follows:

12 For purposes of this chapter:

(1) "Abandoned" as it relates to a mobile home, manufactured home, or park model owned by a tenant in a mobile home park, mobile home park cooperative, or mobile home park subdivision or tenancy in a mobile home lot means the tenant has defaulted in rent and by absence and by words or actions reasonably indicates the intention not to continue tenancy;

19 (2) "Active duty" means service authorized by the president of 20 the United States, the secretary of defense, or the governor for a 21 period of more than 30 consecutive days;

22 (3) "Community land trust" means a private, nonprofit, communitygoverned, and/or membership corporation whose mission is to acquire, 23 24 hold, develop, lease, and steward land for making homes, farmland, 25 gardens, businesses, and other community assets permanently affordable for current and future generations. A community land 26 27 trust's bylaws prescribe that the governing board is comprised of individuals who reside in the community land trust's service area, 28 one-third of whom are currently, or could be, community land trust 29 30 leaseholders;

(4) "Eligible organization" includes community land trusts, resident nonprofit cooperatives, local governments, local housing authorities, nonprofit community or neighborhood-based organizations, federally recognized Indian tribes in the state of Washington, and regional or statewide nonprofit housing assistance organizations, whose mission aligns with the long-term preservation of the manufactured/mobile home community;

38 (5) "Housing and low-income assistance organization" means an 39 organization that provides tenants living in mobile home parks, Code Rev/KB:akl 16 H-1924.2/25 2nd draft 1 manufactured housing communities, and manufactured/mobile home 2 communities with information about their rights and other pertinent 3 information;

4 (6) "Housing authority" or "authority" means any of the public
5 body corporate and politic created in RCW 35.82.030;

6 (7) "Landlord" or "owner" means the owner of a mobile home park 7 and includes the agents of the owner;

8 (8) "Local government" means a town government, city government, 9 code city government, or county government in the state of 10 Washington;

(9) "Manufactured home" means a single-family dwelling built 11 12 according to the United States department of housing and urban development manufactured home construction and safety standards act, 13 which is a national preemptive building code. A manufactured home 14 also: (a) Includes plumbing, heating, air conditioning, and 15 electrical systems; (b) is built on a permanent chassis; and (c) can 16 17 be transported in one or more sections with each section at least eight feet wide and 40 feet long when transported, or when installed 18 19 on the site is three hundred twenty square feet or greater;

20 (10) "Manufactured/mobile home" means either a manufactured home 21 or a mobile home;

(11) "Mobile home" means a factory-built dwelling built prior to 22 June 15, 1976, to standards other than the United States department 23 housing and urban development code, and acceptable under 24 of 25 applicable state codes in effect at the time of construction or introduction of the home into the state. Mobile homes have not been 26 built since the introduction of the United States department of 27 28 housing and urban development manufactured home construction and 29 safety act;

30 (12) "Mobile home lot" means a portion of a mobile home park or 31 manufactured housing community designated as the location of one 32 mobile home, manufactured home, or park model and its accessory 33 buildings, and intended for the exclusive use as a primary residence 34 by the occupants of that mobile home, manufactured home, or park 35 model;

36 (13) "Mobile home park cooperative" or "manufactured housing 37 cooperative" means real property consisting of common areas and two 38 or more lots held out for placement of mobile homes, manufactured 39 homes, or park models in which both the individual lots and the 40 common areas are owned by an association of shareholders which leases

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1 or otherwise extends the right to occupy individual lots to its own
2 members;

3 (14) "Mobile home park subdivision" or "manufactured housing 4 subdivision" means real property, whether it is called a subdivision, 5 condominium, or planned unit development, consisting of common areas 6 and two or more lots held for placement of mobile homes, manufactured 7 homes, or park models in which there is private ownership of the 8 individual lots and common, undivided ownership of the common areas 9 by owners of the individual lots;

10 (15) "Mobile home park," "manufactured housing community," or 11 "manufactured/mobile home community" means any real property which is 12 rented or held out for rent to others for the placement of two or 13 more mobile homes, manufactured homes, or park models for the primary 14 purpose of production of income, except where such real property is 15 rented or held out for rent for seasonal recreational purpose only 16 and is not intended for year-round occupancy;

17 (16) "Notice of opportunity to compete to purchase" means a 18 notice required under RCW 59.20.325;

(17) "Notice of sale" means a notice required under RCW 59.20.300 19 to be delivered to all tenants of a manufactured/mobile home 20 community and other specified parties within 14 days after the date 21 on which any advertisement, listing, or public or private notice is 22 first made advertising that a manufactured/mobile home community or 23 24 the property on which it sits is for sale or lease. A delivered 25 notice of opportunity to compete to purchase acts as a notice of 26 sale;

(18) "Occupant" means any person, including a live-in care provider, other than a tenant, who occupies a mobile home, manufactured home, or park model and mobile home lot;

30 (19) "Orders" means written official military orders, or any 31 written notification, certification, or verification from the service 32 member's commanding officer, with respect to the service member's 33 current or future military status;

34 (20) "Park model" means a recreational vehicle intended for 35 permanent or semi-permanent installation and is used as a primary 36 residence;

37 (21) "Permanent change of station" means: (a) Transfer to a unit 38 located at another port or duty station; (b) change of a unit's home 39 port or permanent duty station; (c) call to active duty for a period 40 not less than 90 days; (d) separation; or (e) retirement;

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1 (22) "Qualified sale of manufactured/mobile home community" means 2 the sale, as defined in RCW 82.45.010, of land and improvements 3 comprising a manufactured/mobile home community that is transferred 4 in a single purchase to a qualified tenant organization or to an 5 eligible organization for the purpose of preserving the property as a 6 manufactured/mobile home community;

(23) "Qualified tenant organization" means a formal organization 7 of tenants within a manufactured/mobile home community, with the only 8 requirement for membership consisting of being a tenant. If a 9 majority of the tenants, based on home sites within the manufactured/ 10 11 mobile home community, agree that they want to preserve the 12 manufactured/mobile home community then they will appoint a spokesperson to represent the wishes of the qualified tenant 13 organization to the landlord and the landlord's representative; 14

15 (24) "Recreational vehicle" means a travel trailer, motor home, 16 truck camper, or camping trailer that is primarily designed and used 17 as temporary living quarters, is either self-propelled or mounted on 18 or drawn by another vehicle, is transient, is not occupied as a 19 primary residence, and is not immobilized or permanently affixed to a 20 mobile home lot;

(25) <u>"Rent" or "rental amount" means recurring and periodic</u> charges identified in the rental agreement for the use and occupancy of the manufactured/mobile home lot, which may include charges for utilities as provided in RCW 59.20.060. These terms do not include nonrecurring charges for costs incurred due to late payment, damages, deposits, legal costs, or other fees, including attorneys' fees;

27 <u>(26)</u> "Resident nonprofit cooperative" means a nonprofit 28 cooperative corporation formed by a group of manufactured/mobile home 29 community residents for the purpose of acquiring the manufactured/ 30 mobile home community in which they reside and converting the 31 manufactured/mobile home community to a mobile home park cooperative 32 or manufactured housing cooperative;

33 ((<del>(26)</del>)) <u>(27)</u> "Service member" means an active member of the 34 United States armed forces, a member of a military reserve component, 35 or a member of the national guard who is either stationed in or a 36 resident of Washington state;

37 ((<del>(27)</del>)) <u>(28)</u> "Tenant" means any person, except a transient, who 38 rents a mobile home lot;

1 ((<del>(28)</del>)) <u>(29)</u> "Transient" means a person who rents a mobile home 2 lot for a period of less than one month for purposes other than as a 3 primary residence.

4

5

# PART III MISCELLANEOUS

6 <u>NEW SECTION.</u> Sec. 301. This act is necessary for the immediate 7 preservation of the public peace, health, or safety, or support of 8 the state government and its existing public institutions, and takes 9 effect immediately.

10 <u>NEW SECTION.</u> Sec. 302. If any provision of this act or its 11 application to any person or circumstance is held invalid, the 12 remainder of the act or the application of the provision to other 13 persons or circumstances is not affected.

NEW SECTION. Sec. 303. (1) Subject to the availability of amounts appropriated for this specific purpose, the department of commerce must contract with an independent third party, which may include educational institutions or private entities with subject matter expertise, to carry out a social vulnerability assessment of the impacts of this act. At a minimum, the assessment must consider the following:

(a) The impact of rent stabilization on extending tenancies dueto rent capping.

(b) Whether there are social vulnerability impacts on cost
 burdened, immutable characteristic communities, or rural communities.

(c) Whether rent stabilization creates a disproportionate burden on new or transitioning renters as a result of current tenants' rent being capped.

28 (d) The impacts of rent stabilization on alternative rental 29 markets such as short-term rentals.

30 (e) The impacts of rent stabilization on state-owned or state-run 31 housing units.

32 (2) The assessment is due to the legislature no later than June
 33 30, 2028, and shall be provided in compliance with RCW 43.01.036.

34 (3) This section expires July 1, 2029.

1 <u>NEW SECTION.</u> Sec. 304. If specific funding for the purposes of 2 this act, referencing this act by bill or chapter number, is not 3 provided by June 30, 2025, in the omnibus appropriations act, this 4 act is null and void."

5 Correct the title.

EFFECT: Strikes the underlying bill and modifies it as follows:

(1) Revises the phrase "rent and fees" throughout the bill to refer to "rent" except in the Rent and Fee Increase Notice To Tenants, which is revised to clarify that rent and rental amount include all recurring and periodic charges, sometimes referred to as rent and fees, identified in the rental agreement for the use and occupancy of the rental unit or manufactured/mobile home lot.

(2) Limits rent increases to seven percent during any 12-month period of the tenancy (instead of during any 12-month period) for tenants subject to the Residential Landlord-Tenant Act (RLTA) or the Manufactured/Mobile Home Landlord-Tenant Act (MHLTA).

(3) Adds a vacancy provision to the RLTA which states that the rent increase limit does not prohibit a landlord from adjusting the rent by any amount after a tenant vacates the dwelling unit and the tenancy ends.

(4) Removes the provision stating that the rent increase limit applies to all tenancies subject to the RLTA, including any such tenancies in dwelling units operated as short-term rentals and vacation rentals.

(5) Makes the following changes to the provisions requiring parity between lease types:(a) Prohibits a landlord subject to the RLTA from charging a tenant more than a five percent difference in rent depending on the type of lease or rental agreement offered; and (b) removes these provisions from the MHLTA.

(6) Prohibits landlords under both the RLTA and MHLTA from reporting tenants to a tenant screening service provider for failure to pay the portion of the tenant's rent that was unlawfully increased, instead of for failure to pay rent that was unlawfully increased, in violation of the bill.

(7) Makes the following changes to the exemptions from the rent increase limit:

(a) Expands the exemption for new construction under the RLTA such that it applies to tenancies in dwelling units for which the first certificate of occupancy was issued 12 or less years (instead of 10 or less years) before the date of the notice of the rent increase;

(b) Expands the exemption for tenancies in certain owner-occupied duplexes under the RLTA to include triplexes and fourplexes; and

(c) Adds an exemption to the MHLTA for a one-time increase of no more than 10 percent at the time of first lease renewal after the transfer of a manufactured/mobile home lot rental agreement resulting from a former tenant's sale of a manufactured/mobile home to the current tenant, as long as the landlord provides the tenant with notice of this one-time increase option prior to final transfer of the rental agreement.

(8) Makes the following changes to the Rent and Fee Increase Notice To Tenants:(a) Removes references to "annual notice";(b) revises the form notice language related to the exemption for singlefamily owner-occupied residences in which the owner-occupant rents or leases no more than two units or bedrooms; and (c) revises the form notice language related to the new exemptions added or expanded.

(9) Requires a tenant to offer a landlord an opportunity to cure an unauthorized rent increase by providing the landlord with a written demand to reduce the increase to an amount that complies with the rent increase limit.

(10) Modifies the tenant lease termination provision such that a tenant who exercises the option to terminate a rental agreement under the bill owes rent for the full month in which the tenant vacates the dwelling unit or manufactured/mobile home lot, instead of only pro rata rent through the date upon which the tenant vacates the unit or lot.

(11) Revises the cause of action for damages against a landlord who violates the bill to specify that a tenant or the Attorney General may bring an action in court to enforce compliance with the bill. Requires a court to award certain damages and reasonable attorneys' fees and costs to the tenant if the court finds that a landlord violated the bill.

(12) Makes the following changes to the length of the rent increase notice period: (a) Requires landlords to provide tenants under the RLTA with a minimum of 90 days' written notice before the effective date of any rent increase, instead of requiring a minimum of 180 days' written notice for rent increases in any amount of three percent or more; (b) specifies that for a tenant whose lease or rental agreement was entered into or renewed before the effective date of the bill and whose tenancy is for a specified time, if the lease or rental agreement has more than 60 days but less than 90 days left before the end of the specified time, the landlord must provide written notice to the tenant a minimum of 60 days before the rent increase; and (c) removes the requirement under the MHLTA.

(13) Modifies the move-in fee and security deposit provisions as follows: (a) Removes the move-in fee and security deposit provisions from the RLTA; and (b) allows a landlord subject to the MHLTA to require move-in fees and security deposits combined that do not exceed two months' rent (instead of one month's rent) if a tenant has any pets. Specifies that these provisions apply to leases or rental agreements entered into on or after the effective date of the bill.

(14) Modifies the late fee provisions as follows: (a) Removes the late fee provisions from the RLTA; and (b) modifies the limit on late fees under the MHLTA such that instead of prohibiting late fees from exceeding 1.5 percent of a tenant's total rent per month, the bill prohibits late fees from exceeding two percent of the tenant's total rent per month during the first month that rent is past due, three percent of the tenant's total rent per month during the second consecutive month that rent is past due, and five percent of the tenant's total rent per month during the third consecutive month and all subsequent consecutive months that rent is past due. Specifies that the late fee provisions apply to leases or rental agreements entered into or renewed on or after the effective date of the bill.

(15) Makes the following changes to the social vulnerability assessment: (a) Extends the due date from December 1, 2027, to June 30, 2028; (b) extends the expiration date from July 1, 2028, to July 1, 2029; and (c) makes it subject to the availability of amounts appropriated for this specific purpose.

(16) Removes the following provisions:

(a) The findings and intent section;

(b) The provisions that provide a defense to an eviction or other legal action to remove a tenant and recover possession of the premises for nonpayment of rent that was unlawfully increased;

(c) The provisions authorizing local governments to adopt policies, ordinances, or other regulations to enforce the bill;

(d) The Consumer Protection Act enforcement provisions;(e) The requirement that the Department of Commerce create an online landlord resource center; and

(f) The requirement that the Attorney General publish certain model lease provisions.

(17) Adds a null and void clause, making the bill null and void unless funded in the budget.

--- END ---