



CITY OF DETROIT

MARY WATERS

COUNCIL MEMBER AT-LARGE

MEMORANDUM

To: David Whitaker, Legislative Policy Division

Through: Mary Sheffield, City Council President

From: Mary Waters, Councilmember At-Large Choose an item.

Date: 5/2/2023

RE: Request for Resolution on Detroit Landlord Rental License

SUMMARY:

Our office would like to draft an ordinance to achieve the following:

- Amend Chapter 9 of the Detroit City Code to establish the ‘Detroit Landlord Rental License’
- Require that any organization that collects residential rent in the City of Detroit have one of these licenses for each rentable unit for which they collect rent
- Mandate that the collection of residential rent is illegal in the City of Detroit unless the rented unit has a valid Rental License
 - Establish that tenants who occupy a dwelling that is not licensed by the City of Detroit are empowered to keep all rent payments in escrow until the landlord secures a valid license, at which point escrowed rent will be turned over to them
 - Should the landlord not obtain a license within 90 days, the rental agreement with the tenant will be abrogated, and the tenant will have all escrowed rent returned to them
- Align this license with the Certificate of Compliance program ran by BSEED
- Establish an easy-to-use form for landlords to complete, including:
 - Address of rental unit and parcel number

- What type of property it is (single-family, multi-family, etc)
- Transparent fee costs for each license, including any fees that may be assessed
- Costs and process for obtaining property inspection
- Full name, address, Driver's License/State ID number, Corporate Tax ID number, phone(s) and email addresses for both property owner and manager (if different)
- Detailed list of landlord requirements, including a rubric for the exact criteria that will be evaluated in the unit inspection
- The document must be signed and certified by a licensed Notary Public of the State of Michigan
- Mandate that, in order to receive a license for a given unit, that unit must be managed by an organization with an office location within 25 miles of Detroit and inside the State of Michigan
- Establish reasonable fees for the license, comparable to those of neighboring communities, to cover processing and enforcement costs

DEPARTMENTAL CONTACT:

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