

LAW DEPARTMENT

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November 22, 2024

Detroit City Council 1340 Coleman A. Young Municipal Center Detroit, Michigan 48226

Re: Amendment of Chapter 8 of the 2019 Detroit City Code, Building Construction and Property maintenance, Article XV, Property Maintenance Code.

Honorable City Council:

The Law Department has prepared the attached amendment at the request of Council Member Santiago Romero. The proposed ordinance amends Chapter 8 of the 2019 Detroit City Code, *Building Construction and Property Maintenance*, Article XV, *Property Maintenance*, Division 3, *Requirements for Rental Property*, by amending Subdivision A, by amending Section 8-15-82, *Inspection of rental property; Certificate of Compliance required; registration of Certificates of Compliance for rental properties; violations; occupancy; length of Certificate of Compliance*, in order to increase the effectiveness of the City of Detroit's oversight of rental housing and improve the quality of rental housing available to tenants.

We are available to answer any questions that you may have concerning this proposed ordinance.

Respectfully submitted.

Graham Anderson Assistant Corporation Counsel Municipal Section

Enclosure cc: Malik Washington, City Council Liaison

SUMMARY

This ordinance amends Chapter 8 of the 2019 Detroit City Code, Building Construction and Property Maintenance, Article XV, Property Maintenance, Division 3, Requirements for Rental Property, Subdivision A, In General, by amending Section 8-15-82, Inspection of rental property; Certificate of Compliance required; registration of Certificates of Compliance for rental properties; violations; occupancy; length of Certificate of Compliance, to increase the effectiveness of the City of Detroit's oversight of rental housing and improve the quality of rental housing available to tenants.

1	AN ORDINANCE to amend Chapter 8 of the 2019 Detroit City Code, Building
2	Construction and Property Maintenance, Article XV, Property Maintenance, Division 3,
3	Requirements for Rental Property, Subdivision A, In General, by amending Section 8-15-82,
4	Inspection of rental property; Certificate of Compliance required; registration of Certificates of
5	Compliance for rental properties; violations; occupancy; length of Certificate of Compliance, to
6	increase the effectiveness of the City of Detroit's oversight of rental housing and improve the
7	quality of rental housing available to tenants.
8	IT IS HEREBY ORDAINED BY THE PEOPLE OF THE CITY OF DETROIT
9	THAT:
10	Section 1. Chapter 8 of the 2019 Detroit City Code, Building Construction and Property
11	Maintenance, Article XV, Property Maintenance, be amended by amending Division 3,
12	Subdivision A, Section 8-15-82, to read as follows:
13	CHAPTER 8. BUILDING CONSTRUCTION AND PROPERTY MAINTENANCE
14	ARTICLE XV. PROPERTY MAINTENANCE CODE
15	DIVISION 3. REQUIREMENTS FOR RENTAL PROPERTY
16	Subdivision A. In General
17	Sec. 8-15-82. Inspection of registered rental property; Certificate of Compliance required;
18	registry of Certificates of Compliance for rental properties; violations; occupancy; length of
19	Certificate of Compliance.
20	(a) In accordance with Subsection 8-15-34(d) and Section 8-15-35 of this Code, the
21	owner of any rental property or properties required to register their property pursuant to Section
22	8-15-81 of this Code must secure a Certificate of Compliance before the owner may lawfully allow
23	the property to become occupied and collect rent from an occupant.

1 (b) In order to secure a Certificate of Compliance for rental property, the Building 2 Official shall cause an inspection to be made of all rental property required to be registered 3 pursuant to Section 8-15-81 of this Code according to the schedule for registration renewal in this 4 section. Each inspection shall strictly conform to both Subsection 8-15-34(b) of this Code and the 5 requirements of this section.

6 (c) The Buildings, Safety Engineering, and Environmental Department shall issue a 7 Certificate of Compliance for a rental property where the Department determines that the owner 8 or its agent(s) and the rental property, its units, accessory structures and the premises, including 9 exterior areas, comply with the standards and requirements of this article.

10 (d) For purposes of rental property inspections conducted pursuant to this section, all 11 paint on the interior or exterior of any residential rental property is presumed to be lead-based and 12 any deteriorated paint in rental property is a deteriorated paint violation.

(e) On an annual basis, the Detroit Health Department, in consultation with the
Building, Safety Engineering, and Environmental Department, shall identify high-risk geographic
areas that exhibit disproportionately high rates of elevated blood lead levels among children or
disproportionate risk of lead poisoning to children. Such geographic areas may include ZIP codes,
Census Tracts, or other geographic units of measure. High-risk geographic areas must include, at
a minimum, 25 percent of geographic areas in the city, provided that, beginning on January 1,
2031, high-risk geographic areas must encompass the entire geographic area of the City.

20 (f) All inspections performed pursuant to Subsection (1) or Subsection (2) of this
21 section shall utilize the following protocol:

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(1)

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a. All inspections performed shall include a visual assessment.

For rental properties located outside of high-risk geographic areas:

- b. When a visual assessment identifies no deteriorated paint violation or bare
 soil violation, the inspection shall satisfy the requirements of Subsection (c)
 of this section.
- c. When a visual assessment identifies a deteriorated paint violation or bare
 soil violation, the property owner shall be required to remedy such violation
 then complete a re-inspection. To the extent permitted by state law, such reinspection shall include both a visual assessment and dust wipe samples.
 When such re-inspection identifies no deteriorated paint violation, bare soil
 violation, or, if dust wipe samples collected, dust-lead violation, the
 inspection shall satisfy the requirements of Subsection (c) of this section.

11 (2) For rental properties located inside high-risk geographic areas:

- 12a.All inspections performed shall include a visual assessment. To the extent13permitted by state law, all inspections shall also include dust wipe samples.
- 14b.The inspection requirements found in Subsection (c) of this section shall be15satisfied when the inspection identifies no deteriorated paint violation, bare16soil violation, or, if dust wipe samples collected, dust-lead violation.
- 17c.When the inspection identifies a violation, the property owner shall be18required to remedy such violation then complete a re-inspection. Such re-19inspection shall include a visual assessment and, to the extent permitted by20state law, dust wipe samples. When such re-inspection identifies no21deteriorated paint violation, bare soil violation, or, if dust wipe samples22collected, dust-lead violation, the inspection shall satisfy the requirements23of Subsection (c) of this section.

- 1 (3) Notwithstanding the foregoing, a visual assessment or dust wipe samples shall not 2 be included in a rental property inspection when the owner can demonstrate that 3 one or more of the following apply:
- a. Original construction on the rental property was completed after January 1,
 1978; or
- b. All lead-based paint has been fully abated by removal or other permanent
 elimination from a rental property in accordance with the Michigan Lead
 Abatement Act, MCL 333.5451 through 333.5479, and the property has
 passed a lead clearance exam, as certified by a certified lead inspector or
 risk assessor; or
- c. A lead inspection conducted by a certified lead inspector has certified that
 no lead-based paint exists on a rental property.
- (g) The Buildings, Safety Engineering, and Environmental Department shall maintain
 a registry of all rental properties for which a Certificate of Compliance has been issued, and shall
 make the registry available on the City's website. The Department may combine this registry with
 the registry required by Subsection 8-15-81(d) of this Code.

(h) Notwithstanding Subsection 8-15-35(d) of this Code-it shall be unlawful for an
owner or its agent to allow any unoccupied rental property to be occupied, or to collect rent from
a tenant for occupancy of a rental property, during or for any time in which there is not a valid
Certificate of Compliance for the rental property. Tenants of an occupied rental property that lacks
a Certificate of Compliance may pay the rent that would otherwise have been due the owner or its
agent into an escrow account established in accordance with Section 8-15-86 of this Code Nothing
in this article shall be construed to permit eviction of an existing tenant from a rental property or

to deprive existing tenants of their rights to possession of a rental property under the laws of this
state and this Code, and such existing tenants shall have a right under this Code to retain possession
of a rental property notwithstanding an owner's inability to collect rent from such tenants pursuant
to this subsection.

5 (i) A tenant who retains possession of a rental property under Subsection (h) of this 6 section, notwithstanding an owner's inability to collect rent, may nevertheless be evicted if an 7 owner establishes that the tenant is subject to eviction for non-retaliatory reasons other than 8 nonpayment of rent in accordance with MCL 600.5714 and MCL 600.5720.

9 (i) Section 8-15-35(d) of this Code shall not be construed to penalize the tenant or 10 occupant of a rental property for occupancy of a rental property that does not have a valid 11 Certificate of Compliance except as set forth in this subsection. Notwithstanding Subsection (h) of 12 this section, where an inspection of a rental property or a notice of suspension or denial of a 13 Certificate of Compliance states that there is an immediate danger due to a violation or violations of this article or other applicable laws, codes or regulations, the dwelling may be ordered 14 15 immediately vacated by the Building Official, or his or her designee, and any occupancy shall 16 thereafter be unlawful.

17 (k) Nothing in this section shall be interpreted as limiting or controlling the amount of
18 rent an owner may charge to a tenant pursuant to a lawful agreement with the tenant.

(l) Nothing in this section shall be interpreted as limiting the ability of the Buildings,
Safety Engineering, and Environmental Department to exercise its discretion or to establish
policies or procedures to focus the enforcement of this article on a particular geographic area based
on a range of criteria that may include but is not limited to, geographic areas where there may be
high risk to the health and safety of tenants or occupants of rental property.

1 (m) Each Certificate of Compliance issued pursuant to this division shall be for a term 2 of three years, and may be extended from three years to five years when the Certificate of 3 Compliance is approved for two consecutive periods prior to expiration. Nothing in this section 4 shall limit the ability of the Buildings, Safety Engineering, and Environmental Department to limit 5 or otherwise reduce the term for which a Certificate of Compliance is valid where, either before 6 or after a Certificate of Compliance is granted, the property owner demonstrates a repeated 7 inability to comply with the requirements of this article.

8 Section 2. This ordinance is hereby declared necessary to preserve the public peace, health,
9 safety, and welfare of the People of the City of Detroit.

10 Section 3. All ordinances, or parts of ordinances, that conflict with this ordinance are 11 repealed.

Section 4. This ordinance shall become effective immediately in accordance with Section
4-118 of the 2012 Detroit City Charter.

Approved as to form:

Corporation Counsel