

A BILL

IN THE COUNCIL OF THE DISTRICT OF COLUMBIA

To continue requiring, on a temporary basis, that providers of commercial or residential rental property offer and maintain any rent payment plan agreed upon between March 11, 2020, and July 25, 2022, with eligible tenants, and to maintain the minimum requirements for such a plan.

BE IT ENACTED BY THE COUNCIL DISTRICT OF COLUMBIA, That this act may be cited as the “Tenant Payment Plan Phasing Continuation Temporary Act of 2023”.

Sec. 2 Tenant payment plans.

(a) From March 11, 2020, through July 25, 2022 ("program period"), a provider shall offer a rent-payment-plan program ("program") for eligible tenants. Under its program, a provider shall:

(1) Make a payment plan available to an eligible tenant for the payment of gross rent, contractual increases agreed to in a commercial lease's rent escalation tables, and any other amounts that come due under the lease during the program period and prior to the cessation of tenancy ("covered time period"), with a minimum term length of one year unless a shorter payment plan term length is requested by the eligible tenant;

(2) Waive any fee, interest, or penalty that arises out of an eligible tenant entering into a payment plan;

(3) Not report to a credit reporting agency as delinquent the rent subject to the payment plan;

31 (4) Provide that an eligible tenant does not lose any rights under the lease by
32 entering into the payment plan; and

33 (5) Notify all tenants of the availability, terms, and application process for its
34 program.

35 (b)(1) Tenants entering into a payment plan shall be required to make payments in equal
36 monthly installments for the duration of the payment plan unless a different payment schedule is
37 requested by the tenant.

38 (2) A provider shall permit a tenant that has entered into a payment plan to pay an
39 amount greater than the monthly amount provided for in the payment plan.

40 (3) A provider shall not require or request a tenant to provide a lump-sum
41 payment under a payment plan.

42 (4) A provider shall agree in writing to the terms of a payment plan.

43 (c) A provider shall utilize existing procedures or, if necessary, establish new procedures
44 to provide a process by which an eligible tenant may apply for a payment plan, which may
45 include requiring the tenant to submit supporting documentation. A provider shall permit an
46 application for a payment plan to occur online or by telephone.

47 (d) A provider shall approve each application for a payment plan submitted during a
48 covered time period in which an eligible tenant:

49 (1) Demonstrates to the provider evidence of a financial hardship resulting
50 directly or indirectly from the COVID-19 public health emergency, regardless of an existing
51 delinquency or a future inability to make rental payments established prior to the start of the
52 COVID-19 public health emergency; and

53 (2) Agrees in writing to make payments in accordance with the payment plan.

54 (e)(1) A provider who receives an application for a payment plan shall retain the
55 application, whether approved or denied. for at least 3 years.

56 (2) Upon request of the tenant, a provider shall make an application for a payment
57 plan available to:

58 (A) For residential tenants, the Rent Administrator and the Office of the
59 Tenant Advocate; and

60 (B) For commercial tenants, the Department of Licensing and Consumer
61 Protection.

62 (f)(1) A residential tenant whose application for a payment plan is denied may file a
63 written complaint with the Rent Administrator. The Rent Administrator shall forward the
64 complaint to the Office of Administrative Hearings for adjudication.

65 (2) A commercial tenant whose application for a payment plan is denied may file
66 a written complaint with the Department of Licensing and Consumer Protection.

67 (g) Tenant payment plans may not contain any waiver of the tenant's rights under the
68 tenant's lease or District of Columbia law. A tenant entering into a tenant payment plan retains
69 the right to contest the amount of rent due unless this is agreed to in writing by both parties.

70 (h) During the program period, unless the provider has offered a rent payment plan
71 pursuant to this section and approved a rent payment plan pursuant to subsection (d) of this
72 section, that provider shall be prohibited from filing any collection lawsuit or eviction for
73 nonpayment of rent; provided, that the tenant does not default on the terms of the payment plan.

74 (i) For the purposes of this act, the term:

75 (1) "COVID-19 public health emergency" means the emergencies declared in the
76 Declaration of Public Emergency (Mayor's Order 2020-045) together with the Declaration of

77 Public Health Emergency (Mayor's Order 2020-046), declared on March 11, 2020, including any
78 extension of those declared emergencies.

79 (2) "Eligible tenant" means a tenant that:

80 (A) Has notified a provider of an inability to pay all or a portion of the rent
81 due as a result of the COVID-19 public health emergency;

82 (B) Is not a franchisee unless the franchise is owned by a District resident;

83 and

84 (C) Has leased from a provider:

85 (i) A residential property;

86 (ii) Commercial retail space; or

87 (iii) Commercial space that is less than 6,500 square feet in size

88 and that comprises all or part of a commercial building.

89 (3) "Housing provider" means a person or entity who is a residential landlord,
90 residential owner, residential lessor, residential sublessor, residential assignee, or the agent of
91 any of the foregoing or any other person receiving or entitled to receive the rents or benefits for
92 the use or occupancy of any residential rental unit within a housing accommodation within the
93 District.

94 (4) "Non-housing provider" means a person or entity who is a non-residential
95 landlord, non-residential owner, non-residential lessor, non-residential sublessor, non-residential
96 assignee, a non-residential agent of a landlord, owner, lessor, sublessor, or assignee, or any other
97 person receiving or entitled to receive rents or benefits for the use or occupancy of a commercial
98 unit.

99 (5) "Provider" means a housing provider or a non-housing provider.

100 Sec. 3. Applicability.

101 This act shall apply as of December 28, 2022.

102 Sec. 4. Fiscal impact statement.

103 The Council adopts the fiscal impact statement of the Budget Director as the fiscal impact
104 statement required by section 4a of the General Legislative Procedures Act of 1975, approved
105 October 16, 2006 (120 Stat. 2038; D.C. Official Code § 1-301.47a).

106 Sec. 5. Effective date.

107 (a) This act shall take effect following approval by the Mayor (or in the event of veto by
108 the Mayor, action by the Council to override the veto), a 30-day period of congressional review
109 as provided in section 602(c)(1) of the District of Columbia Home Rule Act, approved December
110 24, 1973 (87 Stat. 813; D.C. Official Code § 1-206.02(c)(1)), and publication in the District of
111 Columbia Register.

112 (b) This act shall expire after 225 days of its having taken effect.