Second Regular Session Sixty-third General Assembly STATE OF COLORADO

REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction

LLS NO. 02-0711.01 Ed DeCecco

SENATE BILL 02-118

SENATE SPONSORSHIP

Epps, Entz, Hagedorn, Hernandez, Reeves, and Takis

HOUSE SPONSORSHIP

Jameson,

Senate Committees

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House Committees

Business, Labor, and Finance

A BILL FOR AN ACT

CONCERNING LANDLORD AND TENANT RELATIONS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments that may be subsequently adopted.)

Requires a landlord to show a prospective tenant a residential premises (premises) prior to the execution of a lease if the tenant requests to see the premises. Allows a tenant whose request is denied to terminate the lease if:

- There is a major defect in the premises or the premises is in a substantially different condition than the unit the landlord showed or described to the tenant; and
- The tenant notifies the landlord in writing within a specified number of days after taking possession that the

February 25, 2002

SENATE Reading Unamended

tenant is terminating the lease.

Allows a tenant to terminate a lease when the tenant discovers a major defect that substantially interferes with the tenant's ability to inhabit the premises if:

- The defect is not the result of the tenant's breach of the lease:
- The tenant notifies the landlord of the defect and the tenant's intent to vacate the premises if the landlord fails to take reasonable steps to remedy the major defect; and
- The landlord fails to take reasonable steps to remedy the defect within a specified number of days after receiving the tenant's notice.

Requires a tenant to notify a landlord that the tenant is terminating the lease because of the major defect. Terminates a tenant's obligation to continue to pay rent after the effective date of the termination of the lease, which is when the tenant surrenders possession of the premises.

Defines "major defect".

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1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** 38-12-102 (1), Colorado Revised Statutes, is 3 amended, and the said 38-12-102 is further amended BY THE 4 ADDITION OF A NEW SUBSECTION, to read: **38-12-102. Definitions.** As used in this part 1, unless the context 5 6 otherwise requires: 7 (1) "Normal wear and tear" means that deterioration which 8 occurs, based upon the use for which the rental unit is intended, without 9 negligence, carelessness, accident, or abuse of the premises or equipment 10 or chattels by the tenant or members of his household or their invitees or 11 guests "MAJOR DEFECT" MEANS LOSS OF HEAT OR HOT WATER, PLUMBING 12 STOPPAGE, ____ MAJOR LEAK, RODENT OR INSECT INFESTATION, OR ANY 13 OTHER CONDITION THAT SUBSTANTIALLY INTERFERES WITH A TENANT'S 14 ABILITY TO INHABIT A RESIDENTIAL PREMISES, ANY OF WHICH CONTINUES 15 FOR SEVENTY-TWO HOURS OR MORE. "MAJOR DEFECT" ALSO INCLUDES A

MAJOR LEAK THAT ORIGINATES FROM THE ROOF OF THE BUILDING AS A

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1	RESULT OF RAIN, SNOW, OR OTHER INCLEMENT WEATHER AND CONTINUES
2	FOR TWENTY-FOUR HOURS OR MORE. "MAJOR DEFECT" DOES NOT INCLUDE
3	ANY DEFECT CAUSED BY THE TENANT OR BY AN ENTITY OR FORCE OUTSIDE
4	OF THE LANDLORD'S CONTROL, INCLUDING, BUT NOT LIMITED TO, PUBLIC
5	UTILITIES, NOR ANY DEFECT IN A COMMON AREA.
6	(1.5) "NORMAL WEAR AND TEAR" MEANS THAT DETERIORATION
7	THAT OCCURS, BASED UPON THE USE FOR WHICH THE RENTAL UNIT IS
8	INTENDED, WITHOUT NEGLIGENCE, CARELESSNESS, ACCIDENT, OR ABUSE
9	OF THE PREMISES OR EQUIPMENT OR CHATTELS BY THE TENANT OR
10	MEMBERS OF THE TENANT'S HOUSEHOLD OR THEIR INVITEES OR GUESTS.
11	SECTION 2. Part 1 of article 12 of title 38, Colorado Revised
12	Statutes, is amended BY THE ADDITION OF THE FOLLOWING NEW
13	SECTIONS to read:
14	38-12-101.5. Application of part 1. This part 1 shall not
15	APPLY TO ANY RELATIONSHIP BETWEEN THE OWNER OF A MOBILE HOME
16	PARK AND THE OWNER OF A MOBILE HOME SITUATED IN SUCH PARK THAT
17	IS OTHERWISE ESTABLISHED BY PART 2 OF THIS ARTICLE.
18	38-12-105. Right to see premises prior to <u>rental - return of</u>
19	<u>security deposit.</u> (1) PRIOR TO EXECUTING A LEASE FOR A RESIDENTIAL
20	PREMISES, A TENANT SHALL BE ENTITLED TO SEE THE PREMISES IF THE
21	TENANT REQUESTS <u>IN WRITING</u> TO DO SO. <u>THE LANDLORD SHALL PROVIDE</u>
22	A WRITTEN FORM TO THE TENANT FOR THIS PURPOSE.
23	(2) When a landlord fails to show the premises to the
24	TENANT AFTER HE OR SHE HAS REQUESTED TO SEE THE PREMISES, THE
25	TENANT SHALL BE ENTITLED TO TERMINATE THE LEASE IF:
26	(a) THERE IS A MAJOR DEFECT IN THE PREMISES OR THE PREMISES
27	IS IN A SUBSTANTIALLY DIFFERENT CONDITION THAN THE UNIT THE

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1	LANDLORD SHOWED OR DESCRIBED TO THE TENANT; AND
2	(b) THE TENANT NOTIFIES THE LANDLORD IN WRITING WITHIN TEN
3	DAYS AFTER TAKING POSSESSION THAT THE TENANT IS TERMINATING THE
4	LEASE.
5	(3) THE TERMINATION SHALL TAKE EFFECT ON THE DATE THE
6	TENANT SURRENDERS POSSESSION OF THE RESIDENTIAL PREMISES. THE
7	TENANT SHALL PAY RENT FOR ANY TIME HE OR SHE IS IN POSSESSION OF
8	THE PREMISES PRIOR TO THE TERMINATION OF THE LEASE.
9	(4) NOTWITHSTANDING ANYTHING TO THE CONTRARY IN SECTION
10	38-12-103(1), THE LANDLORD SHALL HAVE FIFTEEN DAYS FOLLOWING THE
11	TERMINATION OF THE LEASE TO DELIVER TO THE TENANT ALL OF, OR THE
12	APPROPRIATE PORTION OF, THE SECURITY DEPOSIT PLUS ANY RENT REBATE
13	OWED TO THE TENANT FOR RENT PAID BY THE TENANT. ALL OTHER
14	PROVISIONS OF SECTION 38-12-103 SHALL APPLY TO THE RETURN OF THE
15	SECURITY DEPOSIT.
16	(5) The remedies specified in this section shall be in
17	ADDITION TO AND NOT IN LIMITATION OF ANY OTHER REMEDIES PROVIDED
18	FOR BY COMMON LAW OR THE LAWS OF THIS STATE.
19	38-12-106. Termination of lease - major defects - return of
20	security deposit. (1) ANY TIME A TENANT DISCOVERS A MAJOR DEFECT
21	IN A RESIDENTIAL PREMISES, THE TENANT MAY TERMINATE THE
22	LEASE FOR THE RESIDENTIAL PREMISES PRIOR TO THE TERMINATION DATE
23	AGREED UPON IN THE LEASE IF:
24	(a) THE MAJOR DEFECT IS NOT THE RESULT OF A BREACH OF THE
25	LEASE BY THE TENANT, INCLUDING ANY AGREEMENT BY THE LANDLORD
26	AND THE TENANT FOR MAINTENANCE AND REPAIR BY THE TENANT;
27	(b) The tenant notifies the landlord in writing of the

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1	MAJOR DEFECT AND THE TENANTS INTENT TO VACATE THE RESIDENTIAL
2	PREMISES IF THE LANDLORD FAILS TO TAKE REASONABLE STEPS TO REMEDY
3	THE MAJOR DEFECT; AND
4	(c) The Landlord, within <u>fifteen calendar days</u> after
5	RECEIVING THE TENANT'S WRITTEN NOTICE, FAILS TO TAKE REASONABLE
6	STEPS TO REMEDY THE MAJOR DEFECT.
7	(2) TO TERMINATE THE LEASE, THE TENANT SHALL NOTIFY THE
8	LANDLORD IN WRITING THAT THE TENANT IS TERMINATING THE LEASE
9	BECAUSE OF THE MAJOR DEFECT. THE TERMINATION SHALL TAKE EFFECT
10	ON THE DATE THE TENANT SURRENDERS POSSESSION OF THE RESIDENTIAL
11	PREMISES.
12	(3) NOTWITHSTANDING ANYTHING TO THE CONTRARY IN SECTION
13	38-12-103(1), THE LANDLORD SHALL HAVE FIFTEEN DAYS FOLLOWING THE
14	TERMINATION OF THE LEASE TO DELIVER TO THE TENANT ALL OF, OR THE
15	APPROPRIATE PORTION OF, THE SECURITY DEPOSIT PLUS ANY RENT REBATE
16	OWED TO THE TENANT FOR RENT PAID BY THE TENANT. ALL OTHER
17	PROVISIONS OF SECTION 38-12-103 SHALL APPLY TO THE RETURN OF THE
18	SECURITY DEPOSIT.
19	(4) The remedies specified in this section shall be in
20	ADDITION TO AND NOT IN LIMITATION OF ANY OTHER REMEDIES PROVIDED
21	FOR BY COMMON LAW OR THE LAWS OF THIS STATE.
22	SECTION 3. Safety clause. The general assembly hereby finds,
23	determines, and declares that this act is necessary for the immediate
24	preservation of the public peace, health, and safety.

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