Department of Planning and Budget 2021 Fiscal Impact Statement

| 1. | Bill Number | Number: HB2014 | | | | | | |
|----|---------------------|----------------|----------------|-------|----------------|------|-------------------------------|--|
| | House of Orig | in 🖂 | Introduced | | Substitute | | Engrossed | |
| | Second House | | In Committee | | Substitute | | Enrolled | |
| 2. | Patron: | Price | | | | | | |
| 3. | Committee: | : General Laws | | | | | | |
| 4. | Title: | _ | Residential La | ındlo | ord and Tenant | Act; | landlord remedies; landlord's | |

5. Summary: Prohibits a landlord from accepting full payment of all rent that is overdue from a tenant and receiving an order of possession pursuant to an unlawful detainer action and proceeding with eviction. Under current law, a landlord may accept full or partial payment of all rent and receive an order of possession pursuant to an unlawful detainer action and proceed with eviction, provided that he has stated in a written notice to the tenant that any and all amounts owed to the landlord by the tenant, including payment of any rent, damages, money judgment, award of attorney fees, and court costs, would be accepted with reservation and would not constitute a waiver of the landlord's right to evict the tenant from the dwelling unit. The bill provides specific language that must be included within such notice, and requires a landlord who elects to seek possession of the dwelling unit to provide a copy of the notice to the court for service to the tenant along with the summons for unlawful detainer. The bill also allows tenants to exercise the right of redemption in unlawful detainer actions an unlimited number of times. Under current law, tenants may only exercise the right of redemption once during any 12-month period of continuous residency in the dwelling unit, regardless of the term of the rental agreement or any renewal term of the rental agreement. The bill contains technical amendments.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Preliminary.

8. Fiscal Implications: The Department of Housing and Community Development has no oversight or administrative obligations regarding the Virginia Residential Landlord and Tenant Act. The department does update and publish on its website the Landlord Tenant Handbook. Any legislative changes made to the Act will be updated, but the department can do so using current resources. This bill may impact the court system.

9. Specific Agency or Political Subdivisions Affected: Department of Housing and Community Development; courts.

10. Technical Amendment Necessary: No.

11. Other Comments: None.