

CONFERENCE COMMITTEE REPORT FORM

Austin, Texas

5-29-15

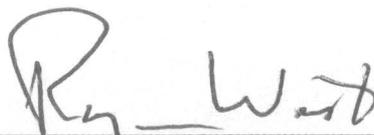
Date

Honorable Dan Patrick
President of the Senate

Honorable Joe Straus
Speaker of the House of Representatives

Sirs:

We, Your Conference Committee, appointed to adjust the differences between the Senate and the House of Representatives on SB 1367 have had the same under consideration, and beg to report it back with the recommendation that it do pass in the form and text hereto attached.



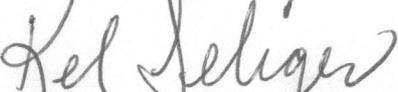
SEN. WEST



SEN. ELMS



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On the part of the Senate

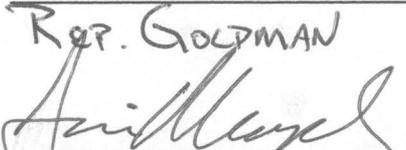
SEN. LARRY TAYLOR



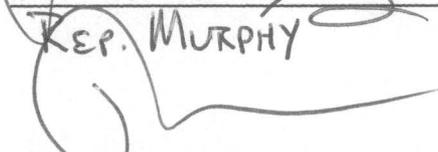
REP. ANCHIA



REP. ALVARADO



REP. GOLDMAN



REP. MURPHY

On the part of the House

REP. VILLALBA

Note to Conference Committee Clerk:

Please type the names of the members of the Conference Committee under the lines provided for signature. Those members desiring to sign the report should sign each of the six copies. Attach a copy of the Conference Committee Report and a Section by Section side by side comparison to each of the six reporting forms. The original and two copies are filed in house of origin of the bill, and three copies in the other house.

CONFERENCE COMMITTEE REPORT

3rd Printing

S.B. No. 1367

A BILL TO BE ENTITLED

AN ACT

relating to certain obligations of and limitations on landlords.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 24.005, Property Code, is amended by amending Subsection (f) and adding Subsections (f-1) and (f-2) to read as follows:

(f) Except as provided by Subsection (f-1), the ~~[The]~~ notice to vacate shall be given in person or by mail at the premises in question. Notice in person may be by personal delivery to the tenant or any person residing at the premises who is 16 years of age or older or personal delivery to the premises and affixing the notice to the inside of the main entry door. Notice by mail may be by regular mail, by registered mail, or by certified mail, return receipt requested, to the premises in question. ~~[If the dwelling has no mailbox and has a keyless bolting device, alarm system, or dangerous animal that prevents the landlord from entering the premises to leave the notice to vacate on the inside of the main entry door, the landlord may securely affix the notice on the outside of the main entry door.]~~

(f-1) As an alternative to the procedures of Subsection (f), a landlord may deliver the notice to vacate by securely affixing to the outside of the main entry door a sealed envelope that contains the notice and on which is written the tenant's name, address, and in all capital letters, the words "IMPORTANT DOCUMENT" or

1 substantially similar language and, not later than 5 p.m. of the
2 same day, depositing in the mail in the same county in which the
3 premises in question is located a copy of the notice to the tenant
4 if:

5 (1) the premises has no mailbox and has a keyless
6 bolting device, alarm system, or dangerous animal that prevents the
7 landlord from entering the premises to affix the notice to vacate to
8 the inside of the main entry door; or

9 (2) the landlord reasonably believes that harm to any
10 person would result from personal delivery to the tenant or a person
11 residing at the premises or from personal delivery to the premises
12 by affixing the notice to the inside of the main entry door.

13 (f-2) Notice to vacate under Subsection (f-1) is considered
14 delivered on the date the envelope is affixed to the outside of the
15 door and is deposited in the mail, regardless of the date the notice
16 is received.

17 SECTION 2. Section 54.046, Property Code, is amended to
18 read as follows:

19 Sec. 54.046. VIOLATION BY LANDLORD. If a landlord or the
20 landlord's agent wilfully violates this subchapter, the tenant is
21 entitled to:

22 (1) actual damages, return of any property seized that
23 has not been sold, return of the proceeds of any sale of seized
24 property, and the sum of one month's rent and \$1,000 [~~or \$500,~~
25 ~~whichever is greater~~], less any amount for which the tenant is
26 liable; and

27 (2) reasonable attorney's fees.

1 SECTION 3. Section 92.006, Property Code, is amended by
2 adding Subsection (h) to read as follows:

3 (h) A tenant's right to a jury trial in an action brought
4 under this chapter may not be waived in a lease or other written
5 agreement.

6 SECTION 4. Section 92.056(b), Property Code, is amended to
7 read as follows:

8 (b) A landlord is liable to a tenant as provided by this
9 subchapter if:

10 (1) the tenant has given the landlord notice to repair
11 or remedy a condition by giving that notice to the person to whom or
12 to the place where the tenant's rent is normally paid;

13 (2) the condition materially affects the physical
14 health or safety of an ordinary tenant;

15 (3) the tenant has given the landlord a subsequent
16 written notice to repair or remedy the condition after a reasonable
17 time to repair or remedy the condition following the notice given
18 under Subdivision (1) or the tenant has given the notice under
19 Subdivision (1) by sending that notice by certified mail, return
20 receipt requested, ~~[or]~~ by registered mail, or by another form of
21 mail that allows tracking of delivery from the United States Postal
22 Service or a private delivery service;

23 (4) the landlord has had a reasonable time to repair or
24 remedy the condition after the landlord received the tenant's
25 notice under Subdivision (1) and, if applicable, the tenant's
26 subsequent notice under Subdivision (3);

27 (5) the landlord has not made a diligent effort to

1 repair or remedy the condition after the landlord received the
2 tenant's notice under Subdivision (1) and, if applicable, the
3 tenant's notice under Subdivision (3); and

4 (6) the tenant was not delinquent in the payment of
5 rent at the time any notice required by this subsection was given.

6 SECTION 5. Section 92.105, Property Code, is amended by
7 amending Subsections (a) and (b) and adding Subsection (b-1) to
8 read as follows:

9 (a) If the owner's interest in the premises is terminated by
10 sale, assignment, death, appointment of a receiver, bankruptcy, or
11 otherwise, the new owner is liable for the return of security
12 deposits according to this subchapter from the date title to the
13 premises is acquired [~~, regardless of whether notice is given to the~~
14 ~~tenant under Subsection (b) of this section]~~.

15 (b) The [~~person who no longer owns an interest in the rental~~
16 ~~premises remains liable for a security deposit received while the~~
17 ~~person was the owner until the]~~ new owner shall deliver [~~delivers~~]
18 to the tenant a signed statement acknowledging that the new owner
19 has acquired the property [~~received~~] and is responsible for the
20 tenant's security deposit and specifying the exact dollar amount of
21 the deposit.

22 (b-1) The person who no longer owns an interest in the
23 rental premises is liable for a security deposit received while the
24 person was the owner until the new owner has received the deposit or
25 has assumed the liability for the deposit, unless otherwise
26 specified by the parties in a written contract.

27 SECTION 6. Subchapter C, Chapter 92, Property Code, is

1 amended by adding Section 92.110 to read as follows:

2 Sec. 92.110. LEASE WITHOUT SECURITY DEPOSIT; REQUIRED
3 NOTICE. (a) If a security deposit was not required by a
4 residential lease and the tenant is liable for damages and charges
5 on surrender of the premises, the landlord shall notify the tenant
6 in writing of the landlord's claim for damages and charges on or
7 before the date the landlord reports the claim to a consumer
8 reporting agency or third-party debt collector.

9 (b) A landlord is not required to provide the notice under
10 Subsection (a) if the tenant has not given the landlord the tenant's
11 forwarding address as provided by Section 92.107.

12 (c) If a landlord does not provide the tenant the notice as
13 required by this section, the landlord forfeits the right to
14 collect damages and charges from the tenant. Forfeiture of the
15 right to collect damages and charges from the tenant is the
16 exclusive remedy for the failure to provide the proper notice to the
17 tenant.

18 SECTION 7. Section 92.157(a), Property Code, is amended to
19 read as follows:

20 (a) At a tenant's request made at any time, a landlord, at
21 the tenant's expense, shall install:

22 (1) a keyed dead bolt on an exterior door if the door
23 has:

24 (A) a doorknob lock but not a keyed dead bolt; or

25 (B) a keyless bolting device but not a keyed dead
26 bolt or doorknob lock; and

27 (2) a sliding door handle latch [~~pin lock~~] or sliding

1 door security bar if the door is an exterior sliding glass door
2 without a sliding door handle latch [~~pin lock~~] or sliding door
3 security bar.

4 SECTION 8. Section 92.1641, Property Code, is amended to
5 read as follows:

6 Sec. 92.1641. LANDLORD'S DEFENSES RELATING TO INSTALLING OR
7 REKEYING CERTAIN SECURITY DEVICES. The landlord has a defense to
8 liability under Section 92.164 if:

9 (1) the tenant has not fully paid all rent then due
10 from the tenant on the date the tenant gives a request under
11 [~~Subsection (a) of~~] Section 92.157(c) [~~92.157~~] or the notice
12 required by Section 92.164; or

13 (2) on the date the tenant terminates the lease or
14 files suit the tenant has not fully paid costs requested by the
15 landlord and authorized by Section 92.162.

16 SECTION 9. The changes in law made by this Act apply only to
17 a residential lease agreement entered into on or after the
18 effective date of this Act. A residential lease agreement entered
19 into before the effective date of this Act is governed by the law
20 applicable to the agreement immediately before that date, and the
21 former law is continued in effect for that purpose.

22 SECTION 10. This Act takes effect January 1, 2016.

Senate Bill 1367
Conference Committee Report
Section-by-Section Analysis

SENATE VERSION

No equivalent provision.

HOUSE VERSION (IE)

SECTION 1. Section 24.005, Property Code, is amended by amending Subsection (f) and adding Subsections (f-1) and (f-2) to read as follows:

(f) Except as provided by Subsection (f-1), the [The] notice to vacate shall be given in person or by mail at the premises in question. Notice in person may be by personal delivery to the tenant or any person residing at the premises who is 16 years of age or older or personal delivery to the premises and affixing the notice to the inside of the main entry door. Notice by mail may be by regular mail, by registered mail, or by certified mail, return receipt requested, to the premises in question. [If the dwelling has no mailbox and has a keyless bolting device, alarm system, or dangerous animal that prevents the landlord from entering the premises to leave the notice to vacate on the inside of the main entry door, the landlord may securely affix the notice on the outside of the main entry door.]

(f-1) As an alternative to the procedures of Subsection (f), a landlord may deliver the notice to vacate by securely affixing to the outside of the main entry door a sealed envelope that contains the notice and on which is written the tenant's name, address, and in all capital letters, the words "IMPORTANT DOCUMENT" or substantially similar language. [FA1(1)-(2)]

CONFERENCE

SECTION 1. Same as House version except as follows:

(f) Same as House version.

(f-1) As an alternative to the procedures of Subsection (f), a landlord may deliver the notice to vacate by securely affixing to the outside of the main entry door a sealed envelope that contains the notice and on which is written the tenant's name, address, and in all capital letters, the words "IMPORTANT DOCUMENT" or substantially similar language **and, not later than 5 p.m. of the same day, depositing in the mail in the same county in which the premises in question is located a copy of the notice to the tenant if:**

(1) the premises has no mailbox and has a keyless bolting device, alarm system, or dangerous animal that prevents the landlord from entering the premises to affix the notice to vacate to the inside of the main entry door; or

(2) the landlord reasonably believes that harm to any person

Senate Bill 1367
Conference Committee Report
Section-by-Section Analysis

SENATE VERSION

HOUSE VERSION (IE)

CONFERENCE

would result from personal delivery to the tenant or a person residing at the premises or from personal delivery to the premises by affixing the notice to the inside of the main entry door.

(f-2) Notice to vacate under Subsection (f-1) is considered delivered on the date the envelope is affixed to the outside of the door, regardless of the date the notice is received.
[FA1(3)]

(f-2) Notice to vacate under Subsection (f-1) is considered delivered on the date the envelope is affixed to the outside of the door *and is deposited in the mail*, regardless of the date the notice is received.

SECTION 1. Section 54.046, Property Code, is amended.

SECTION 2. Same as Senate version.

SECTION 2. Same as Senate version.

SECTION 2. Section 92.006, Property Code, is amended by adding Subsection (h) to read as follows:

(h) A tenant's right to a jury trial in an action brought under this chapter may not be waived.

SECTION 3. Section 92.006, Property Code, is amended by adding Subsection (h) to read as follows:

(h) A tenant's right to a jury trial in an action brought under this chapter may not be waived *in a lease or other written agreement*.

SECTION 3. Same as House version.

SECTIONS 3-5. Section 92.056(b), Section 92.105, and Subchapter C, Chapter 92, Property Code, are amended.

SECTIONS 4-6. Same as Senate version.

SECTIONS 4-6. Same as Senate version.

No equivalent provision.

SECTION 7. Section 92.157(a), Property Code, is amended to read as follows:

(a) At a tenant's request made at any time, a landlord, at the tenant's expense, shall install:

(1) a keyed dead bolt on an exterior door if the door has:
(A) a doorknob lock but not a keyed dead bolt; or
(B) a keyless bolting device but not a keyed dead bolt or doorknob lock; and

(2) a sliding door handle latch [~~pin lock~~] or sliding door security bar if the door is an exterior sliding glass door without a sliding door handle latch [~~pin lock~~] or sliding door

SECTION 7. Same as House version.

Senate Bill 1367
Conference Committee Report
Section-by-Section Analysis

SENATE VERSION

HOUSE VERSION (IE)

CONFERENCE

No equivalent provision.

security bar.

SECTION 8. Section 92.1641, Property Code, is amended to read as follows:

Sec. 92.1641. LANDLORD'S DEFENSES RELATING TO INSTALLING OR REKEYING CERTAIN SECURITY DEVICES. The landlord has a defense to liability under Section 92.164 if:

- (1) the tenant has not fully paid all rent then due from the tenant on the date the tenant gives a request under [~~Subsection (a) of~~] Section 92.157(c) [~~92.157~~] or the notice required by Section 92.164; or
- (2) on the date the tenant terminates the lease or files suit the tenant has not fully paid costs requested by the landlord and authorized by Section 92.162.

SECTION 8. Same as House version.

SECTION 6. Saving provision.

SECTION 9. Same as Senate version.

SECTION 9. Same as Senate version.

SECTION 7. This Act takes effect January 1, 2016.

SECTION 10. Same as Senate version.

SECTION 10. Same as Senate version.

**LEGISLATIVE BUDGET BOARD
Austin, Texas**

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 29, 2015

TO: Honorable Dan Patrick, Lieutenant Governor, Senate
Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: SB1367 by West (Relating to certain obligations of and limitations on landlords.),
Conference Committee Report

No fiscal implication to the State is anticipated.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies:

LBB Staff: UP, CL, EK

**Certification of Compliance with
Rule 13, Section 6(b), House Rules of Procedure**

Rule 13, Section 6(b), House Rules of Procedure, requires a copy of a conference committee report signed by a majority of each committee of the conference to be furnished to each member of the committee in person or, if unable to deliver in person, by placing a copy in the member's newspaper mailbox at least one hour before the report is furnished to each member of the house under Rule 13, Section 10(a). The paper copies of the report submitted to the chief clerk under Rule 13, Section 10(b), must contain a certificate that the requirement of Rule 13, Section 6(b), has been satisfied, and that certificate must be attached to the copy of the report furnished to each member under Rule 13, Section 10(d). Failure to comply with this requirement is not a sustainable point of order under Rule 13.

I certify that a copy of the conference committee report on SB 1367 was furnished to each member of the conference committee in compliance with Rule 13, Section 6(b), House Rules of Procedure, before submission of the paper copies of the report to the chief clerk under Rule 13, Section 10(b), House Rules of Procedure.

[Signature]
(name)

5/29/15
(date)