Bernice Stern Ruby Chow Patricia Thorpe Robert B. Dunn Introduced by: Gary Grant 79-687

ORDINANCE NO.

8.

AN ORDINANCE relating to rental units which have been sold after being converted to condominium apartments; amending Sections 2 and 3 of Ordinance 4189, as amended; and declaring an emergency.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

SECTION 1. Ordinance 4189, Section 2, is hereby amended to read as follows:

- A. Apartment. "Apartment" shall mean any apartment as defining by the King County Zoning Code, KCC 21.04.050.
- B. <u>Building</u>. "Building" shall mean any existing structure containing one or more housing units and any grouping of such structures which as rental structures were operated under a single name and as converted buildings are the subject of a single declaration or simultaneous declarations filed pursuant to the State Horizontal Property Regimes Act, RCW Chapter 64.32.
- C. <u>Condominium</u>. "Condominium" shall mean real estate subject to that form of ownership, as established and declared by RCW chapter 64.32, whereby the owner of each condominium apartment is entitled to the exclusive ownership and possession of his or her apartment in fee simple absolute or qualified, by way of leasehold or by way of periodic estate, or in any other manner in which real property may be owned, leased or possessed in this state, together with an undivided interest in a like estate of the common areas and facilities in the percentage specified in the declaration as duly recorded under state law.
- D. <u>Conversion</u>. "Conversion" shall mean the act of filing a declaration pursuant to RCW chapter 64.32 where the resultant condominium includes or is part of any building that at any time prior to recording of the declaration was occupied wholly or in part by tenants. "Conversion" shall also include the sale by a developer of condominium apartments that were previously rental units.
 - E. Developer. Any person, firm, partnership, joint

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venture, corporation or any other entity or combination of entities who undertake the conversion, sale, or offering for sale of condominium apartments. "Developer" shall also include the agents of and successors to developers. ((A-person-who-purchases a-condominium-apartment-and-then-rents-same-shall-not-becensidered-a-"developer"-of-that-unit-))

- F. <u>Director</u>. "Director" shall mean the Director of the King County Department of Planning and Community Development and his or her designees.
- G. <u>Eviction</u>. "Eviction" shall mean any effort by a developer to deprive a tenant of possession of premises or to terminate a tenancy by lawful or unlawful means.
- H. <u>Housing Code</u>. "Housing Code" shall mean the King County Housing Code, as codified and incorporated by KCC 16.04.010(3) and KCC 16.04.040.
- I. Offer for Sale. "Offer for Sale" shall mean a written offer to sell a condominium apartment to the tenant in possession of that unit at a specific price and on specific terms or any advertisement, inducement, solicitation, or attempt by a developer to encourage any person other than a tenant to purchase a condominium apartment.
- J. Owners' Association. "Owners' Association" shall mean an association formed by owners of condominium apartments, acting as a group in accordance with bylaws and a duly recorded condominium declaration, for the purpose of managing a condominium.
- K. <u>Person</u>. "Person" shall mean a natural person, corporation, partnership, association, trust, other entity, or any combiniation thereof.
- L. <u>Prospective Purchaser</u>. "Prospective purchaser" shall mean any person, including existing tenants or subtenants, who expresses an interest to a declarant or the agent of a declarant in purchasing a condominium apartment.

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M. <u>Purchase</u>. "Purchase" shall mean the transmission of property from one person to another by voluntary, act and agreement, founded on a valuable consideration, and shall include the consummation of an earnest money agreement.

- N. Rental Unit. "Rental unit" shall mean any "dwelling unit", as that term is defined in the King County Zoning Code, KCC 21.04.255, which is being rented on a periodic basis or leased for purposes of habitation.
- O. Tenant. "Tenant" shall mean any person who is entitled to occupy a rental unit primarily for living or dwelling purposes under a rental or lease agreement, written or oral, express or implied. The term "tenant" shall also include a subtenant as defined in "P" below unless the two terms are specifically distinguished. For purposes of the notices and disclosures required by this Ordinance, the term "tenant" shall mean the tenant of record on the rental agreement.
- P. <u>Subtenant</u>. "Subtenant" shall mean a person in occupancy with the written consent of the owner.

SECTION 2. Ordinance 4189, Section 3, as amended, is hereby amended to read as follows:

APPLICATION.

A. <u>In General</u>. <u>1.</u> This ordinance shall apply only to the conversion and sale of rental units that have not yet been converted to condominium apartments and to those units in converted buildings that are not yet subject to a binding purchase commitment or have not been sold on the effective date of this ordinance. However, in the case of occupied units for which a declaration has been filed pursuant to RCW 64.32 and whose tenants have received notice of such declaration and of the developer's intent to sell prior to the effective date of this ordinance, the notice requirements of Part II of this ordinance shall be deemed fulfilled if the notices delivered to tenants and subtenants in possession are at least equal to those required in

Part II.

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2. The provisions of this ordinance shall not apply to a unit ((enee)) after it has been sold as a condominium apartment((+)), provided that the notice, relocation assistance and disclosures required by this ordinance have been provided in relation to that unit. The consumer protection disclosures and rights provided by Part III of this Ordinance are intended at a minimum to protect prospective purchasers who are not developers.

- 3. Part II of this ordinance, Protection of Tenants, shall not apply to condominium apartments that are vacant on the effective date of this ordinance and which have been offered for sale prior to the date; provided that any tenant who takes possession of the apartment after said date shall be provided the disclosures required by Section 3B of this ordinance and shall be entitled to the benefits of that section if the required disclosures are not given.
- Application to Tenants. This Ordinance shall apply only to those tenants who have received notice that their units may be converted and/or who are in possession of rental units in converted buildings at the time the notices, offers, and disclosures provided by this Ordinance are required to be delivered, including tenants who have received an eviction notice under RCW 59.18.200 effective after the effective date of this Ordinance. This Ordinance shall not apply to tenants who take possession of a unit vacated by a tenant who has received the notices and other benefits provided by this Ordinance; provided, that developers shall disclose in writing to all tenants who take possession after service of the 120-day notice required by this Ordinance that the unit has been sold or will be offered for sale as a condominium apartment. This disclosure shall be made prior to the execution of any written rental agreement or prior to the tenant's taking possession whichever occurs earlier. developer's failure to disclose, within the time specified above,

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that the unit has been sold or offered for sale shall entitle the tenant to all the other protections and benefits of this Ordinance.

apartment units for which a certificate of occupancy is issued subsequent to the date of this Ordinance, and which have been declared as condominiums prior to occupancy, shall be exempt from the provisions of the ordinance for a period of 280 days from the date of first occupancy; PROVIDED that if any unit in such apartment is rented prior to sale, the developer or owner shall provide written notice to the prospective tenant, in a form approved by the Director, that the apartment is a condominium subject to future sale.

SECTION 3. The County Council finds as a fact and declares that an emergency exists and that this ordinance is necessary for the immediate preservation of public peace, health or safety or for the support of county government and its existing public institutions.

INTRODUCED AND READ for the first time this 4 day of May, 1979.

PASSED this 18th day of June 1979.

KING COUNTY, WASHINGTON

ATTEST:

Deputy Clerk of the Council

APPROVED this 22 day of

1979.

King County Executive