No. 1545

## **Introduced by Senator Costa**

February 17, 2000

An act to amend Sections 17021.5, 17021.6, and Section 17055 of the Health and Safety Code, relating to housing.

## LEGISLATIVE COUNSEL'S DIGEST

SB 1545, as amended, Costa. Housing: employee housing.

(1) Under the Employee Housing Act, certain accommodations meeting the definition of employee housing are exempt from specified local land use ordinances or regulations. The act provides that the owner of any employee housing who has qualified, or is intended to qualify, for a permit to operate under the act is eligible to be exempt from these land use ordinances or regulations.

This bill would instead provide with respect to owners of employee housing providing accommodations for 12 or fewer employees, as specified, that only owners of any new employee housing constructed on or after January 1, 1993, are eligible to be exempt from these local land use ordinances or regulations.

## (2) Under existing law

Under the Employee Housing Act, if a complainant alleges, and the court finds, that residents of the employee housing were in imminent peril as a result of serious violations of the act, the complainant is not required to wait more than 5 days for the enforcement agency to bring the civil action and the

complainant is authorized to do so after 5 days and is entitled to all rights and remedies pursuant to the act.

This bill would delete the 5-day waiting period.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Section 17021.5 of the Health and Safety 1 2 Code is amended to read: 3 17021.5. (a) Any new employee housing constructed on or after January 1, 1993, which has qualified, or is 4 intended to qualify, for a permit to operate pursuant to 5 this part may invoke the provisions of this section. 6 7 (b) Any employee housing -providing accommodations for six or fewer employees shall be 8 9 deemed a single-family structure with a residential land use designation for the purposes of this section. For the 10 purpose of all local ordinances, employee housing shall 11 not be included within the definition of a boarding house, 12 rooming house, hotel, dormitory, or other similar term 13 14 that implies that the employee housing is a business run for profit or differs in any other way from a family 15 dwelling. No conditional use permit, zoning variance, or 16 other zoning clearance shall be required of employee 17 18 housing that serves six or fewer employees that is not required of a family dwelling of the same type in the same 19 20 zone. Use of a family dwelling for purposes of employee housing serving six or fewer persons shall not constitute 21 a change of occupancy for purposes of Part 1.5 22 23 (commencing with Section 17910) or local building 24 eodes. (c) Except as otherwise provided in this part, 25 26 employee housing that serves six or fewer employees shall 27 not be subject to any business taxes, local registration fees, use permit fees, or other fees to which other family 28 dwellings of the same type in the same zone are not 29 30 likewise subject. Nothing in this subdivision shall be

31 construed to forbid the imposition of local property taxes,

32 fees for water services and garbage collection, fees for

normal inspections, local bond assessments, and other 1 2 fees, charges, and assessments to which other family dwellings of the same type in the same zone are likewise 3 subject. Neither the State Fire Marshal nor any local 4 public entity shall charge any fee to the owner, operator 5 or any resident for enforcing fire inspection regulations 6 7 pursuant to state law or regulation or local ordinance, 8 with respect to employee housing which serves six or 9 fewer persons. (d) For the purposes of any contract, deed, or 10 covenant for the transfer of real property, employee 11 housing which serves six or fewer employees shall be 12 13 considered a residential use of property and a use of property by a single household, notwithstanding any 14 disclaimers to the contrary. For purposes of this section, 15 "employee housing" includes employee housing defined 16 in subdivision (b) of Section 17008, even if the housing 17 accommodations or property are not located in a rural 18 19 area, as defined by Section 50101. 20(e) The Legislature hereby declares that it is the 21 policy of this state that each county and city shall permit 22 and encourage the development and use of sufficient 23 numbers and types of employee housing facilities as are 24 commensurate with local needs. This section shall apply 25 equally to any charter city, general law city, county, city 26 and county, district and any other local public entity. 27 SEC. 2. Section 17021.6 of the Health and Safety Code 28 is amended to read: 29 17021.6. (a) The owner of any new employee housing constructed on or after January 1, 1993, who has 30 31 qualified, or is intended to qualify, for a permit to operate pursuant to this part may invoke the provisions of this 32 33 section. 34 (b) Any employee housing -providing 35 accommodations for 12 or fewer employees shall be deemed an agricultural land use designation for the 36 purposes of this section. For the purpose of all local 37 ordinances, employee housing shall not be deemed a use 38

39 that implies that the employee housing is an activity that

40 differs in any other way from an agricultural use. No

conditional use permit, zoning variance, or other zoning 1 2 clearance shall be required of employee housing that 3 serves 12 or fewer employees that is not required of any other agricultural activity in the same zone. The 4 permitted occupancy in employee housing in an 5 agricultural zone shall include agricultural employees 6 who do not work on the property where the employee 7 8 housing is located. 9 (c) Except as otherwise provided in this part, employee housing that serves 12 or fewer employees shall 10 not be subject to any business taxes, local registration fees, 11 use permit fees, or other fees to which other agricultural 12 activities in the same zone are not likewise subject. 13 Nothing in this subdivision shall be construed to forbid 14 the imposition of local property taxes, fees for water 15 services and garbage collection, fees for normal inspections, local bond assessments, and other fees, 16 17 charges, and assessments to which other agricultural 18

19 activities in the same zone are likewise subject. Neither 20 the State Fire Marshal nor any local public entity shall 21 charge any fee to the owner, operator, or any resident for 22 enforcing fire inspection regulation pursuant to state law 23 or regulation or local ordinance, with respect to 24 employee housing that serves 12 or fewer persons.

(d) For the purposes of any contract, deed, or covenant for the transfer of real property, employee 25 26 housing which serves 12 or fewer employees shall be 27 28 considered an agricultural use of property, notwithstanding any disclaimers to the contrary. For 29 purposes of this section, "employee housing" includes 30 31 employee housing defined in subdivision (b) of Section 17008, even if the housing accommodations or property 32 33 are not located in a rural area, as defined by Section 50101.

(e) The Legislature hereby declares that it is the policy of this state that each county and city shall permit and encourage the development and use of sufficient numbers and types of employee housing facilities as are commensurate with local need. This section shall apply equally to any charter city, general law city, county, city and county, district, and any other local public entity. For

the purposes of this section, "12 or fewer employees" does
not include the family members of any employee.

3 (f) If any owner who invokes the provisions of this

4 section fails to maintain a permit to operate pursuant to

5 this part throughout the first 10 consecutive years 6 following the issuance of the original certificate of

6 following the issuance of the original certificate o
7 occupancy, both of the following shall occur:

8 (1) The enforcement agency shall notify the 9 appropriate local government entity.

10 (2) The public agency that has waived any taxes, fees,

11 assessments, or charges for employee housing pursuant to

12 this section may recover the amount of those taxes, fees,

13 assessments, or charges from the landowner, less 10

14 percent of that amount for each year that a valid permit 15 has been maintained.

16 (g) Subdivision (f) shall not apply to an owner of any

17 prospective, planned, or unfinished employee housing

18 facility who has applied to the appropriate state and local

19 public entities for a permit to construct or operate

20 pursuant to this part prior to January 1, 1996.

21 <del>SEC. 3.</del>

22 *SECTION 1.* Section 17055 of the Health and Safety 23 Code is amended to read:

24 17055. (a) Any person residing in employee housing 25 subject to this part may file an administrative complaint 26 orally or in writing with the enforcement agency. The 27 enforcement agency shall deliver a summary or copy of 28 the complaint, by mail or in person, to the owner or 29 operator, at the time of filing the complaint.

(b) If a civil action under this part has not been filed 30 31 by the enforcement agency within 34 days after receipt the complaint, or within 34 days after 32 the of administrative complaint has been denied, and if the 33 agency determines that the conditions alleged in the 34 complaint continue to exist, the complainant may bring 35 36 a civil action for injunctive or declaratory relief and appropriate statutory damages, civil penalties, 37 actual damages, penalties, and other remedies which arise from 38 any violation of this part, building standards published in 39 the State Building Standards Code relating to employee 40

1 housing, regulations adopted pursuant to this part, or 2 conditions of the permit.

3 (c) In any civil action under this section, if the 4 enforcement agency certifies that the employee housing 5 is in compliance with this part, building standards 6 published in the State Building Standards Code relating 7 to employee housing, regulations adopted pursuant to 8 this part, and conditions of the permit, no injunctive relief 9 related to mandatory repairs shall be granted with 10 respect to any alleged violation covered by the 11 certificate.

12 (d) In any civil action brought by a private person or 13 entity under this section, the private person or entity may 14 be granted reasonable attorney's fees and costs, in 15 addition to any other remedy granted, if the private 16 person or entity prevails, and if the trier of fact finds that 17 the violations involve retaliation or are so extensive and 18 of such a nature that the immediate health and safety of 19 residents or the public is endangered or has been 20 endangered.

21 (e) If a complainant alleges, and the court finds, that 22 residents of the employee housing were in imminent 23 peril as a result of serious violations of this part, the 24 complainant is not required to wait for the enforcement 25 agency to bring the civil action.

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