1 State of Arkansas A Bill 2 78th General Assembly **HOUSE BILL** 3 Regular Session, 1991 4 By: Representatives Townsend, Argue, Wilkins, Brown, Walker, McGee, J.J. Roberts, 5 Brownlee, Smith, J.L. Wilson, Schexnayder, and Teague 6 7 For An Act To Be Entitled "AN ACT TO AMEND ARKANSAS CODE TITLE 18 BY ADDING A NEW 9 CHAPTER TO BE KNOWN AS THE 'ARKANSAS RESIDENTIAL LANDLORD 10 AND TENANT ACT'; AND FOR OTHER PURPOSES." 11 12 13 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: 14 15 SECTION 1. Arkansas Code Title 18 is amended to add a new chapter to 16 read as follows: 17 CHAPTER 17 18 SUBCHAPTER 1. - SHORT TITLE, CONSTRUCTION, APPLICATION AND SUBJECT 20 MATTER OF THE CHAPTER. 21 18-17-101. Short Title. This chapter shall be known and may be cited 22 23 as the 'Arkansas Residential Landlord and Tenant Act'. 24 18-17-102. Purposes; Rules of Construction. (a) This chapter shall be 25 26 liberally construed and applied to promote its underlying purposes and 27 policies. 2.8 Underlying purposes and policies of this chapter are: (1) To simplify, clarify, modernize, and revise the law governing 30 the rental of dwelling units and the rights and obligations of landlords and 31 tenants; and 32 To encourage landlords and tenants to maintain and improve 33 the quality of housing. 34 18-17-103. Supplementary Principles of Law Applicable. Unless 35

1 displaced by the provisions of this chapter, the principles of law and equity, 2 including the law relating to capacity to contract, mutuality of obligations, 3 principal and agent, real property, public health, safety and fire prevention, 4 estoppel, fraud, misrepresentation, duress, coercion, mistake, bankruptcy, or 5 other validating or invalidating cause supplement its provisions. 18-17-104. Construction Against Implicit Repeal. This chapter is 8 intended as a unified coverage of its subject matter, no part of it is to be 9 construed as impliedly repealed by subsequent legislation if that construction 10 can reasonably be avoided. 11 12 18-17-105. Administration of Remedies; Enforcement. (a) The remedies 13 provided by this chapter shall be so administered that an aggrieved party may 14 recover appropriate damages. The aggrieved party has a duty to mitigate 15 damages. 16 Any right or obligation declared by this chapter is enforceable by 17 action unless the provision declaring it specifies a different and limited 18 effect. 19 20 18-17-106. Settlement of Disputed Claim or Right. A claim or right 21 arising under this chapter or on a rental agreement, if disputed in good 22 faith, may be settled by agreement. 23 SUBCHAPTER 2. - SCOPE AND JURISDICTION 24 2.5 Territorial Application. This chapter applies to, 26 18-17-201. 27 regulates, and determines rights, obligations, and remedies under a rental 28 agreement, wherever made, for a dwelling unit located within this state. 29 30 18-17-202. Exclusions from Application of Chapter. Unless created to 31 avoid the application of this chapter, the following arrangements are not 32 governed by this chapter: (1) Residence at an institution, public or private, if incidental to 34 detention or the provision of medical, geriatric, educational, counseling,

35 religious, or similar service;

- 1 (2) Occupancy under a contract of sale of a dwelling unit or the
- 2 property of which it is a part, if the occupant is the purchaser or a person
- 3 who succeeds to his or her interest;
- 4 (3) Occupancy by a member of a fraternal or social organization in the
- 5 portion of a structure operated for the benefit of the organization;
- 6 (4) Transient occupancy in a hotel, or motel;
- 7 (5) Occupancy by an employee of a landlord whose right of occupancy is
- 8 conditional upon employment in and about the premises;
- 9 (6) Occupancy by an owner of a condominium unit or a holder of a
- 10 proprietary lease in a cooperative;
- 11 (7) Occupancy under a rental agreement covering premises used by the
- 12 occupant primarily for agricultural purposes.

- 14 SUBCHAPTER 3. GENERAL DEFINITIONS AND PRINCIPLES OF INTERPRETATION:
- 15 NOTICE.

- 17 18-17-301. General Definitions. Subject to additional definitions
- 18 contained in subsequent subchapters of this chapter which apply to specific
- 19 subchapters or part thereof, and unless the context otherwise requires, in
- 20 this chapter:
- 21 (1) 'Action' includes recoupment, counterclaim, set-off, suit in
- 22 equity, and any other proceeding in which rights are determined, including an
- 23 action for possession;
- 24 (2) 'Building and Housing Codes' include any law, ordinance, or
- 25 governmental regulation concerning fitness for habitation, or the
- 26 construction, maintenance, operation, occupancy, use, or appearance of any
- 27 premises or dwelling unit;
- 28 (3) 'Dwelling Unit' means a structure or the part of a structure that
- 29 is used as a home, residence, or sleeping place by one (1) person who
- 30 maintains a household or by two (2) or more persons who maintain a common
- 31 household:
- 32 (4) 'Good Faith' means honesty in fact in the conduct of the
- 33 transaction concerned;
- 34 (5) 'Landlord' means the owner, lessor, or sublessor of the dwelling
- 35 unit or the building of which it is a part, and it also means a manager of the

- 1 premises who fails to disclose as required by Section 18-17-502;
- 2 (6) 'Organization' includes a corporation, government, governmental
- 3 subdivision or agency, business trust, estate, trust, partnership or
- 4 association, two (2) or more persons having a joint or common interest, and
- 5 any other legal or commercial entity;
- 6 (7) 'Owner' means one (1) or more persons, jointly or severally, in
- 7 whom is vested:
- 8 (i) all or part of the legal title to property, or
- 9 (ii) all or part of the beneficial ownership and a right to
- 10 present use and enjoyment of the premises. The term includes a mortgagee in
- 11 possession;
- 12 (8) 'Person' includes an individual or organization;
- 13 (9) 'Premises' means a dwelling unit and the structure of which it is
- 14 a part and facilities and appurtenances therein and grounds, areas, and
- 15 facilities held out for the use of tenants generally or whose use is promised
- 16 to the tenant;
- 17 (10) 'Rent' means all payments to be made to the landlord or for the
- 18 benefit of the landlord under the rental agreement;
- 19 (11) 'Rental Agreement' means all agreements, written or oral, and
- 20 valid rules and regulations adopted under Section 18-17-602 embodying the
- 21 terms and conditions concerning the use and occupancy of a dwelling unit and
- 22 premises;
- 23 (12) 'Roomer' means a person occupying a dwelling unit that does not
- 24 include a toilet and either a bath tub or a shower and a refrigerator, stove,
- 25 and kitchen sink, all provided by the landlord, and where one (1) or more of
- 26 these facilities are used in common by occupants in the structure;
- 27 (13) 'Single Family Residence' means a structure maintained and used as
- 28 a single dwelling unit. Notwithstanding that a dwelling unit shares one (1)
- 29 or more walls with another dwelling unit, it is a single family residence if
- 30 it has direct access to a street or thoroughfare and shares neither heating
- 31 facilities, hot water equipment, nor any other essential facility or service
- 32 with any other dwelling unit;
- 33 (14) 'Tenant' means a person entitled under a rental agreement to
- 34 occupy a dwelling unit to the exclusion of others.

18-17-302. Obligation of Good Faith. Every duty under this chapter and 2 every act which shall be performed as a condition precedent to the exercise of 3 a right or remedy under this chapter imposes an obligation of good faith in 4 its performance or enforcement. 18-17-303. Unconscionability. (a) If the court, as a matter of law, 7 finds: (1) A rental agreement or any provision thereof was 9 unconscionable when made, the court may refuse to enforce the agreement, 10 enforce the remainder of the agreement without the unconscionable provision, 11 or limit the application of any unconscionable provision to avoid an 12 unconscionable result; or (2) A settlement in which a party waives or agrees to forego a 13 14 claim or right under this chapter or under a rental agreement was 15 unconscionable when made, the court may refuse to enforce the settlement, 16 enforce the remainder of the settlement without the unconscionable provision, 17 or limit the application of any unconscionable provision to avoid an 18 unconscionable result. (b) If unconscionability is put into issue by a party or by the court 19 20 upon its own motion the parties shall be afforded a reasonable opportunity to 21 present evidence as to the setting, purpose, and effect of the rental 22 agreement or settlement to aid the court in making the determination. 23 18-17-304. Notice. (a) A person has notice of a fact if: 2.4 2.5 (1) He or she has actual knowledge of it, (2) He or she has received a notice or notification of it, or 26 From all the facts and circumstances known to him or her at 2.7 28 the time in question he has reason to know that it exists. A person 'knows' 29 or 'has knowledge' of a fact if he or she has actual knowledge of it. 30 (b) A person 'notifies' or 'gives' a notice or notification to 31 another person by taking steps reasonably calculated to inform the other in 32 ordinary course whether or not the other actually comes to know of it. A 33 person 'receives' a notice or notification when: (1) It comes to his or her attention; or 34

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(2) In the case of the landlord, it is delivered at the place of

- 1 business of the landlord through which the rental agreement was made or at any
- 2 place held out by him or her as the place for receipt of the communication; or
- 3 (3) In the case of the tenant, it is delivered in hand to the
- 4 tenant or mailed by registered or certified mail to him or her at the place
- 5 held out by him or her as the place for receipt of the communication, or in
- 6 the absence of such designation, to his or her last known place of residence.
- 7 (c) 'Notice', knowledge, or a notice or notification received by an
- 8 organization is effective for a particular transaction from the time it is
- 9 brought to the attention of the individual conducting that transaction, and in
- 10 any event from the time it would have been brought to his attention if the
- 11 organization had exercised reasonable diligence.

13 SUBCHAPTER 4. - GENERAL PROVISIONS

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- 15 18-17-401. Terms and Conditions of Rental Agreement. (a) A landlord
- 16 and a tenant may include in a rental agreement terms and conditions not
- 17 prohibited by this chapter or other rule of law, including rent, term of the
- 18 agreement, and other provisions governing the rights and obligations of the
- 19 parties.
- 20 (b) In absence of agreement, the tenant shall pay as rent the fair
- 21 rental value for the use and occupancy of the dwelling unit.
- 22 (c) Rent is payable without demand or notice at the time and place
- 23 agreed upon by the parties. Unless otherwise agreed, rent is payable at the
- 24 dwelling unit and periodic rent is payable at the beginning of any term of one
- 25 (1) month or less and otherwise in equal monthly installments at the beginning
- 26 of each month. Unless otherwise agreed, rent is uniformly apportionable from
- 27 day-to-day.
- 28 (d) Unless the rental agreement fixes a definite term, the tenancy is
- 29 week-to-week in case of a roomer who pays weekly rent, and in all other cases
- 30 month-to-month.

- 32 18-17-402. Effect of Unsigned or Undelivered Rental Agreement.
- 33 (a) If the landlord does not sign and deliver a written rental
- 34 agreement signed and delivered to him by the tenant, acceptance of rent
- 35 without reservation by the landlord gives the rental agreement the same effect

1 as if it had been signed and delivered by the landlord. If the tenant does not sign and deliver a written rental agreement 3 signed and delivered to him or her by the landlord, acceptance of possession 4 and payment of rent without reservation gives the rental agreement the same 5 effect as if it had been signed and delivered by the tenant. (c) If a rental agreement given effect by the operation of this section 7 provides for a term longer than one (1) year, it is effective for only one (1) 8 year. 9 18-17-403. Prohibited Provisions in Rental Agreements. 10 A rental agreement shall not provide that the tenant: 11 Agrees to waive or forego rights or remedies under this 12 13 chapter; 14 (2) Authorizes any person to confess judgment on a claim arising 15 out of the rental agreement; 16 (3) Agrees to pay the landlord's attorney's fees; or (4) Agrees to the exculpation or limitation of any liability of 17 18 the landlord arising under law or to indemnify the landlord for that liability 19 or the costs connected therewith. 20 (b) A provision prohibited by subsection (a) included in a rental 21 agreement is unenforceable. If a landlord deliberately uses a rental 22 agreement containing provisions known by him or her to be prohibited, the 23 tenant may recover in addition to his or her actual damages an amount up to 24 three (3) months periodic rent and reasonable attorney's fees. 25 Separation of Rents and Obligations to Maintain Property 26 18-17-404. 27 Forbidden. A rental agreement, assignment, conveyance, trust deed, or 28 security instrument shall not permit the receipt of rent free of the 29 obligation to comply with Section 18-17-504(a). 3.0 SUBCHAPTER 5. - LANDLORD OBLIGATIONS 31 32 Security Deposits; Prepaid Rent. (a) A landlord shall not 33

34 demand or receive security, however denominated, in an amount or value in

35 excess of two (2) months periodic rent.

- 1 (b) Upon termination of the tenancy property or money held by the
- 2 landlord as security may be applied to the payment of accrued rent and the
- 3 amount of damages which the landlord has suffered by reason of the tenant's
- 4 noncompliance with Section 18-17-601 all as itemized by the landlord in a
- 5 written notice delivered to the tenant together with the amount due thirty
- 6 (30) days after termination of the tenancy and delivery of possession and
- 7 demand by the tenant.
- 8 (c) If the landlord fails to comply with subsection (b) or if he or she
- 9 fails to return any prepaid rent required to be paid to the tenants under this
- 10 chapter, the tenant may recover the property and money due him together with
- 11 damages in an amount equal to twice the amount wrongfully withheld and
- 12 reasonable attorney's fees.
- 13 (d) This section does not preclude the landlord or tenant from
- 14 recovering other damages to which he or she may be entitled under this
- 15 chapter.
- 16 (e) The holder of the landlord's interest in the premises at the time
- 17 of the termination of the tenancy is bound by this section.

- 19 18-17-502. Disclosure. (a) A landlord or any person authorized to
- 20 enter into a rental agreement on his behalf shall disclose to the tenant in
- 21 writing at or before the commencement of the tenancy the name and address of:
- 22 (1) The person authorized to manage the premises; and
- 23 (2) An owner of the premises or a person authorized to act for
- 24 and on behalf of the owner for the purpose of service of process and receiving
- 25 and receipting for notices and demands.
- 26 (b) The information required to be furnished by this section shall be
- 27 kept current and this section extends to and is enforceable against any
- 28 successor landlord, owner, or manager.
- 29 (c) A person who fails to comply with subsection (a) becomes an agent
- 30 of each person who is a landlord for:
- 31 (1) Service of process and receiving and receipting for notices
- 32 and demands; and
- 33 (2) Performing the obligations of the landlord under this chapter
- 34 and under the rental agreement and expending or making available for the
- 35 purpose all rent collected from the premises.

1 18-17-503. Landlord to Deliver Possession of Dwelling Unit. At the 2 3 commencement of the term a landlord shall deliver possession of the premises 4 to the tenant in compliance with the rental agreement and Section 18-17-504. 5 The landlord may bring an action for possession against any person wrongfully in possession and may recover the damages provided in Section 18-17-901(c). 7 18-17-504. Landlord to Maintain Premises. (a) A landlord shall: a 9 (1) Comply with the requirements of applicable building and 10 housing codes materially affecting health and safety; 11 (2) Make all repairs and do whatever is necessary to put and keep 12 the premises in a fit and habitable condition; (3) Keep all common areas of the premises in a clean and safe 13 14 condition: 15 (4) Maintain in good and safe working order and condition all 16 electrical, plumbing, sanitary, heating, ventilating, air-conditioning, and other facilities and appliances, including elevators, supplied or required to 18 be supplied by him or her; Provide and maintain appropriate receptacles and conveniences 19 (5) 20 for the removal of ashes, garbage, rubbish, and other waste incidental to the 21 occupancy of the dwelling unit and arrange for their removal; and 22 (6) Supply running water and reasonable amounts of hot water at 23 all times and reasonable heat between November 1 and May 1, except where the 24 building that includes the dwelling unit is not required by law to be equipped 25 for that purpose, or the dwelling unit is so constructed that heat or hot 26 water is generated by an installation within the exclusive control of the 27 tenant and supplied by a direct public utility connection. (b) If the duty imposed by paragraph (1) of subsection (a) is greater 28 29 than any duty imposed by any other paragraph of that subsection, the 30 landlord's duty shall be determined by reference to paragraph (1) of

- 31 subsection (a).
- (c) The landlord and tenant of a single family residence may agree in
- 33 writing that the tenant perform the landlord's duties specified in paragraphs
- 34 (5) and (6) of subsection (a) and also specified repairs, maintenance tasks,
- 35 alterations, and remodeling, but only if the transaction is entered into in

- 1 good faith and not for the purpose of evading the obligations of the landlord.
- 2 (d) The landlord and tenant of any dwelling unit other than a single
- 3 family residence may agree that the tenant is to perform specified repairs,
- 4 maintenance tasks, alterations, or remodeling only if:
- 5 (1) The agreement of the parties is entered into in good faith
- 6 and not for the purpose of evading the obligations of the landlord and is set
- 7 forth in a separate writing signed by the parties and supported by adequate
- 8 consideration;
- 9 (2) The work is not necessary to cure noncompliance with
- 10 subsection (a)(1) of this section; and
- 11 (3) The agreement does not diminish or affect the obligation of
- 12 the landlord to other tenants in the premises.
- 13 (e) The landlord shall not treat performance of the separate agreement
- 14 described in subsection (d) as a condition to any obligation or performance of
- 15 any rental agreement.

- 17 18-17-505. Limitation of Liability. (a) Unless otherwise agreed, a
- 18 landlord who conveys premises that include a dwelling unit subject to a rental
- 19 agreement in a good faith sale to a bona fide purchaser is relieved of
- 20 liability under the rental agreement and this chapter as to events occurring
- 21 after written notice to the tenant of the conveyance. However, he remains
- 22 liable to the tenant for all security recoverable by the tenant under
- 23 18-17-501 and all prepaid rent.
- 24 (b) Unless otherwise agreed, a manager of premises that include a
- 25 dwelling unit is relieved of liability under the rental agreement and this
- 26 chapter as to events occurring after written notice to the tenant of the
- 27 termination of his or her management.

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29 SUBCHAPTER 6. - TENANT OBLIGATIONS

- 31 18-17-601. Tenant to Maintain Dwelling Unit. A tenant shall:
- 32 (1) Comply with all obligations primarily imposed upon tenants by
- 33 applicable provisions of building and housing codes materially affecting
- 34 health and safety;
- 35 (2) Keep that part of the premises that he or she occupies and uses as

- 1 clean and safe as the condition of the premises permit;
- 2 (3) Dispose from his dwelling unit all ashes, garbage, rubbish, and
- 3 other waste in a clean and safe manner;
- 4 (4) Keep all plumbing fixtures in the dwelling unit or used by the
- 5 tenant as clean as their condition permits;
- 6 (5) Use in a reasonable manner all electrical, plumbing, sanitary,
- 7 heating, ventilating, air-conditioning, and other facilities and appliances
- 8 including elevators in the premises;
- 9 (6) Not deliberately or negligently destroy, deface, damage, impair, or
- 10 remove any part of the premises or knowingly permit any person to do so; and
- 11 (7) Conduct himself and require other persons on the premises with his
- 12 or her consent to conduct themselves in a manner that will not disturb his
- 13 neighbors' peaceful enjoyment of the premises.

- 15 18-17-602. Rules and Regulations. (a) A landlord, from time to time,
- 16 may adopt a rule or regulation, however described, concerning the tenant's use
- 17 and occupancy of the premises. It is enforceable against the tenant only if:
- 18 (1) Its purpose is to promote the convenience, safety, or welfare
- 19 of the tenants in the premises, preserve the landlord's property from abusive
- 20 use, or make a fair distribution of services and facilities held out for the
- 21 tenants generally;
- 22 (2) It is reasonably related to the purpose of which it is
- 23 adopted;
- 24 (3) It applies to all tenants in the premises in a fair manner;
- 25 (4) It is sufficiently explicit in its prohibition, direction, or
- 26 limitation of the tenant's conduct to fairly inform him of what he or she
- 27 shall or shall not do to comply;
- 28 (5) It is not for the purpose of evading the obligations of the
- 29 landlord; and
- 30 (6) The tenant has notice of it at the time he or she enters into
- 31 the rental agreement, or when it is adopted.
- 32 (b) If a rule or regulation is adopted after the tenant enters into the
- 33 rental agreement that works a substantial modification of his bargain it is
- 34 not valid unless the tenant consents to it in writing.

18-17-603. Access. (a) A tenant shall not unreasonably withhold 2 consent to the landlord to enter into the dwelling unit in order to inspect 3 the premises, make necessary or agreed repairs, decorations, alterations, or 4 improvements, supply necessary or agreed services, or exhibit the dwelling 5 unit to prospective or actual purchasers, mortgagees, tenants, workmen, or 6 contractors. (b) A landlord may enter the dwelling unit without consent of the 8 tenant in case of emergency. (c) A landlord shall not abuse the right of access or use it to harass 10 the tenant. Except in case of emergency or unless it is impracticable to do 11 so, the landlord shall give the tenant at least two (2) days' notice of his 12 intent to enter and may enter only at reasonable times. (d) A landlord has no other right of access except: 13 14 (1) pursuant to court order; 15 (2) as permitted by Sections 18-17-802 and 18-17-803(b); or 16 (3) unless the tenant has abandoned or surrendered the premises. 17 18-17-604. Tenant to Use and Occupy. Unless otherwise agreed, a tenant 18

19 shall occupy his or her dwelling unit only as a dwelling unit. The rental 20 agreement may require that the tenant notify the landlord of any anticipated 21 extended absence from the premises in excess of seven (7) days no later than

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24 SUBCHAPTER 7. - TENANT REMEDIES

22 the first day of the extended absence.

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18-17-701. Noncompliance by the Landlord - In General. (a) Except as provided in this chapter, if there is a material noncompliance by the landlord with the rental agreement or a noncompliance with Section 18-17-504 materially affecting health and safety, the tenant may deliver a written notice to the landlord specifying the acts and omissions constituting the breach and that the rental agreement will terminate upon a date not less than thirty (30) days after receipt of the notice if the breach is not remedied in fourteen (14) days, and the rental agreement shall terminate as provided in the notice subject to the following:

(1) If the breach is remediable by repairs, the payment of

- 1 damages or otherwise and the landlord adequately remedies the breach before
- 2 the date specified in the notice, the rental agreement shall not terminate by
- 3 reason of the breach.
- 4 (2) If substantially the same act or omission which constituted a
- 5 prior noncompliance of which notice was given recurs within six (6) months,
- 6 the tenant may terminate the rental agreement upon at least fourteen (14)
- 7 days' written notice specifying the breach and the date of termination of the
- 8 rental agreement.
- 9 (3) The tenant shall not terminate for a condition caused by the
- 10 deliberate or negligent act or omission of the tenant, a member of his family,
- 11 or other person on the premises with his or her consent.
- 12 (b) Except as provided in this chapter, the tenant may recover actual
- 13 damages and obtain injunctive relief for any noncompliance by the landlord
- 14 with the rental agreement or Section 18-17-504. If the landlord's
- 15 noncompliance is willful the tenant may recover reasonable attorney's fees.
- 16 (c) The remedy provided in subsection (b) is in addition to any right
- 17 of the tenant arising under Section 18-17-701(a).
- 18 (d) If the rental agreement is terminated, the landlord shall return
- 19 all security recoverable by the tenant under Section 18-17-501 and all prepaid
- 20 rent.

- 22 18-17-702. Failure to Deliver Possession. (a) If the landlord fails to
- 23 deliver possession of the dwelling unit to the tenant as provided in Section
- 24 18-17-503, rent abates until possession is delivered and the tenant may:
- 25 (1) Terminate the rental agreement upon at least five (5) days'
- 26 written notice to the landlord and upon termination the landlord shall return
- 27 all prepaid rent and security; or
- 28 (2) Demand performance of the rental agreement by the landlord
- 29 and, if the tenant elects, obtain possession of the dwelling unit against the
- 30 landlord or any person wrongfully in possession and recover the actual damages
- 31 sustained by him.
- 32 (b) If a person's failure to deliver possession is wilful and not in
- 33 good faith, an aggrieved person may recover from that person an amount not
- 34 more than three (3) months' periodic rent or threefold the actual damages
- 35 sustained, whichever is greater, and reasonable attorney's fees.

- 18-17-703. Self-Help for Minor Defects. (a) If the landlord fails to comply with the rental agreement or Section 18-17-504, and the reasonable cost of compliance is less than one hundred dollars (\$100), or an amount equal to one-half (1/2) the periodic rent, whichever amount is greater, the tenant may recover damages for the breach under Section 18-17-701(b) or shall notify the landlord of his or her intention to correct the condition at the landlord's expense. If the landlord fails to comply within fourteen (14) days after being notified by the tenant in writing or as promptly as conditions require in case of emergency, the tenant may cause the work to be done in a workmanlike manner and, after submitting to the landlord an itemized statement, deduct from his or her rent the actual and reasonable cost or the fair and reasonable value of the work, not exceeding the amount specified in
- 15 (b) A tenant shall not repair at the landlord's expense if the
  16 condition was caused by the deliberate or negligent act or omission of the
  17 tenant, a member of his or her family, or other person on the premises with
  18 his consent.

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14 this subsection.

- 18-17-704. Wrongful Failure to Supply Heat, Water, Hot Water, or
  21 Essential Services. (a) If contrary to the rental agreement or Section
  22 18-17-504 the landlord willfully or negligently fails to supply heat, running
  23 water, hot water, electric, gas, or other essential service, the tenant may
- 24 give written notice to the landlord specifying the breach and may:
- 25 (1) Take reasonable and appropriate measures to secure reasonable 26 amounts of heat, hot water, running water, electric, gas, and other essential
- 27 service during the period of the landlord's noncompliance and deduct their
- 28 actual and reasonable cost from the reasonable rent; or
- 29 (2) Recover damages based upon the diminution in the fair rental value 30 of the dwelling unit; or
- 31 (3) Procure reasonable substitute housing during the period of the 32 landlord's noncompliance, in which case the tenant is excused from paying rent
- 33 for the period of the landlord's noncompliance.
- 34 (b) In addition to the remedy provided in paragraph (3) of subsection
- 35 (a) the tenant may recover the actual and reasonable cost or fair and

- 1 reasonable value of the substitute housing not in excess of an amount equal to 2 the periodic rent, and in any case under subsection (a) reasonable attorney's
- 3 fees.
- 4 (c) If the tenant proceeds under this section, he or she shall not
- 5 proceed under Section 18-17-701 or Section 18-17-703 as to that breach.
- 6 (d) Rights of the tenant under this section do not arise until he or
- 7 she has given notice to the landlord or if the condition was caused by the
- 8 deliberate or negligent act or omission of the tenant, a family member, or
- 9 other person on the premises with the tenant's consent.

- 11 18-17-705. Landlord's Noncompliance as Defense to Action for Possession
- 12 or Rent. (a) In an action for possession based upon nonpayment of the rent
- 13 or in an action for rent when the tenant is in possession, the tenant may
- 14 counterclaim for any amount he or she may recover under the rental agreement
- 15 or this chapter. In that event the court from time to time may order the
- 16 tenant to pay into court all or part of the rent accrued and thereafter
- 17 accruing, and shall determine the amount due to each party. The party to whom
- 18 a net amount is owed shall be paid first from the money paid into court, and
- 19 the balance by the other party. If no rent remains due after application of
- 20 this section, judgment shall be entered for the tenant in the action for
- 21 possession. If the defense or counterclaim by the tenant is without merit and
- 22 is not raised in good faith, the landlord may recover reasonable attorney's
- 23 fees.
- 24 (b) In an action for rent when the tenant is not in possession, he or
- 25 she may counterclaim as provided in subsection (a) but is not required to pay
- 26 any rent into court.

- 28 18-17-706. Fire or Casualty Damage. (a) If the dwelling unit or
- 29 premises are damaged or destroyed by fire or casualty to an extent that
- 30 enjoyment of the dwelling unit is substantially impaired, the tenant may:
- 31 (1) Immediately vacate the premises and notify the landlord in
- 32 writing within fourteen (14) days thereafter of his intention to terminate the
- 33 rental agreement, in which case the rental agreement terminates as of the date
- 34 of vacating; or
- 35 (2) If continued occupancy is lawful, vacate any part of the

1 dwelling unit rendered unusable by the fire or casualty, in which case the 2 tenant's liability for rent is reduced in proportion to the diminution of the 3 fair rental value of the dwelling unit. If the rental agreement is terminated the landlord shall return all 5 security recoverable under Section 18-17-501 and all prepaid rent. Accounting 6 for rent in the event of termination or apportionment shall be made as of the 7 date of the fire or casualty. 9 18-17-707. Tenant's Remedies for Landlord's Unlawful Ouster, Exclusion, 10 or Diminution of Service. If a landlord unlawfully removes or excludes the 11 tenant from the premises or willfully diminishes services to the tenant by 12 interrupting or causing the interruption of heat, running water, hot water, 13 electric, gas, or other essential service, the tenant may recover possession 14 or terminate the rental agreement and, in either case, recover an amount not 15 more than three (3) months' periodic rent or threefold the actual damages 16 sustained by him, whichever is greater, and reasonable attorney's fees. If 17 the rental agreement is terminated the landlord shall return all security 18 recoverable under Section 18-17-501 and all prepaid rent. 19 20 SUBCHAPTER 8. - LANDLORD REMEDIES 21 22 18-17-801. Noncompliance with Rental Agreement; Failure to Pay Rent. (a) Except as provided in this chapter, if there is a material 2.3 24 noncompliance by the tenant with the rental agreement or a noncompliance with 25 Section 18-17-601 materially affecting health and safety, the landlord may 26 deliver a written notice to the tenant specifying the acts and omissions 27 constituting the breach and that the rental agreement will terminate upon a 28 date not less than thirty (30) days after receipt of the notice. If the 29 breach is not remedied in fourteen (14) days, the rental agreement shall 30 terminate as provided in the notice subject to the following. If the breach 31 is remediable by repairs or the payment of damages or otherwise and the tenant 32 adequately remedies the breach before the date specified in the notice, the 33 rental agreement shall not terminate. If substantially the same act or 34 omission which constituted a prior noncompliance of which notice was given

35 recurs within six (6) months, the landlord may terminate the rental agreement

- 1 upon at least fourteen (14) days' written notice specifying the breach and the 2 date of termination of the rental agreement.
- 3 (b) If rent is unpaid when due and the tenant fails to pay rent within
- 4 fourteen (14) days after written notice by the landlord of nonpayment and his
- 5 or her intention to terminate the rental agreement if the rent is not paid
- 6 within that period, the landlord may terminate the rental agreement.
- 7 (c) Except as provided in this chapter, the landlord may recover actual
- 8 damages and obtain injunctive relief for noncompliance by the tenant with the
- 9 rental agreement or Section 18-17-601. If the tenant's noncompliance is
- 10 willful the landlord may recover reasonable attorney's fees.

- 12 18-17-802. Failure to Maintain. If there is noncompliance by the
- 13 tenant with Section 18-17-601 materially affecting health and safety that can
- 14 be remedied by repair, replacement of a damaged item, or cleaning, and the
- 15 tenant fails to comply as promptly as conditions require in case of emergency
- 16 or within fourteen (14) days after written notice by the landlord specifying
- 17 the breach and requesting that the tenant remedy it within that period of
- 18 time, the landlord may enter the dwelling unit and cause the work to be done
- 19 in a workmanlike manner and submit the itemized bill for the actual and
- 20 reasonable cost or the fair and reasonable value thereof as rent on the next
- 21 date periodic rent is due, or if the rental agreement has terminated, for
- 22 immediate payment.

- 24 18-17-803. Remedies for Absence, Nonuse and Abandonment. (a) If the
- 25 rental agreement requires the tenant to give notice to the landlord of an
- 26 anticipated extended absence in excess of seven (7) days pursuant to Section
- 27 18-17-604 and the tenant willfully fails to do so, the landlord may recover
- 28 actual damages from the tenant.
- 29 (b) During any absence of the tenant in excess of seven (7) days, the
- 30 landlord may enter the dwelling unit at times reasonably necessary.
- 31 (c) If the tenant abandons the dwelling unit, the landlord shall make
- 32 reasonable efforts to rent it at a fair rental. If the landlord rents the
- 33 dwelling unit for a term beginning before the expiration of the rental
- 34 agreement, it terminates as of the date of the new tenancy. If the landlord
- 35 fails to use reasonable efforts to rent the dwelling unit at a fair rental or

1 if the landlord accepts the abandonment as a surrender, the rental agreement 2 is deemed to be terminated by the landlord as of the date the landlord has 3 notice of the abandonment. If the tenancy is from month-to-month or 4 week-to-week, the term of the rental agreement for this purpose is deemed to 5 be a month or a week, as the case may be. 18-17-804. Waiver of Landlord's Right to Terminate. Acceptance of rent 8 with knowledge of a default by the tenant or acceptance of performance by him 9 that varies from the terms of the rental agreement constitutes a waiver of the 10 landlord's right to terminate the rental agreement for that breach, unless 11 otherwise agreed after the breach has occurred. 12 18-17-805. Landlord Liens; Distress for Rent. (a) A lien or security 13 14 interest on behalf of the landlord in the tenant's household goods is not 15 enforceable unless perfected before the effective date of this chapter. 16 (b) Distraint for rent is abolished. 17 18-17-806. Remedy after Termination. If the rental agreement is 18 19 terminated, the landlord has a claim for possession and for rent and a 20 separate claim for actual damages for breach of the rental agreement and 21 reasonable attorney's fees as provided in Section 18-17-801(c). 22 18-17-807. Recovery of Possession Limited. A landlord shall not 23 24 recover or take possession of the dwelling unit by action or otherwise, 25 including willful diminution of services to the tenant by interrupting or 26 causing the interruption of heat, running water, hot water, electric, gas, or 27 other essential service to the tenant, except in case of abandonment, 28 surrender, or as permitted in this chapter. 29 30 SUBCHAPTER 9. - PERIODIC TENANCY; HOLDOVER; ABUSE OF ACCESS 31 18-17-901. Periodic Tenancy; Holdover Remedies. 32 (a) The landlord or 33 the tenant may terminate a week-to-week tenancy by a written notice given to 34 the other at least ten (10) days before the termination date specified in the 35 notice.

The landlord or the tenant may terminate a month-to-month tenancy 2 by a written notice given to the other at least thirty (30) days before the 3 periodic rental date specified in the notice. If the tenant remains in possession without the landlord's consent 5 after expiration of the term of the rental agreement or its termination, the 6 landlord may bring an action for possession and if the tenant's holdover is 7 willful and not in good faith the landlord may also recover an amount not more 8 than three (3) month's periodic rent or threefold the actual damages sustained 9 by him, whichever is greater, and reasonable attorney's fees. If the landlord 10 consents to the tenant's continued occupancy, Section 18-17-401(d) applies. 11 18-17-902. Landlord and Tenant Remedies for Abuse of Access. 12 13 the tenant refuses to allow lawful access, the landlord may obtain injunctive 14 relief to compel access, or terminate the rental agreement. In either case 15 the landlord may recover actual damages and reasonable attorney's fees. If the landlord makes an unlawful entry or a lawful entry in an 17 unreasonable manner or makes repeated demands for entry otherwise lawful but 18 which have the effect of unreasonably harassing the tenant, the tenant may 19 obtain injunctive relief to prevent the recurrence of the conduct or terminate 20 the rental agreement. In either case the tenant may recover actual damages 21 not less than an amount equal to one (1) month's rent and reasonable 22 attorney's fees. 23 SUBCHAPTER 10. - RETALIATORY CONDUCT 24 2.5 18-17-1001. Retaliatory Conduct Prohibited. (a) Except as provided in 26 27 this section, a landlord shall not retaliate by increasing rent or decreasing 28 services or by bringing or threatening to bring an action for possession 29 after: 30 The tenant has complained to a governmental agency charged 31 with responsibility for enforcement of a building or housing code of a 32 violation applicable to the premises materially affecting health and safety; 33 or

34

35 under Section 18-17-504; or

The tenant has complained to the landlord of a violation

- 1 (3) The tenant has organized or become a member of a tenant's 2 union or similar organization.
- 3 (b) If the landlord acts in violation of subsection (a), the tenant is
- 4 entitled to the remedies provided in 18-17-707 and has a defense in any
- 5 retaliatory action against him for possession. In an action by or against the
- 6 tenant, evidence of a complaint within one (1) year before the alleged act of
- 7 retaliation creates presumption that the landlord's conduct was in
- 8 retaliation. The presumption does not arise if the tenant made the complaint
- 9 after notice of a proposed rent increase or diminution of services.
- 10 'Presumption' means that the trier of fact shall find the existence of the
- 11 fact presumed unless and until evidence is introduced which would support a
- 12 finding of its nonexistence.
- 13 (c) Notwithstanding subsections (a) and (b), a landlord may bring an
- 14 action for possession if:
- 15 (1) The violation of the applicable building or housing code was
- 16 caused primarily by lack of reasonable care by the tenant, a family member, or
- 17 other person on the premises with the tenant's consent; or
- 18 (2) The tenant is in default in rent; or
- 19 (3) Compliance with the applicable building or housing code
- 20 requires alteration, remodeling, or demolition which would effectively deprive
- 21 the tenant of use of the dwelling unit.
- 22 (d) The maintenance of an action under subsection (c) does not release
- 23 the landlord from liability under 18-17-701(b)."

- 25 SECTION 2. This act applies to rental agreements entered into or
- 26 extended or renewed on and after the date this act becomes effective.

- 28 SECTION 3. Repealer. (a) The following sections of the Arkansas Code
- 29 are repealed:
- 30 (1) 18-16-101. Failure to pay rent, refusal to vacate upon notice;
- 31 (2) 18-16-102. Lessee unlawfully collecting from subtenant;
- 32 (3) 18-16-107. Failure to quit after notice of intention;
- 33 (4) 18-16-108. Property left on premises after termination of lease;
- 34 and
- 35 (5) 18-16-301 18-16-306. Security deposits.

1 SECTION 4. Savings Clause. Transactions entered into before the 2 3 effective date of this act, and not extended or renewed on and after that 4 date, and the rights, duties, and interests flowing from them remain valid and 5 may be terminated, completed, consummated, or enforced as required or 6 permitted by any statute or other law amended or repealed by this act as 7 though the repeal or amendment had not occurred. 9 SECTION 5. Severability. If any provision of this act or the 10 application thereof to any person or circumstance is held invalid, the 11 invalidity does not affect other provisions or application of this act which 12 can be given effect without the invalid provision or application, and to this 13 end the provisions of the act are severable. 14 15 SECTION 6. All provisions of this act of a general and permanent nature 16 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code 17 Revision Commission shall incorporate the same in the Code. 18 19 SECTION 7. Emergency Clause. It is found and determined by the General 20 Assembly of the state of Arkansas that the laws of this state concerning the 21 rights and liabilities of residential landlords and tenants are in need of 22 revision to simplify, clarify and modernize the laws; and this act is 23 necessary to provide adequate protection to both landlords and tenants. 24 Therefore, an emergency is hereby declared to exist and this act being 25 necessary for the preservation of the public peace, health and safety shall be 26 in full force and effect from and after its passage and approval. 27 28 29 3 0 31 32 33