## THE LEGISLATIVE ASSEMBLY FOR THE AUSTRALIAN CAPITAL TERRITORY

(As presented)

(Mr Shane Rattenbury)

# Residential Tenancies (Minimum Housing Standards) Amendment Bill 2011

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Residential Tenancies (Minimum Housing Standards)
Amendment Bill 2011

 $\label{prop:consel} \mbox{Authorised by the ACT Parliamentary Counsel} \mbox{--also accessible at www.legislation.act.gov.au}$ 

#### 2011

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## Residential Tenancies (Minimum Housing Standards) Amendment Bill 2011

### A Bill for

An Act to amend the Residential Tenancies Act 1997 and the Residential Tenancies Regulation 1998

The Legislative Assembly for the Australian Capital Territory enacts as follows:

## Part 1 Preliminary

2	1		Name of Act							
3 4			This Act is the Residential Tenancies (Minimum Housing Standards) Amendment Act 2011.							
5	2		Commencement							
6 7		(1)	This Act (except sections 9, 11, 12, 14 and 16) commences on 1 January 2013.							
8		(2)	Sections 9, 11, 12, 14 and 16 commence on 1 January 2014.							
9 10			Note The naming and commencement provisions automatically commence on the notification day (see Legislation Act, s 75 (1)).							
11	3		Legislation amended							
12 13			This Act amends the Residential Tenancies Act 1997 and the Residential Tenancies Regulation 1998.							

### Part 2 Residential Tenancies Act 1997

2	4		Section 11A (1) (b)
4			substitute
5 6			(b) the advertisement does not contain a statement of the current energy efficiency rating of the habitable part of the premises.
7	5		Section 11A (5)
8			substitute
9		(5)	Also, subsection (3) (c) does not apply if—
10 11			(a) the statement is not false or misleading in a material particular; or
12 13 14			(b) the current energy efficiency rating of the habitable part of the premises is higher than the rating stated in the advertisement as the current energy efficiency rating.
15	6		Section 11A (7), new definitions
16			insert
17 18 19			current energy efficiency rating, of the habitable part of premises, means the energy efficiency rating contained in a current energy efficiency statement for the premises.
20 21			<i>current energy efficiency rating statement</i> , for premises, means an energy efficiency rating statement that—
22 23			(a) reflects the construction and rateable building elements of the habitable part of the premises at the time the statement, or
24			information in the statement, is used by the lessor; and

1		(b) was prepared not more than 10 years before that time.
2		Examples—par (a)—rateable building elements carpet, internal window coverings, pelmets, external awnings
4 5 6		Note An example is part of the Act, is not exhaustive and may extend, but does not limit, the meaning of the provision in which it appears (see Legislation Act, s 126 and s 132).
7 8	7	Section 11A (7), definition of existing energy efficiency rating
9		omit
10 11	8	Lessor's obligations Section 12 (3) (c)
12		substitute
13		(c) a statement setting out—
14		(i) the minimum housing standards; and
15 16		(ii) the investigation and rectification provisions in sections 35F to 35K; and
17 18 19 20		<ul> <li>(iii) if the premises are exempted from complying with a minimum housing standard under section 35M—a copy of the exemption and any information on which the exemption is based;</li> </ul>
21 22		<i>Note</i> If a form is approved under s 133 for the statement, the form must be used.
23 24 25		(ca) for the premises that are the subject of the proposed residential tenancy agreement—a copy of a current energy efficiency rating statement for the habitable part of the premises;

9	Section 12 (3) (c) (iii), new example
	before the note, insert
	Example—par (c) (iii)—information on which exemption is based energy audit
	Note An example is part of the Act, is not exhaustive and may extend, but does not limit, the meaning of the provision in which it appears (see Legislation Act, s 126 and s 132)
10	New part 3A
	insert
Part 3	Minimum housing standards
35A	Definitions—pt 3A
	In this part:
	minimum water efficiency standard, for premises, means—
	(a) all showers, tap equipment and toilets comply with the water efficiency requirements prescribed by regulation; and
	(b) any other requirement prescribed by regulation.
	rectification notice means a notice under section 35F.
	<i>rectification work</i> means work necessary to make premises comply with the minimum housing standards.
	tap equipment means a tap or tap outlet over a basin, cleaning
	trough, kitchen sink or laundry tub.

1	35B	What are the minimum housing standards?
2		In this part:
3		minimum housing standards means—
4		(a) the minimum water efficiency standard; and
5		(b) a standard determined by the Minister under section 35C.
6	35C	Determination of other minimum housing standards
7	(1	) The Minister—
8		(a) must determine minimum housing standards in relation to the following matters:
10 11		(i) provision and maintenance of locks or other security devices;
12		(ii) construction, condition and safety of premises;
13		(iii) sanitation and plumbing;
14		(iv) supply of hot and cold water;
15		(v) ventilation and protection from damp;
16		(vi) heating;
17		(vii) laundry and cooking facilities;
18		(viii) electrical safety;
19		(ix) lighting;
20		(x) hard-wired smoke detectors; and
21 22		(b) may determine minimum housing standards in relation to any other matter.

1		(2)	A determination is a disallowable instrument.
2			Note A disallowable instrument must be notified, and presented to the Legislative Assembly, under the Legislation Act.
4	35D		Minimum housing standards—public consultation
5 6		(1)	Before determining a minimum housing standard under section 35C, the Minister must prepare a notice (a <i>consultation notice</i> )—
7 8 9			(a) stating that copies of a draft of the minimum housing standards are available for inspection during a stated period of at least 15 business days at stated places; and
10 11 12 13			(b) inviting interested people to give written comments about the draft standards to the Minister at a stated address during a stated period ending at least 15 business days after the end of the period mentioned in paragraph (a).
14		(2)	A consultation notice is a notifiable instrument.
15			Note A notifiable instrument must be notified under the Legislation Act.
16 17		(3)	The Minister must also publish the consultation notice in a daily newspaper.
18	35E		Premises must comply with minimum housing standards
19 20			A lessor must ensure that premises the subject of a residential tenancy agreement comply with the minimum housing standards.
21 22	35F		Minimum housing standards—tenant may give rectification notice
23 24 25			A tenant may give a lessor a written notice (a <i>rectification notice</i> ) requiring the lessor to ensure that the premises comply with a stated minimum housing standard.
26			<i>Note</i> If a form is approved under s 133 for the notice, the form must be used

1 2	35G		Minimum housing standards—tenant may ask commissioner to investigate
3		(1)	This section applies if—
4			(a) a tenant gives a lessor a rectification notice; and
5			(b) the lessor does not comply with the notice within—
6			(i) 90 days after the day the notice was given; or
7			(ii) any later period agreed by the parties in writing.
8 9 0		(2)	The tenant may ask the commissioner in writing to investigate whether the lessor has failed to ensure that the premises comply with the stated minimum housing standard.
1		(3)	The tenant must give the commissioner—
2			(a) a copy of the rectification notice given to the lessor; and
3			(b) any material in the tenant's possession relevant to the rectification notice.
5			Examples—par (b)
6			<ul> <li>copy of correspondence with lessor</li> </ul>
7			<ul> <li>photographs of premises or incomplete rectification work</li> </ul>
18 19 20			Note An example is part of the Act, is not exhaustive and may extend, but does not limit, the meaning of the provision in which it appears (see Legislation Act, s 126 and s 132).
21 22	35H		Minimum housing standards—commissioner must investigate if asked by tenant
23 24		(1)	The commissioner must investigate if asked by a tenant under section $35G\left(2\right)$ .
25		(2)	The commissioner—
26 27			(a) must give a written report of the commissioner's investigation to the tenant and the lessor; and

1		(b)			imum housing standard—
3 4 5			(i)	agree	negotiate with the tenant and the lessor to reach an ement about rectification work and the timing for eletion of the work; or
6 7 8 9			(ii)	must	e tenant and the lessor cannot reach an agreement—propose rectification work, and the timing for pletion of the work, reasonably required to ensure the ises comply with the minimum housing standard.
10	(3)	The	report	t—	
11 12 13		(a)			e whether the commissioner considers that the comply with the stated minimum housing standard;
14 15		(b)	•		any other minimum housing standard that the mer considers is not complied with; and
16 17 18 19		(c)	with rectif	a mii ficatio	missioner considers that the premises do not comply nimum housing standard—must state any proposed on work and the proposed period in which the on work must be completed; and
20		(d)	must	state	that the tenant may—
21 22			(i)	apply tenan	to the ACAT for an order under section 35L if the at—
23				(A)	disagrees with the commissioner's report in relation
24 25					to whether the premises comply with the stated minimum housing standard; or
26 27 28				(B)	considers that any proposed rectification work or proposed period for completion of the work is unsatisfactory; or

1 2 3 4			(ii) if rectification work is proposed—ask the commissioner to investigate under section 35J whether the lessor has completed proposed rectification work within the proposed period for completion of the work.
5 6	35I		Minimum housing standards—commissioner may investigate on own initiative
7 8 9		(1)	The commissioner may, without being asked by a tenant, investigate whether a lessor has failed to ensure that premises comply with the minimum housing standards.
10 11		(2)	However, the commissioner may only enter the premises with the tenant's written consent.
12		(3)	The commissioner—
13 14			(a) must give a written report of the commissioner's investigation to the tenant and the lessor; and
15 16			(b) if the commissioner considers that the premises do not comply with a minimum housing standard—
17 18 19			<ul> <li>(i) may negotiate with the tenant and the lessor to reach an agreement about rectification work and the timing for completion of the work; or</li> </ul>
20 21 22 23			(ii) if the tenant and the lessor cannot reach an agreement— must propose rectification work, and the timing for completion of the work, reasonably required to ensure the premises comply with the minimum housing standard.
24		(4)	The report—
25 26			(a) must state any minimum housing standard that the commissioner considers is not complied with; and

1 2 3 4				with rectif	a mi ficatio	missioner considers that the premises do not comply nimum housing standard—must state any proposed on work and the proposed period in which the on work must be completed; and
5			(c)	must	state	that the tenant may—
6 7				(i)	apply	y to the ACAT for an order under section 35L if the nt—
8 9 10					(A)	disagrees with the commissioner's report in relation to whether the premises comply with the stated minimum housing standard; or
11 12 13					(B)	considers that any proposed rectification work or proposed period for completion of the work is unsatisfactory; or
14 15 16 17				(ii)	to in recti	ctification work is proposed—ask the commissioner vestigate whether the lessor has completed proposed fication work within the proposed period for pletion of the work.
18 <b>3</b> . 19	5J					using standards—tenant may ask er to investigate completion of work
20		(1)	This	section	on ap	plies if—
21			(a)	a ten	ant is	given a report under section 35H or section 35I; and
22 23 24			, ,	that 1	the le	ort proposes rectification work—the tenant considers ssor has not completed the work within the proposed completion of the work.
25 26 27		(2)	whetl	her tl	ne les	by ask the commissioner in writing to investigate sor has completed proposed rectification work within briod for completion of the work.
28 29		(3)	The subse			oner must investigate if asked by a tenant under

1 2 3		(4)	If the commissioner investigates and is satisfied that the lessor has not completed proposed rectification work within the proposed period for completion of the work, the commissioner must—
4			(a) apply to the ACAT for an order under section 35L; and
5 6			(b) consult with the tenant about the ACAT order to be applied for by the commissioner.
7 8	35K		Minimum housing standards—tenant may apply to ACAT if dissatisfied with report
9		(1)	This section applies if—
10			(a) a tenant is given a report under section 35H or section 35I; and
11			(b) the tenant—
12 13 14			<ul> <li>(i) disagrees with the report in relation to whether the premises comply with a stated minimum housing standard; or</li> </ul>
15 16 17			<ul><li>(ii) considers that any proposed rectification work or proposed period for completion of the work is unsatisfactory.</li></ul>
18 19		(2)	The tenant may apply to the ACAT for an order under section 35L within 60 days after the day the tenant is given the report.
20	35L		Minimum housing standards—orders by ACAT
21 22		(1)	This section applies if a tenant or the commissioner has applied for an order under this part.
23		(2)	The ACAT may make 1 or more of the following orders:
24 25			(a) an order requiring the lessor to ensure that the premises comply with a stated minimum housing standard within a stated period;

1 2 3 4			under the residential tenancy agreement into the ACAT until the premises comply with the stated minimum housing standard;
5 6			(c) an order directing payment out of any amount paid into the ACAT as appropriate;
7 8 9			(d) an order for the reduction in the rent payable under a residential tenancy agreement until the premises comply with the stated minimum housing standard;
0			(e) an order terminating, with the tenant's consent, the residential tenancy agreement.
3	35M		Minimum housing standards—Minister may exempt premises
4 5 6 7		(1)	The Minister may exempt premises from complying with a minimum housing standard if the Minister is satisfied on reasonable grounds that the cost to the lessor of compliance would be unreasonable.
18 19 20			Note Power to make a statutory instrument in relation to a matter includes power to make provision in relation to a class of matter (see Legislation Act, s 48 (2)).
21		(2)	An exemption may be conditional.
22		(3)	An exemption is a disallowable instrument.
23 24			Note A disallowable instrument must be notified, and presented to the Legislative Assembly, under the Legislation Act.
25		(4)	In deciding whether to exempt premises, the Minister must—
26			(a) take into account any criteria prescribed by regulation; and
27			(b) comply with any requirement prescribed by regulation.

1	35N	Review—pt 3A
2 3 4		The Minister must review the operation of this part and present a report of the review to the Legislative Assembly as soon as practicable after the end of this part's 2nd year of operation.
5 6 7		Note A reference to an Act includes a reference to the statutory instruments made or in force under the Act, including any regulation (see Legislation Act, s 104).
8 9 0	11	Definitions—pt 3A Section 35A, new definitions of <i>minimum energy</i> efficiency standard and star
1		insert
2		minimum energy efficiency standard means—
3		(a) before 1 January 2016—an energy efficiency rating of—
4		(i) at least 2 stars or an equivalent rating; or
5 6		(ii) if a higher rating is prescribed by regulation—that rating; and
7		(b) on or after 1 January 2016—an energy efficiency rating of—
8		(i) at least 3 stars or an equivalent rating; or
9		(ii) if a higher rating is prescribed by regulation—that rating.
20 21		star, for an energy efficiency rating, means a star rating under the energy efficiency rating scheme approved under a code of practice
22		or regulation made under the Construction Occupations (Licensing)
23		Act 2004, section 123AD.

1 2 3	12	What are the <i>minimum housing standards</i> ? Section 35B, definition of <i>minimum housing standards</i> , new paragraph (aa)
4		before paragraph (a), insert
5		(aa) the minimum energy efficiency standard; and
6	13	Dictionary, new definitions
7		insert
8		current energy efficiency rating statement—see section 11A (7).
9 10		<i>minimum water efficiency standard</i> , for premises, for part 3A (Minimum housing standards)—see section 35A.
11 12		<i>rectification notice</i> , for part 3A (Minimum housing standards)—see section 35A.
13 14		<i>rectification work</i> , for part 3A (Minimum housing standards)—see section 35A.
15 16		<i>tap equipment</i> , for part 3A (Minimum housing standards)—see section 35A.
17 18	14	Dictionary, new definitions of <i>minimum energy efficiency</i> standard and star
19		insert
20 21		<i>minimum energy efficiency standard</i> , for part 3A (Minimum housing standards)—see section 35A.
22 23		<i>star</i> , for an energy efficiency rating, for part 3A (Minimum housing standards)—see section 35A.

## Part 3 Residential Tenancies Regulation 1998

3	15		New section 3
4			insert
5 6	3		Prescribed water efficiency requirements—Act, s 35A, def minimum water efficiency standard
7		(1)	The following water efficiency requirements are prescribed:
8			(a) for shower heads—a maximum flow rate of 9L per minute;
9 10			(b) for internal cold water tap equipment—a maximum flow rate of 9L per minute;
11			(c) for toilets—a dual flush toilet with—
12 13			(i) a maximum water volume of 6.5L for a full flush and 3.5L for a half flush; and
14			(ii) an average flush volume of not more than 4L.
15 16		(2)	For subsection (1) (c) (ii), the <i>average flush volume</i> of a dual flush toilet is the volume worked out as follows:
			$\frac{AV = FF + (4 \times HF)}{5}$
17			AV means the average flush volume.
18			FF means the volume of water used for a full flush.
19			<b>HF</b> means the volume of water used for a half flush.

1			Example
2			A toilet using 6L for a full flush and 3L for a half flush has an average flush volume of $3.6L.$
4 5 6			Note An example is part of the regulation, is not exhaustive and may extend, but does not limit, the meaning of the provision in which it appears (see Legislation Act, s 126 and s 132).
7		(3)	In this section:
8 9 10			<i>maximum flow rate</i> , for a shower head or tap, means the maximum volume of water that can flow through the shower head or tap as installed.
11			maximum water volume, for a full or half flush of a dual flush
12			toilet, means the maximum volume of water used for each full or
13			half flush.
14	16		New section 4
			insert
15			inseri
15 16 17	4		Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)
16	4	(1)	Exemption requirement for minimum energy efficiency
16 17 18	4	(1)	Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)  The Minister may exempt premises from the minimum energy
16 17 18 19	4	(1)	Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)  The Minister may exempt premises from the minimum energy efficiency standard only if the lessor—
16 17 18 19 20 21	4	(1)	Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)  The Minister may exempt premises from the minimum energy efficiency standard only if the lessor—  (a) has obtained an energy audit of the premises; and  (b) if any work in relation to the following matters has been recommended in the audit—has undertaken the recommended
16 17 18 19 20 21 22 23	4	(1)	Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)  The Minister may exempt premises from the minimum energy efficiency standard only if the lessor—  (a) has obtained an energy audit of the premises; and  (b) if any work in relation to the following matters has been recommended in the audit—has undertaken the recommended work:
116 117 118 119 220 221 222 223	4	(1)	Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)  The Minister may exempt premises from the minimum energy efficiency standard only if the lessor—  (a) has obtained an energy audit of the premises; and  (b) if any work in relation to the following matters has been recommended in the audit—has undertaken the recommended work:  (i) lined, blockout curtains;
116 117 118 119 220 221 222 223	4	(1)	Exemption requirement for minimum energy efficiency standard—Act, s 35M (4)  The Minister may exempt premises from the minimum energy efficiency standard only if the lessor—  (a) has obtained an energy audit of the premises; and  (b) if any work in relation to the following matters has been recommended in the audit—has undertaken the recommended work:  (i) lined, blockout curtains;  (ii) draught and weather sealing;

1 2		<ul><li>(v) for double brick and brick veneer premises—wall insulation;</li></ul>
3		(vi) insulation of hot water pipes and tanks.
4	(2)	In this section:
5		authorised home energy auditor means—
6		(a) a building assessor; or
7		(b) a person authorised in writing by the Minister to undertake
8 9		audits of the energy efficiency of residential premises for this section.
10		building assessor—see the Construction Occupations (Licensing)
11		Act 2004, section 8A.
12		energy audit, of premises, means an audit by an authorised home
13		energy auditor of the energy efficiency of the habitable part of the
14		premises.

### **Endnotes**

1 Presentation speech

Presentation speech made in the Legislative Assembly on 2011.

2 Notification

Notified under the Legislation Act on 2011.

3 Republications of amended laws

For the latest republication of amended laws, see www.legislation.act.gov.au.

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