83rd OREGON LEGISLATIVE ASSEMBLY -- 2025 Regular Session

A-Engrossed Senate Bill 586

Ordered by the Senate March 24 Including Senate Amendments dated March 24

Sponsored by Senator MEEK (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: This Act allows a landlord to pay a tenant to reduce the time a landlord must give a tenant to move when selling the rented home to a buyer who will move in. (Flesch Readability Score: 65.6).

[Digest: This Act reduces the time a landlord must give a tenant to move when selling the rented home to a buyer who will move in. (Flesch Readability Score: 76.5).]

[Reduces] Allows a landlord to pay a tenant one month's rent to reduce from 90 to [45] 60 days the termination notice period that a landlord must give the tenant when selling the dwelling unit to buyers who intend to reside in the unit. Eliminates the requirement that the unit be sold separately from any other dwelling unit.

A DILL FOD AN ACT

Takes effect on the 91st day following adjournment sine die.

T	A BILL FOR AN ACT
2	Relating to termination of tenancy due to sale of dwelling unit; amending ORS 90.427 and 105.124;
3	and prescribing an effective date.
4	Be It Enacted by the People of the State of Oregon:

5 **SECTION 1.** ORS 90.427 is amended to read:

- 6 90.427. (1) As used in this section:
- 7 (a) "First year of occupancy" includes all periods in which any of the tenants has resided in the
- 8 dwelling unit for one year or less.
- 9 (b) "Immediate family" means:

10 (A) An adult person related by blood, adoption, marriage or domestic partnership, as defined in

11 ORS 106.310, or as defined or described in similar law in another jurisdiction;

12 (B) An unmarried parent of a joint child;

- 13 (C) A child, grandchild, foster child, ward or guardian; or
- (D) A child, grandchild, foster child, ward or guardian of any person listed in subparagraph (A)
 or (B) of this paragraph.

16 (2) If a tenancy is a week-to-week tenancy, the landlord or the tenant may terminate the tenancy

by a written notice given to the other at least 10 days before the termination date specified in the notice.

19 (3) If a tenancy is a month-to-month tenancy:

(a) At any time during the tenancy, the tenant may terminate the tenancy by giving the landlord
 notice in writing not less than 30 days prior to the date designated in the notice for the termination

22 of the tenancy.

23 (b) At any time during the first year of occupancy, the landlord may terminate the tenancy by

giving the tenant notice in writing not less than 30 days prior to the date designated in the notice 1 for the termination of the tenancy. 2

(c) Except as provided in subsection (8) of this section, at any time after the first year of occu-3 pancy, the landlord may terminate the tenancy only: 4

(A) For a tenant cause and with notice in writing as specified in ORS 86.782 (6)(c), 90.380 (5), 5 90.392, 90.394, 90.396, 90.398, 90.405, 90.440 or 90.445; or 6

(B) For a qualifying landlord reason for termination and with notice in writing as described in 7 subsections (5) and (6) of this section. 8

9

(4) If the tenancy is a fixed term tenancy:

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(a) The landlord may terminate the tenancy during the fixed term only for cause and with notice as described in ORS 86.782 (6)(c), 90.380 (5), 90.392, 90.394, 90.396, 90.398, 90.405, 90.440 or 90.445. 11

12 (b) If the specified ending date for the fixed term falls within the first year of occupancy, the 13 landlord may terminate the tenancy without cause by giving the tenant notice in writing not less than 30 days prior to the specified ending date for the fixed term, or 30 days prior to the date des-14 15 ignated in the notice for the termination of the tenancy, whichever is later.

16 (c) Except as provided by subsection (8) of this section, if the specified ending date for the fixed term falls after the first year of occupancy, the fixed term tenancy becomes a month-to-month 17 tenancy upon the expiration of the fixed term, unless: 18

(A) The landlord and tenant agree to a new fixed term tenancy; 19

(B) The tenant gives notice in writing not less than 30 days prior to the specified ending date 20for the fixed term or the date designated in the notice for the termination of the tenancy, whichever 2122is later; or

23(C) The landlord has a qualifying reason for termination and gives notice as specified in subsections (5) to (7) of this section. 24

(5) The landlord may terminate a month-to-month tenancy [under subsection (3)(c)(B) of this sec-25tion] at any time[, or may terminate] or a fixed term tenancy [upon] on or after the expiration of 2627the fixed term [under subsection (4)(c) of this section,] by giving the tenant notice in writing:

(a) Not less than 90 days prior to the date designated as the termination date in the notice 28[for the termination of the month-to-month tenancy or the specified ending date for the fixed term, 2930 whichever is later,] if:

31 [(a)] (A) The landlord intends to demolish the dwelling unit or convert the dwelling unit to a 32use other than residential use within a reasonable time;

[(b)] (B) The landlord intends to undertake repairs or renovations to the dwelling unit within 33 34 a reasonable time and:

35 [(A)] (i) The premises is unsafe or unfit for occupancy; or

[(B)] (ii) The dwelling unit will be unsafe or unfit for occupancy during the repairs or reno-36 37 vations;

38 [(c)] (C) The landlord intends for the landlord or a member of the landlord's immediate family to occupy the dwelling unit as a primary residence and the landlord does not own a comparable unit 39 in the same building that is available for occupancy at the same time that the tenant receives notice 40 to terminate the tenancy; or 41

[(d)] (**D**) The landlord has[:] 42

[(A)] accepted an offer to purchase the dwelling unit [separately from any other dwelling unit] 43 from a person who intends in good faith to occupy the dwelling unit as the person's primary 44 residence[; and] and has provided written evidence of the offer with the notice. 45

[(B) Provided the notice and written evidence of the offer to purchase the dwelling unit, to the 1 2 tenant not more than 120 days after accepting the offer to purchase.] (b) Not less than 60 days prior to the date designated as the termination date in the no-3 tice if: 4 5 (A) The landlord has accepted, and has provided written evidence of, an offer as provided in paragraph (a)(D) of this subsection; and 6 (B) At the time of giving the notice, the landlord pays the tenant an amount equal to one 7 month's periodic rent in addition to an amount, if any, to be paid under subsection (6)(a)(B)8 9 of this section. 10 (6)(a) A landlord that terminates a tenancy under subsection (5) of this section shall: 11 (A) Specify in the termination notice the reason for the termination and supporting facts; and 12[(B) State that the rental agreement will terminate upon a designated date not less than 90 days 13 after delivery of the notice; and] [(C)] (B) At the time the landlord delivers the tenant the notice to terminate the tenancy, pay 14 15 the tenant an amount equal to one month's periodic rent. 16(b) The requirements of paragraph [(a)(C)] (a)(B) of this subsection do not apply to a landlord who has an ownership interest in four or fewer residential dwelling units subject to this chapter. 17 18 (7) A fixed term tenancy does not become a month-to-month tenancy upon the expiration of the fixed term if the landlord gives the tenant notice in writing not less than 90 days prior to the 19 specified ending date for the fixed term or 90 days prior to the date designated in the notice for the 20termination of the tenancy, whichever is later, and: 2122(a) The tenant has committed three or more violations of the rental agreement within the preceding 12-month period and the landlord has given the tenant a written warning notice at the time 23of each violation; 2425(b) Each written warning notice: (A) Specifies the violation; 2627(B) States that the landlord may choose to terminate the tenancy at the end of the fixed term if there are three violations within a 12-month period preceding the end of the fixed term; and 28(C) States that correcting the third or subsequent violation is not a defense to termination under 2930 this subsection; and 31 (c) The 90-day notice of termination: (A) States that the rental agreement will terminate upon the specified ending date for the fixed 32term or upon a designated date not less than 90 days after delivery of the notice, whichever is later; 33 34 (B) Specifies the reason for the termination and supporting facts; and 35 (C) Is delivered to the tenant concurrent with or after the third or subsequent written warning 36 notice. 37 (8) If the tenancy is for occupancy in a dwelling unit that is located in the same building or on 38 the same property as the landlord's primary residence, and the building or the property contains not more than two dwelling units, the landlord may terminate the tenancy at any time after the first 39 year of occupancy: 40 (a) For a month-to-month tenancy: 41 (A) For cause and with notice as described in ORS 86.782 (6)(c), 90.380 (5), 90.392, 90.394, 90.396, 42 90.398, 90.405, 90.440 or 90.445; 43 (B) Without cause by giving the tenant notice in writing not less than 60 days prior to the date 44

45 designated in the notice for the termination of the tenancy; or

1 (C) [Without cause] By giving the tenant notice in writing not less than 30 days prior to the date 2 designated in the notice for the termination of the tenancy if[:]

3 [(i) The dwelling unit is purchased separately from any other dwelling unit;]

4 [(*ii*)] the landlord has accepted an offer to purchase the dwelling unit from a person who intends 5 in good faith to occupy the dwelling unit as the person's primary residence[; and] **and has provided**

6 written evidence of the offer with the notice.

7 [(iii) The landlord has provided the notice, and written evidence of the offer to purchase the 8 dwelling unit, to the tenant not more than 120 days after accepting the offer to purchase.]

9 (b) For a fixed term tenancy:

(A) During the term of the tenancy, only for cause and with notice as described in ORS 86.782
(6)(c), 90.380 (5), 90.392, 90.394, 90.396, 90.398, 90.405, 90.440 or 90.445; or

(B) At any time during the fixed term, without cause by giving the tenant notice in writing not
less than 30 days prior to the specified ending date for the fixed term, or 30 days prior to the date
designated in the notice for the termination of the tenancy, whichever is later.

15 (9)(a) If a landlord terminates a tenancy in violation of subsection [(3)(c)(B), (4)(c),] (5), (6) or (7) 16 of this section:

(A) The landlord shall be liable to the tenant in an amount equal to three months' rent in ad dition to actual damages sustained by the tenant as a result of the tenancy termination; and

19

(B) The tenant has a defense to an action for possession by the landlord.

(b) A tenant is entitled to recovery under paragraph (a) of this subsection if the tenant commences an action asserting the claim within one year after the tenant knew or should have known
that the landlord terminated the tenancy in violation of this section.

(10) The tenancy shall terminate on the date designated and without regard to the expiration
of the period for which, by the terms of the tenancy, rents are to be paid. Unless otherwise agreed,
rent is uniformly apportionable from day to day.

(11) If the tenant remains in possession without the landlord's consent after expiration of the term of the rental agreement or its termination, the landlord may bring an action for possession. In addition, the landlord may recover from the tenant any actual damages resulting from the tenant holding over, including the value of any rent accruing from the expiration or termination of the rental agreement until the landlord knows or should know that the tenant has relinquished possession to the landlord. If the landlord consents to the tenant's continued occupancy, ORS 90.220 (7) applies.

33 (12)(a) A notice given to terminate a tenancy under subsection (2), (3)(a) or (b), (8)(a)(B) [or (C) 34 or (8)(b)] or (b) of this section need not state a reason for the termination.

(b) Notwithstanding paragraph (a) of this subsection, a landlord or tenant may include in a notice of termination given under subsection (2), (3)(a) or (b), (8)(a)(B) [or (C) or (8)(b)] or (b) of this section an explanation of the reason for the termination without having to prove the reason. An explanation does not give the person receiving the notice of termination a right to cure the reason if the notice states that:

40 (A) The notice is given without stated cause;

41 (B) The recipient of the notice does not have a right to cure the reason for the termination; and

42 (C) The person giving the notice need not prove the reason for the termination in a court action.

43 (13) Subsections (2) to (9) of this section do not apply to a month-to-month tenancy subject to

44 ORS 90.429 or other tenancy created by a rental agreement subject to ORS 90.505 to 90.850.

45 **SECTION 2.** ORS 105.124 is amended to read:

105.124. For a complaint desc unit:	cribed in ORS 105.123, if ORS chapter 90 applies to the dwelling
	substantially the following form and be available from the clerk
of the court:	substantially the following form and be available from the elerk
	IN THE CIRCUIT COURT
	FOR THE COUNTY OF
	No
RES	IDENTIAL EVICTION COMPLAINT
PLAINTIFF (Landlord or agent):	
Address:	
City:	
State: Zip:	
Felephone:	
-	
vs.	
DEFENDANT (Tenants/Occupants	3):
` I	
MAILING ADDRESS:	
City:	
State: Zip:	
Telephone:	
	1.
Tenants are in possession of	the dwelling unit, premises or rental property described above or
located at:	
	2.
Landlord is entitled to posses	sion of the property because of:
Lanuloru is entitled to posses	sion of the property because of.
24-hour notice for persor	
injury, substantial dama	
outrageous act or unlaw	iui occupant.
ORS 90.396 or 90.403.	a fan
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1	violation of a drug or alcohol
2	program. ORS 90.398.
3	24-hour notice for perpetrating
4	domestic violence, sexual assault or
5	stalking. ORS 90.445.
6	72-hour notice for
7	nonpayment of rent in a week-to-week
8	tenancy. ORS 90.394 (1).
9	— 7-day notice with stated cause in
10	a week-to-week tenancy. ORS 90.392 (6).
11	10-day notice for a pet violation,
12	a repeat violation in a month-to-month
13	tenancy or without stated cause in a
14	week-to-week tenancy. ORS 90.392 (5),
15	90.405 or 90.427 (2).
16	10-day or 13-day notice for nonpayment
17	of rent. ORS 90.394 (2).
18	20-day notice for a repeat violation.
19	ORS 90.630 (5).
20	30-day, 60-day or 180-day notice without
21	stated cause in a month-to-month
22	tenancy. ORS 90.427 (3)(b) or (8)(a)(B)
23	[or (C)] or 90.429.
24	30-day notice with stated cause.
25	ORS 90.392, 90.427 (8)(a)(C),
26	90.630 or 90.632:
27	The stated cause is for
28	nonpayment as defined in ORS 90.395.
29	60-day notice with stated cause.
30	ORS 90.427 (5)(b) or 90.632.
31	90-day notice with stated cause.
32	ORS 90.427 (5)(a) or (7).
33	Notice to bona fide tenants after
34	foreclosure sale or termination of
35	fixed term tenancy after foreclosure
36	sale. ORS 86.782 (6)(c).
37	Other notice
38	No notice (explain)
39	
40	A COPY OF THE NOTICE RELIED UPON, IF ANY, IS ATTACHED
41	
42	3.
43	If the landlord uses an attorney, the case goes to trial and the landlord wins in court, the
44	landlord can collect attorney fees from the defendant pursuant to ORS 90.255 and 105.137 (3).
45	Landlord requests judgment for possession of the premises, court costs, disbursements and at-

1	torney fees.
2	I certify that the allegations and factual assertions in this complaint are true to the best of my
3	knowledge.
4	
5	
6	Signature of landlord or agent.
7	
8	
9	(2) The complaint must be signed by the plaintiff, or an attorney representing the plaintiff as
10	provided by ORCP 17, or verified by an agent or employee of the plaintiff or an agent or employee
11	of an agent of the plaintiff.
12	(3) A copy of the notice relied upon, if any, must be attached to the complaint.
13	SECTION 3. This 2025 Act takes effect on the 91st day after the date on which the 2025
14	regular session of the Eighty-third Legislative Assembly adjourns sine die.
15	