

#### District of Columbia Department of Housing and Community Development

Housing Regulation Administration – Rental Conversion and Sale Division 1800 Martin Luther King, Jr. Avenue, S.E. Washington, D.C. 20020 Telephone (202) 442-4407 | www.dhcd.dc.gov

#### DO NOT DELETE OR ALTER ANY PART OF THIS OFFER OF SALE

# OFFER OF SALE & TENANT OPPORTUNITY TO PURCHASE WITH A THIRD PARTY SALE CONTRACT FOR HOUSING ACCOMMODATIONS WITH FIVE (5) OR MORE RENTAL UNITS

### This Offer of Sale is NOT a Notice to Vacate

For information on this notice and with understanding TOPA, tenant rights and obligations, please contact:

Housing Counseling Services 2410 17th Street NW, Suite 100 Washington, DC 20009 (202) 667-7006 http://housingetc.org/

Latino Economic Development Corporation 641 S Street NW Washington, DC 20009 202-588-5102 www.ledcmetro.org DHCD Rental Conversion and Sale Division 1800 Martin Luther King Jr. Ave. SE Washington, DC 20020 (202) 442-4407

D.C. Office of the Tenant Advocate 2000 14th Street, NW, Suite 300 North Washington, DC 20009 (202) 719-6560 https://ota.dc.gov/

A COPY OF THIS NOTICE SHOULD BE POSTED IN THE HOUSING ACCOMMODATION



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#### INSTRUCTIONS FOR PREPARING AND ISSUING AN OFFER OF SALE <u>WITH</u> A THIRD PARTY SALE CONTRACT FOR FIVE (5) OR MORE RENTAL UNIT HOUSING ACCOMMODATIONS

#### PLEASE READ AND FOLLOW THESE INSTRUCTIONS CAREFULLY

These instructions apply to an Offer of Sale (Form A) for the sale of a five (5) or more residential rental unit housing accommodation. This Offer of Sale (Form A) is used when an owner gives the tenants an opportunity to purchase **after** the owner has accepted (ratified) a third party sale contract for the housing accommodation.

In order to determine whether the housing accommodation is five (5) or more rental units, <u>all</u> rental units in the housing accommodation are counted. The occupied rental units as well as those vacant rental units must be included in the total number of rental units for the housing accommodation.

#### INSTRUCTIONS FOR ISSUING THE OFFER OF SALE (FORM A)

- 1. Do not delete or alter any part of the Offer of Sale (Form A).
- 2. Fill in the date, number of occupied and vacant rental units, combined total number of rental units, name of each tenant with each apartment number and the address of the housing accommodation. Each tenant must receive a separate Offer of Sale (Form A) addressed to him or her.
- 3. Due to the number of Offers of Sale involved in housing accommodations with five (5) or more rental units, the Rental Conversion and Sale Division requests that the owner, or the owner's agent, send only one (1) copy of the Offer of Sale (Form A) and a list of the tenants to whom the Offers of Sale were issued.
- 4. The asking price and the material terms of the sale must be stated in the Offer of Sale (Form A). The material terms include the type of financial arrangements, if any, the owner will accept at settlement. If the material terms do not fit in the space provided, attach a supplemental page listing those material terms to the Offer of Sale (Form A).
- 5. The address and telephone number of the owner, or the owner's agent, must be stated on the Offer of Sale (Form A).
- 6. The owner or the owner's agent must sign his or her full name on the Offer of Sale (Form A). For the purposes of legibility, a printed or typed name must also be placed on the appropriate line. An individual's **name**, not a business name, must be on this line. The name of the business may be placed in the address area.
- 7. After a tenant organization has been registered, the owner or the owner's agent must send the tenant organization a copy of the third party sale contract in order to commence the fifteen (15) day right of first refusal time period.

- 8. Send each tenant the Offer of Sale (Form A) by **certified mail**. A copy of the Offer of Sale (Form A) must also be posted in conspicuous places in the common areas of the housing accommodation.
- 9. One (1) copy of the Offer of Sale (Form A) with a list of the tenants must be sent **by certified mail** to or **filed in person** at the Rental Conversion and Sale Division. **Do NOT** send the Offer of Sale (Form A) by facsimile or email. Faxing or emailing an Offer of Sale is **NOT** proper delivery.
- 10. The owner or the owner's agent must certify that the Rental Conversion and Sale Division and each tenant were sent copies of the Offer of Sale (Form A) on the same day. Fill in and sign the attached affidavit, and include the completed and signed affidavit to the Rental Conversion and Sale Division when the Offer of Sale (Form A) is sent or delivered. Attach a list of tenants to the Affidavit and label the list "Exhibit A."
- 11. If a tenant organization is formed, the owner or the owner's agent, must send or deliver to the Rental Conversion and Sale Division one (1) copy of the third party sale contract when it is sent to the tenant organization. A copy of the third party sale contract can be sent to the Rental Conversion and Sale Division along with the copy of the Offer of Sale (Form A). The Rental Conversion and Sale Division's address and telephone numbers are listed below and on the Offer of Sale (Form A).
- 12. The District's Opportunity to Purchase Amendment Act of 2008, D.C. Law 17-286, effective Dec. 24, 2008, codified at D.C. Official Code § 42-3404.31 (the "DCOP Act") (2009), requires a housing accommodation owner to offer the property for sale to the Mayor of the District of Columbia. An owner must offer the housing accommodation for sale to the Mayor if 25% or more of the rental units are "affordable units" under the DCOP Act. For further information, please contact the Rental Conversion and Sale Division.

District of Columbia Department of Housing and Community Development Rental Conversion and Sale Division 1800 Martin Luther King, Jr. Avenue, S.E. Washington, D.C. 20020 Telephone (202) 442-4407 | www.dchd.dc.gov

(Revised 08/09/2019)

# AFFIDAVIT OF DELIVERY OF OFFER OF SALE WITH A THIRD PARTY CONTRACT FOR HOUSING ACCOMMODATIONS CONSISTING OF MORE THAN 1 RENTAL UNIT

PROPERTY A	ADDRESS:		
The undersigned	hereby certifies the f	Collowing to the Mayor of	the District of Columbia:
[circle one], I delivered et Affidavit as <b>Exhibit A</b> to certified mail, and contains	nvelopes addressed of a U.S. Postal Service ning a true, correct a	ce employee at the U.S. P, with proper posta and complete copy of the	on the list attached to this lost Office located atage affixed for delivery by Offer of Sale dated
accommodation located a		tified third party contract ldress;	for the housing
-		mplete copy of the Offer of eas of the housing accom-	
3. That on		at	a.m. / p.m.
accommodation I the list attached to Community Development Develop	ocated at the above so this Affidavit as Exclopment, Rental Con  I mail a copy of the a  and a commodation located a list attached to this A	<b><u>xhibit A</u></b> to the D.C. Departure of the Division and Sale Division attached true, correct and	f the tenants identified on artment of Housing and on; <b>OR</b> complete Offer of Sale ed third party contract for s and a list of the tenants the D.C. Department of
Development, Rental Co Affidavit were provided I declare under pe	nversion and Sale Di copies of the Offer o enalty of law for mak	Department of Housing artivision and each tenant list of Sale on the same day.  String a false statement, as the foregoing representation	sted on Exhibit A of this
		<del>a.</del>	
Date		Signature	
		Print Name	

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OFFER OF SALE & TENANT OPPORTUNITY TO PURCHASE <u>WITH</u> A THIRD PARTY SALE CONTRACT FOR HOUSING ACCOMMODATIONS WITH FIVE OR MORE RENTAL UNITS

	FIVE OR MORE RENTAL UNITS			
	DATE:			
	Number of Occupied Rental Units _ Number of Vacant Rental Units			
BY CERTIFIED MAIL	COMBINED TOTAL NUMBER OF RENTAL UNITS			
Dear				
	wr's offer to call the housing accommodation in which you live located at			
This is to advise you of the owner's offer to sell the housing accommodation in which you live located at Washington, D.C				
. The total number of rental units in the housing accommodation is:				

#### 1. OFFER OF SALE

As a tenant of a housing accommodation in the District of Columbia, you must be given an opportunity to purchase this housing accommodation in accordance with Title IV of the Rental Housing Conversion and Sale Act of 1980, as amended (D.C. Law 3-86, § 42-3401.01 et seq. (2001)) (the "Act"). This Offer of Sale also describes your tenant rights and responsibilities and the statutory time periods under the Act.

#### 2. ACCEPTANCE PERIOD

If you wish to respond to this Offer of Sale, any response must be made by a tenant organization. A tenant organization must be registered with the D.C. Department of Housing and Community Development, Rental Conversion and Sale Division. A tenant organization registration application must be notarized and include: (1) a written statement accepting the owner's offer to sell the housing accommodation; (2) a list of tenant members representing the majority of the heads of households in the housing accommodation as of the time of registration; (3) information regarding the elected officers; and (4) copies of the tenant organization articles of incorporation, certification of incorporation and the bylaws. The tenant organization registration application must be either sent by certified mail or hand-delivered to the owner and the Rental Conversion and Sale Division.

The tenants must organize a tenant organization with the legal capacity to hold real property, and shall send the tenant organization registration application by certified mail or by hand delivery to **both** the owner and the Rental Conversion and Sale Division on or before the <u>forty-fifth (45th) day</u> after you and the other tenants received this Offer of Sale, or the Rental Conversion and Sale Division's receipt of a copy of this Offer of Sale, whichever date is later.

If a tenant organization already exists in a form desired by the tenants, the tenant organization must send **both** the owner and the Rental Conversion and Sale Division the tenant organization registration application by certified mail or hand-delivery on or before the thirtieth (30th) day after you and the other tenants received this Offer of Sale, or the Rental Conversion and Sale Division's receipt of a copy of this Offer of Sale, whichever date is later.

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If the tenants fail to organize and send the tenant organization registration application by certified mail or by hand delivery to **both** the owner and the Rental Conversion and Sale Division within the applicable time period, the tenants' rights under this Offer of Sale will expire.

#### 3. NEGOTIATION

If a tenant organization properly submits a tenant organization registration application in accordance with the above paragraphs, the tenant organization has a minimum of <u>one hundred twenty (120) days</u> to ratify a sale contract with the owner.

#### 4. INFORMATION

Within seven (7) days of receiving a written request for the information, the owner shall provide the tenant organization with copies of: (1) a floor plan of the housing accommodation, if available; (2) an itemized list of monthly operation expenses; (3) utility consumption rates and capital expenditures for each of the two (2) preceding calendar years; and (4) the most recent rent roll, listing of tenants, and a list of vacant rental units.

#### 5. PRICE AND MATERIAL TERMS

The asking price for the housing accommodation is \$	ability to enter into a red purchase money rove (either alone or in grants the tenant
Check here ONLY if a separate page of material terms is attached.  Optional: check here only if a copy of the ratified third party contract is a	ttached.

#### 6. DEPOSIT

At the time of contracting, the tenant organization is required to deposit no more than <u>five (5) percent</u> of the contract sale price. This deposit, with interest accrued thereon, is refundable in case there is a good faith inability to perform under the sale contract.

#### 7. SETTLEMENT TIME

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If the tenant organization decides to purchase, and the owner accepts the offer, the tenant organization will have a minimum of <u>one hundred twenty (120) days</u> to secure financing or financial assistance and go to settlement for the purchase of this housing accommodation. However, if a lending institution or agency estimates that a decision regarding financing or financial assistance will be made within <u>two hundred forty (240) days</u> after the date the contract is ratified, the owner will provide the tenant organization with an extension of time consistent with the written estimate. If the tenant organization's articles of incorporation provide by the date the contract is ratified that the purpose of the tenant organization is to convert the housing accommodation to non-profit housing cooperative with appreciation of share value limited to a maximum of an annual rate of inflation, the tenant organization will have a minimum of <u>one hundred eighty (180) days</u> after the date the contract is ratified to secure financial assistance.

#### 8. THIRD PARTY SALE CONTRACT AND RIGHT OF FIRST REFUSAL

As of this date, the owner <u>has</u> accepted a third party sale contract to sell the housing accommodation to another party. If a tenant organization is formed and registered, the owner will send a copy of the ratified sale contract to the tenant organization. The tenant organization will have an additional <u>fifteen (15) days</u> (right of first refusal) to match the third party sale contract. If a valid tenant organization registration application is filed prior to the deadlines given in Section 2 of this Offer of Sale, the <u>fifteen (15) day</u> Right of First Refusal time period will commence at the end of the negotiation time period.

#### 9. NEW OFFER OF SALE

You will be issued a new Offer of Sale if the owner sells or signs a sale contract with a third party purchaser for a price that is more than ten (10) percent less than the price offered to you or for other terms which would constitute bargaining without good faith. In addition, if the owner has not contracted or sold this housing accommodation within three hundred sixty (360) days from the date of this Offer of Sale, and, if the owner still desires to sell the housing accommodation at that time, the owner must comply anew with the provisions of the Act.

#### 10. WAIVER

You are <u>prohibited</u> from waiving your right to receive this Offer of Sale. However, upon receipt of this Offer of Sale, if you and the other tenants form a tenant organization and comply with the statutory requirements as outlined in this Offer of Sale, the tenant organization may waive any other tenants' rights under the Act in exchange for any consideration which it finds acceptable. Any waiver of the rights of a tenant organization must be in writing and signed by an authorized tenant organization officer on behalf of the tenant organization. The owner will provide the Rental Conversion and Sale Division with a copy of the signed waiver documents.

#### 11. ASSISTANCE

If you would like information concerning technical and financial assistance, you may contact Housing Counseling Services on (202) 667-7006, Latino Economic Development Corporation on (202) 540-7417, the D.C. Department of Housing and Community Development, Development Finance Division on (202) 442-7200, the Rental Conversion and Sale Division on (202) 442-4407, or the D.C. Office of the Tenant Advocate on (202) 719-6560.

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If you have any questions regarding this matter, p name or owner's agent's name) on telephone num		
	s <u>NOT</u> A NOTICE TO VACATE.  er or Owner's Agent may sign),	
Owner's <u>SIGNATURE</u>	Owner's Agent's <u>SIGNATURE</u>	
Owner's <u>PRINTED</u> Name	Owner's Agent's <u>PRINTED</u> Name	
Owner's Address, City, State & Zip Code)	Owner's Agent's Address, City, State & Zip Code)	
cc: 1 copy of the Offer of Sale, 1 copy of the the attachment by hand delivery or certified made District of Columbia Department of Housing Rental Conversion and Sale Division 1800 Martin Luther King, Jr. Avenue, S.E. Washington, D.C. 20020 Telephone (202) 442-4407		