Tenancy Protections

COMMUNITY WORKSHOP - FEBRUARY 4, 2023

Agenda

Overview of Current Laws

Petaluma Ordinance vs. TPA

Questions / Feedback

Next Steps

Landlord Tenant Basics

Leases are contracts that protect landlords and tenants

• subject to landlord tenant laws

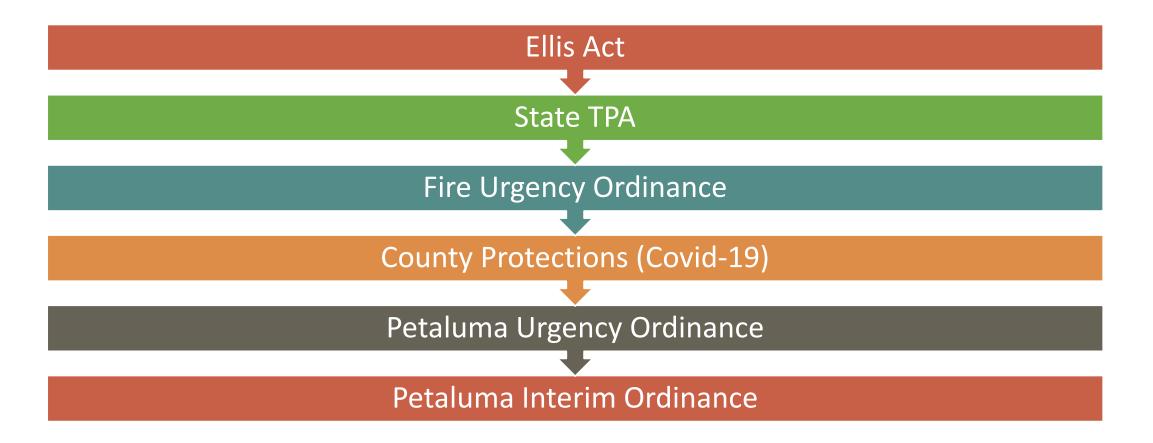
Fair housing rules apply to all

• discrimination prohibited, landlord duty to maintain, etc.

Local tenant protections do not amend lease

• but do limit grounds for termination and provide remedies for violations

History of Tenant Protections



Tenant Protection Types PETALUMA ORDINANCE DOES NOT IMPOSE RENT CONTROL



State of CA Tenant Protections

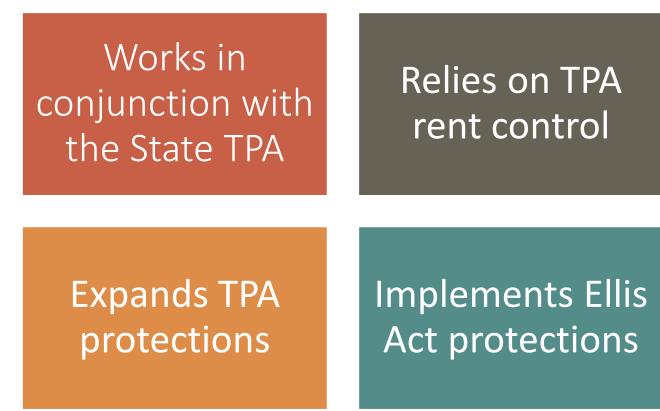
Ellis Act (1985)

- Protects right to remove property from rental market
- Authorizes local jurisdictions to regulate

CA Tenant Protection Act (2019)

- Limits just causes for evictions
- Permits local regulations
- Limits rent increases

Petaluma Ordinance



Petaluma Ordinance vs. State TPA





Removes some exceptions Applies to most tenants sooner



Reduces grounds for termination



Revises some at/no fault definitions

Who is covered?

STATE LAW

PETALUMA ORDINANCE

Tenants who have lawfully occupied for 12 months

Tenants who have lawfully occupied for 6 months

 or 12 months if landlord lives on property or unit is accessory or junior accessory unit

Which Units are Covered? All BUT: STATE LAW

Units that have received certificate of occupancy in the last 15 years

- Units restricted as affordable housing
- Dorms owned/operated by schools, nonprofit hospitals, churches, & extended care facilities

Owner occupied property (primary residence) & shares a bath/kitchen

Which Units are Covered? All BUT: STATE LAW (continued)

- Owner occupied duplex (primary residence) & has occupied since the beginning of the tenancy
- Single-family homes if owner occupied and leases no more than 2 rooms
- Single-family homes if owner is not a legal entity & tenants received written notice that they are exempt
- Hotels and transient occupancy

Which Units are Covered? All BUT: PETALUMA

- Owned or subsidized by govt. agency
- Occupied by a tenant property manager
- Developments with greater than 49% of units restricted to affordable
- Primary resident owner that shares a bathroom/kitchen

Allowed Terminations – At Fault WHEN TENANT IS THE CAUSE – STATE LAW

Failure to pay rent	Breach of lease	Causing a nuisance	Criminal activity
Using unit for illegal purpose	Committing waste	Subletting against lease	Refusal to allow owner to enter
	Tenant fails to vacate after intent to leave	Employee fails to vacate after termination	

Allowed Terminations – At Fault WHEN TENANT IS THE CAUSE – PETALUMA ORD



Allowed Terminations – "No Fault" WHEN LANDLORD IS THE CAUSE – STATE LAW

Owner wants to remove a unit from the rental market (Ellis Act)

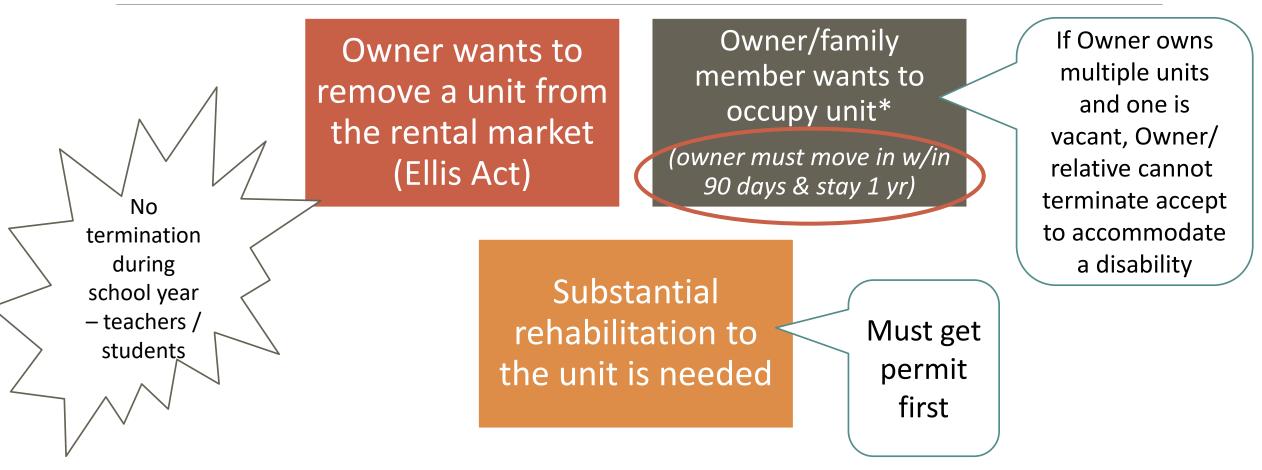
Owner or family member wants to occupy unit

Substantial rehabilitation to the unit is needed

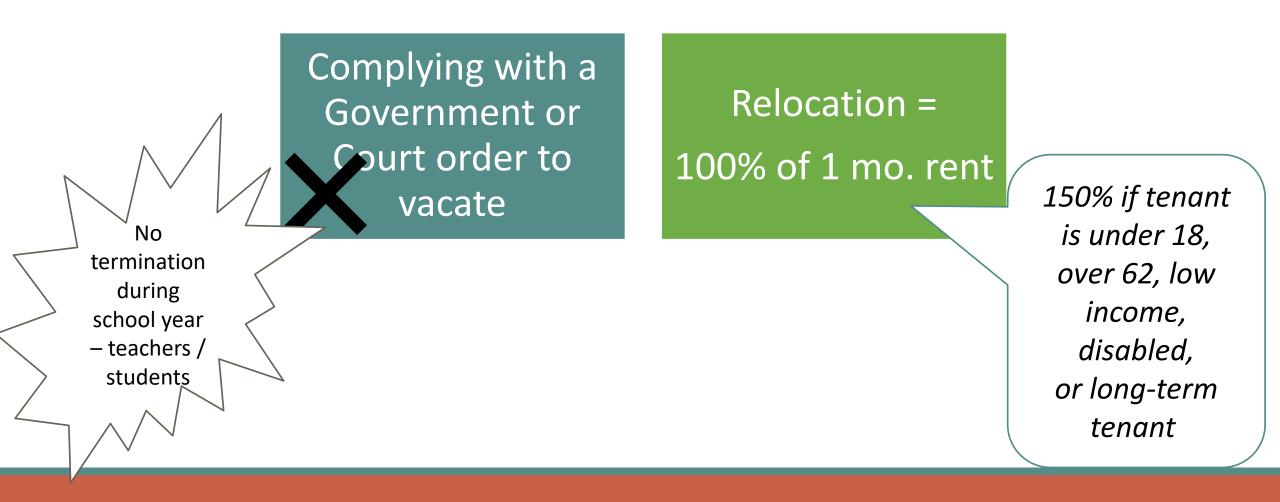
Complying with a Government or Court order to vacate

Relocation = 100% of 1 mo. rent

Allowed Terminations – "No Fault" WHEN LANDLORD IS THE CAUSE – PETALUMA ORDINANCE



Allowed Terminations – "No Fault" WHEN LANDLORD IS THE CAUSE – PETALUMA ORDINANCE



Petaluma – No Fault ADDITIONS

Tenant receives "Right of First Refusal"

- Withdrawal- Within 10 years of withdrawal from the rental marketplace, on same terms with TPA adjusted rent for the first five years.
- Intent to move-in If owner or family member fails to occupy within 90 days of termination or fails to reside for 3 consecutive years.
- **Substantial Rehab** After rehab is complete the tenant has the right to reoccupy the unit.

Other Protections PETALUMA ORDINANCE

Notice of Tenant Rights required

No termination for tenants exercising their rights

Civil cause of action

Tenants can recover attorneys' fees if they prevail in an unlawful detainer

City reserves right to enforce

Noting Requirements PETALUMA ORDINANCE

English & Spanish & language of lease New / renewal of lease or rent increase

Sale of property

Petaluma Ordinance changes

Noting Requirements PETALUMA ORDINANCE – NO FAULT NOTICES

Notice must be recorded & provided to tenant

Notice of right to relocation

Notice to City if owner plans to move in Notice to City regarding rehab plans

Input received / Possible Amendments

Right of 1st refusal for 10 years under the Ellis Act is onerous – consider shorter time

Additional 50% relocation is onerous – remove this clause

Noticing and forms are onerous

Tenants in suffrage – remove or keep in definition of covered tenants – affects ability of landlords to let leases expire without issuing a notice of termination

Input received / Possible Amendments

Should tenancies less than a year be permitted to expire without notice – e.g., for sabbatical leaves or active-duty activation?

Should the protection for terminations affecting teachers and students be more limited?

Should some of the exemptions in the TPA be retained – such as for non-corporate landlords with a limited number of rental units?

Input received / Possible Amendments

Should additional grounds for fault-based termination be added? Such as committing waste, or refusal to enter a new, lawful lease?

Should relocation rights be adjusted or eliminated if the landlord qualifies as a low-income household?

Let the ordinance expire, it is unnecessary

NEXT STEPS



Questions?

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