# Mobilehome Rent Stabilization Ordinance

COMMUNITY MEETING – MAY 24, 2023

#### Agenda

## Why we are Here

## Petaluma Ordinance

## Next Steps

Questions/Feedbac k

### Why we are here?

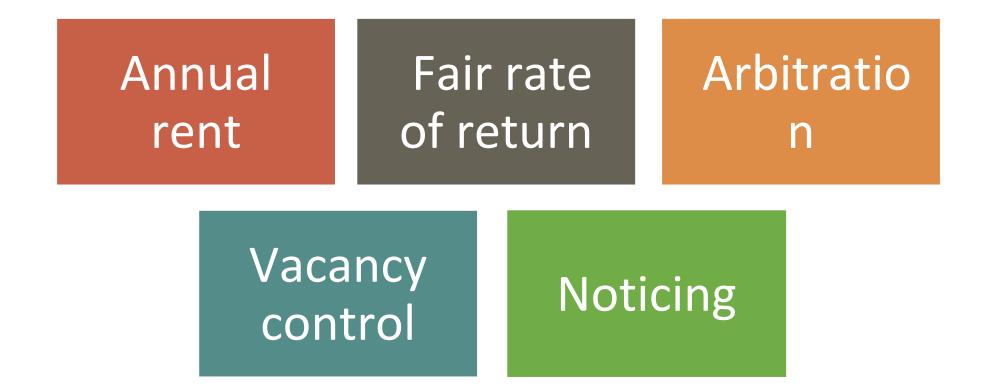
City Council top 10 goals and priorities

Enacted in 1994 with no subsequent amendments

Santa Rosa and Windsor have recently amended their Rent Stabilization Ordinance

Quick overview of existing ordinance and hear from you.

#### Mobilehome Rent Stabilization Program CHAPTER 6.50 PETALUMA MUNICIPAL CODE



### "Affected tenants"

## Those who reside in a mobilehome

#### Those with leases not greater than 12 months month to month

## Not recreational vehicles

Not commercial coaches except if resided over 9 months

### **Annual Rent Increases**

Base rent = rent at start of the tenancy Plus 100% of CPI or 6%; whatever is lower

Can't increase within 12 months of prior increase Need 90 days notice before increase takes effect

### Annual Rent Increase Comparison

Public Entity	Rent Increase Cap		
Petaluma	6% or 100% CPI, whichever is less		
Santa Rosa	4% or 70% of CPI, whichever is less		
Windsor	4% or 75% of CPI, whichever is less		
Sebastopol	100% CPI		
Rohnert Park	4% or 75% CPI, whichever is less		
Sonoma County	100% CPI		
Cotati	6% or 100% CPI, whichever is less		
Cloverdale	Board Approves		
Ukiah	5% or 100% CPI, whichever is less		
Vallejo	100% CPI		

### 2 ways to get to Arbitration Hearing

If owner seeks to increase rent more than 300% of the CPI then:

arbitration is automatic

#### *Owner must provide special notice*

If owner seeks to increase rent more than the annual increase but less than 300% CPI then:

51% of affected tenants must file a petition within 21 days of notice

### **Arbitration Hearing**

Neutral third party with experience Hears evidence from both tenants and owner to determine if rent increase is reasonable

Burden of proof is on the park owners to show rent increase is reasonable

### Fair Rate of Return NON-EXCLUSIVE LIST OF FACTORS TO CONSIDER

Beneficial increases in maintenance

Substantial rehab or capital improvements

Increased costs of debt service

**Rental history** 

Physical condition of the Mobilehome

More or less "housing services"

Comparable rents

Decrease in "net operating income"

A fair return on the property prorated among the spaces of the park

#### Vacancy Control owner can charge a new base rent if space is lawfully vacated

## Lawful Space Vacancy

- Voluntary removal of mobilehome from space; or
- Termination of tenancy for cause (not complying with laws, nuisance, conviction for drugs, nonpayment, etc.)

### Vacancy Control Comparison

Public Entity	Rent Increase Cap
Petaluma	None
Santa Rosa	10%
Windsor	None, except in-place transfers have a 15% cap
Sebastopol	None
Rohnert Park	Yes, no increases
Sonoma County	None
Cotati	None
Cloverdale	10%
Ukiah	10%
Vallejo	Yes, cannot be more than 50% of average price of a 2-bedroom home in Solano

### Noticing – New Tenants

Park owner required to provide notice that tenant-to-be can elect to be month to month and protected by rent stabilization caps

### **Other Provisions**

Prohibition against agreements that waive tenant rights No retaliation against a tenant for exercising their rights Ordinance works with other rights & remedies provided by law

#### **Tentative Next Steps** GOAL IS TO BE COMPLETE IN TIME FOR AUGUST RENT INCREASES



# Questions?

mobilehomes@cityofpetaluma.org

### **COUNTY & CITY RESOURCES**

COUNCIL ON AGING 707-525-0143	LEGAL AID 707-542-1290	DISABILITY SVS & LEGAL CTR 707-528-2745	PETALUMA PEOPLE SERVICES 707-765-8488
PETALUMA	REBUILDING	CMTY ACTION	COUNTY DIV OF
HEALTHCARE CTR	TOGETHER	PARTNERSHIP	ECON ASSIST
707-559-7500	707-765-3944	707-544-6941	877-699-6868