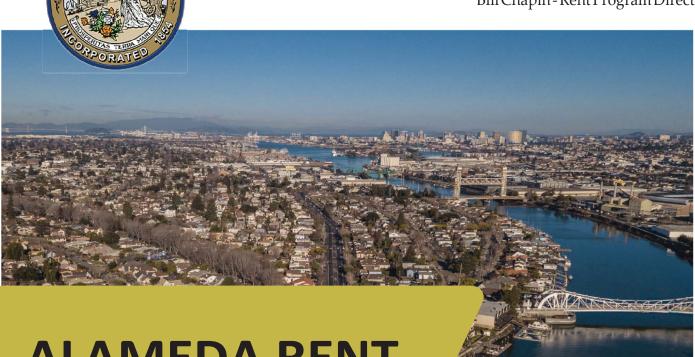
Presented by the City Attorney's Office Yibin Shen - City Attorney Bill Chapin - Rent Program Director



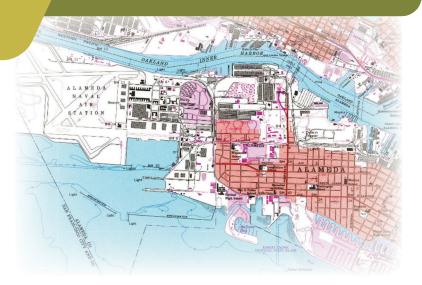
ALAMEDA RENT PROGRAM

**Monthly Report** 

December 2023

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### **NEWS & NOTES**

- On December 19, 2023, the Alameda City Council adopted Ordinance 3361 to revise the City's Capital Improvement Plan (CIP) Policy. The new policy revises key elements of eligibility criteria, eliminates permanent tenant displacement, imposes caps on the amount of pass throughs, and provides for a tenant hardship exemption. The new policy will be effective January 19, 2024.
- On December 15, 2023, the Rent Program mailed 627 notices of noncompliance to landlords that had yet to submit payment of annual program fees and/or register their properties. Additionally, 1,813 tenants residing at these properties received a letter notifying them that the landlord could not impose a rent increase until compliance is demonstrated.



## **OUTREACH**

Staff serves individuals in the community Monday through Friday via telephone, email, Zoom, and inpersonappointments. Informational workshops are offered twice monthly.

## <u>Upcoming Informational Workshops</u>

Tuesday, Jan 16, 6pm – Zoom Thursday, Feb 1, 2pm – City Hall West Tuesday, Feb 13, 6pm - Zoom

	PERSONALIZED SERVICE		INFORMATIONAL WORKSHOPS	WEBSITE	
	Individuals Contacted	Total Inquiries	Attendees	Unique Users	Total Sessions
DECEMBER 2023	307	610	5	2,427	3,373
YEAR-TO- DATE	4,707	9,136	76	29,745	43,996



## REGISTRATION

The online Rent Registry is available for landlords and property managers to submit, verify, and update registration information; pay the annual program fee; and more. Staff continues to work with landlords to update information in the registry and process submissions.

	DEC 2023	YTD
Properties Submitting Late Registration*	12	82
Property Change in Ownership Processed	5	189
Documentation Demonstrating that Property is Exempt from Regulation	5	140
Requests to Exempt Unit from Annual Program Fee	15	294
Properties Submitting Payment of Annual Fees**	41	3,492

<sup>\*</sup>As of January, 1, 2024, approximately 95.4% of Alameda rental units and 91.6% of rental properties have completed initial registration.

#### AGA RENT INCREASES

Landlords who have registered their rental properties and paid the annual program fee are entitled to one rent increase every 12 months limited by a percentage cap, known as the Annual General Adjustment or AGA.

The AGA for the period from September 1, 2023, to August 31, 2024, is **2.9**%

#### "BANKED" RENT INCREASES

The Rent Ordinance allows landlords who choose not to raise the rent for a full 12 months, or choose to raise the rent by less than the AGA, to "bank" those unused amounts. The Ordinance requires any landlord using "banked" amounts to file a copy of the notice with the Rent Program

	DEC 2023	YTD
Current Rent Updated on Unit	122	3,101
"Banked" Rent Increase Filed	7	626
Updated Unit Info showing an Invalid Rent Increase	41	556

### CAPITAL IMPROVEMENT PLANS

Landlords may apply to pass the cost of certain substantial improvements, amortized over time, on to tenants. In addition, landlords must file a Capital Improvement Plan (CIP) whenever a tenant must be temporarily relocated or a tenancy terminated because of the work associated with qualifying capital improvements. *Note: On December 19, 2023 the Alameda City Council approved a revised policy effective January 19, 2024*.

	New	CIP Review Status			
Submissions		Under Review	Approved	Denied	Total
DEC 2023	0	0	0	0	0
YTD	3	2	1	1	4



<sup>\*\*</sup>As of January, 1, 2024, approximately 86.5% of Alameda rental properties had submitted payment of annual program fees for the FY23-24 fiscal year

# RENT REVIEW & PETITIONS

Multi-family units built prior to February 1995 are subject to a cap on the annual amount of rent increase, known as the Annual General Adjustment (AGA). Landlords may petition for an upward adjustment in the rent, and tenants may petition for a downward adjustment.

### **LANDLORD SUBMISSIONS**

	DEC 2023	YTD
Petition for Upward Adjustment	0	1
Request For Staff Review	0	3
Rent Increase greater than 10%	0	0

### **TENANT SUBMISSIONS**

	DEC 2023	YTD
Petition for Downward Adjustment	3	27
Request for Staff Review	0	47
TOTALS	3	78

In addition, tenants and landlords may request that staff conduct a review of:

- The calculation of the maximum allowable rent allowed by the AGA
- II. The base rent and/or housing services included with base rent as reported by the landlord
- III. Previous or pending rent increase notices to determine if they complied with all rent ordinances and regulations

Staff will work with the landlord to correct registration errors. If the review shows the tenant has been paying more than the maximum allowed by the AGA, staff will direct the landlord to reset the rent and refund the overpayment.

If the tenant received an invalid notice that is not yet effective, staff will direct the landlord to rescind the notice.

Annually, the Rent Program sends letters to the landlord and tenant informing them of the maximum allowable rent and providing a deadline by which to file review.

## **HEARING OUTCOMES**

	DEC 2023	YTD
Upward Rent Adjustment	0	0
Downward Rent Adjustment	1	14
Petition Denied	0	1
Petition Withdrawn	0	6
Pending	2	7
TOTALS	3	28

## **STAFF REVIEW OUTCOMES**

	DEC 2023	YTD
No Violation	0	15
Registry Error Corrected	0	6
Rent Reset & Tenant Refunded	0	7
Invalid Notice Rescinded	0	9
Request Withdrawn	0	7
Pending Review	0	6
TOTALS	0	50



## TERMINATION OF TENANCY

The Rent Ordinance prevents landlords from terminating a tenancy except for certain allowable grounds and requires a relocation payment in cases where the termination is not the fault of the tenant. Terminations based on these "no fault" grounds must be filed with the Rent Program. Submissions may be "Withdrawn" due to a deficiency with the ordinance or because a landlord chooses to rescind the notice.

OMI = Owner Move-In WRM = Withdrawal from the Rental Market

	TERMINATION SUBMISSIONS							
	OMI WRM Other Withdrawn TOTALS							
DEC 2023	1	0	0	0	1			
YTD	25	5	0	15	45			

## **BUYOUT SUBMISSIONS** Deficient **TOTALS** Active Rescinded DEC 0 1 0 0 2023 **YTD** 15 19 4 0

### **BUYOUT AGREEMENTS**

A buyout agreement is a written agreement between a landlord and a tenant, by which a tenant agrees to vacate, usually in return for money. The Rent Ordinance affords protection to tenants who are offered buyout agreements. Buyout Agreements must be filed with the Rent Program. Staff review submissions to ensure that tenants have been advised of their rights. An agreement that does not satisfy all requirements of the rent ordinance is not effective, and the tenant may rescind the deficient agreement at any time.

One Buyout Agreement submission was filed in December with a value of \$15,000 for a length of tenancy at 4 years

## MONITORING OF RENTAL UNITS

Certain restrictions are imposed on rental units after a tenancy is terminated based on grounds for which the tenant is not at fault. These restrictions apply regardless of a change in ownership. On an annual basis, program staff initiates monitoring of the unit to verify compliance with the restrictions while they remain in effect. These annual monitoring cases remain "ongoing" until staff receives sufficient documentation from the property owner.

	Owner Move-In		Withdrawal from	TOTAL		
	Case Initiated	Ongoing	Case Initiated	Ongoing	UNITS	
DEC 2023	0	5	0	0	5	
YTD	60		61		121	

