RESOLUTION NO. 28844

RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA ROSA ADOPTING A POLICY CONCERNING CAPITAL IMPROVEMENT PLANS FOR RENTAL UNITS IN THE CITY OF SANTA ROSA

WHEREAS, the City Council of the City of Santa Rosa encourages landlords in the City to improve the quality of the City's rental housing stock, recognizes the need to ensure that landlords receive a just and reasonable return on their capital improvement expenditures and desires to protect tenants from being unreasonably displaced from their rental units as a result of capital improvements to their rental units or to the buildings housing such rental units; and

WHEREAS, when a landlord intends to make or has made major long term repairs or improvements to a rental unit or rental unit building that materially adds value to the property, prolongs the useful life or adapts the property to a new use and the cost of which is not less than eight times the amount of the rent (of the rental units affected by the work) multiplied by the number of rental units to be improved, the rent for rental units so improved should be increased in excess of the "maximum increase" not only to provide the landlord with a just and reasonable return on the property but also to benefit the tenants; and

WHEREAS, on August 16, 2016, City staff presented to the City Council a Policy Concerning Capital Improvement Plans, which Policy identifies major long term repairs that could qualify as a capital improvement, provides a method by which a landlord may receive a rent increase that exceeds the maximum increase by undertaking such capital improvements, and requires the landlord to provide relocation assistance to displaced tenants when work associated with the capital improvements cannot be accomplished safely and reasonably with the tenants remaining in their rental units while the work is performed; and

WHEREAS, on August 16, 2016, City Council members heard from the public concerning the Policy and thereafter discussed the Policy among themselves.

NOW, THEREFORE, BE IT RESOLVED that the Council of the City of Santa Rosa approves the policy concerning Capital Improvement Plans for Rental Units in the City of Santa Rosa, attached hereto as Exhibit A.

BE IT FURTHER RESOLVED that the Council make this Resolution effective immediately upon its adoption and the Policy operative as of September 30, 2016.

IN COUNCIL DULY PASSED this 16th day of August, 2016.

AYES:	(4) Council Members Combs, Carlstrom, Coursey, Wysocky		
NOES:	(2) Vice Mayor Schwedhelm, Council Member Olivares		
ABSENT:	(0)		
ABSTAIN:	(1) Mayor Sawyer		
ATTEST:	City Clerk	APPROVED:	Mayor
APPROVED AS TO FORM:			
Interim City Attorney			

 $Exhibit \ A-Policy \ Concerning \ Capital \ Improvement \ Plans$