

# PROPOSED FEE-BASED RENTAL INSPECTION STUDY SESSION

City Council Meeting October 22, 2019

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### **OVERVIEW**

- Purpose
- Background
- Outline Process to consider Program
- Estimated Number of Rental Units
- Review existing Inspection Programs
- Review Outreach Feedback
- Review of Rental Inspection Components

# **PURPOSE**

- Confirm if the Council is interested in advancing a Rental Inspection Program
- Review existing Rental Inspection Services
- If Proceeding-seek feedback on a Proposed Rental Inspection Program

### **BACKGROUND**

- A Rental Inspection Program is designed to proactively inspect rental units
- 2016-Study Session on options to improve Code Enforcement that included the consideration of a proactive rental inspection service
- 2017- program outline developed and outreach began
- Program idea deferred to wildfire recovery

# **PROCESS**

If Council is interested in moving forward with developing a Rental Inspection Program:

- Consider Input from this Session and continued Stakeholder feedback
- Ordinance, Est. Program Costs/Fees and Implementation Plan to Council in November/December
- Operating policy/procedures and outreach plan further developed with Stakeholder input-Spring 2020

# ESTIMATED RENTAL UNITS

Single Family Dwellings

15,178

Other types (1 to 3 units)

6,033

3 or more units

13,789

Estimated Total

35,000

# EXISTING RENTAL INSPECTION PROGRAMS

- Housing Choice Voucher Program- 1,900 units
- Complaint Based Code Enforcement Program- 214 units in FY 18/19
- Proactive Neighborhood Revitalization Program (NRP) – 1,000 units annually

# **OUTREACH**

- California Apartment Association (CAA)
- North Bay Association of Realtors (NORBAR)
- Sonoma County Legal Aid
- Fair Housing Advocates of Northern California
- North Bay Organizing Project Group
- Disability Services and Legal Center
- Hispanic Chamber of Commerce
- Los Cien
- Community Action Partnership of Sonoma County
- Santa Rosa Together

# FEEDBACK SUMMARY

#### **Property Owners**

- Not supportive of program
- Lack of data to demonstrate need
- Use existing Code Enforcement and Neighborhood Revitalization Programs
- If proceed; only apply to 3 or more rental units, exempt units built in last 10 years, allow self certification

#### **Tenant Represented Organizations**

- Supportive of Program
- Be Sensitive to Minority Populations
- Educate Residents and Property Owners of Rights/Responsibilities and Program Expectations

#### 1. Program Outreach

- Include a new Community Engagement position for outreach/education or use existing capacity
- Consider translation and relocation services, advance neighborhood meetings prior to inspection taking place

#### 2. Types of Housing to be Inspected

Single family, 1-3 Units, 3 or more units

#### 3. Frequency of Inspections

Communities Surveyed Inspect every 2 to 7 years.

#### 4. Self-Certification

- Should property owners self certify with the tenant
- Inspect percentage of units that self-certify to confirm compliance

#### 5. Registration/Penalties

- Should all rental property owners register their units
- Fee included in registration to cover admin costs
- Should there be penalties for owners who do not register

#### 6. Exemptions

- Newly constructed rental housing units within 5 or 10 years
- Units inspected under Federal and State sponsored requirements (Housing Choice Voucher Program, Board and Care)
- Manufactured Home Communities-under the jurisdiction of State Housing and Community Development (HCD)

# RENTAL INSPECTION OPTIONAL COMPONENTS A. Local representative

 With phone and address within 35 miles from Santa Rosa

#### B. Amnesty Program

 Program may allow time and waive penalties to bring non-permitted units into compliance

#### C. Relocation Fund

 Council may want to include a fee to sponsor displaced tenants at risk of homelessness and operationalize a displacement program

#### D. Outsource Program

Should City solicit proposals for a Private Operator

# RENTAL INSPECTION PROCESS

- City notify owner 30 days in advance of inspection
- Owner is responsible to secure tenant consent and is encouraged to be present
- Provide Results: pass inspection or violation list
- If violations-30 days to repair, extended timeline if permit required
- Case referred to Code Enforcement if work not complete or Health and Safety violations exist

# **NEXT STEPS**

- Compile additional feedback
- Receive direction on Core and Optional Program Component Choices
- Return to Council with Rental Inspection Ordinance

# PROGRAM COMPONENTS

#### **CORE**

- 1. Comm Engagement
- 2. Types of Housing to be inspected
- 3. Frequency of Inspections
- 4. Self-Certification
- 5. Registration/Penalties
- 6. Exemptions

#### **OPTIONAL**

- A. Local Representative
- B. Amnesty Program
- C. Relocation Fund
- D. Outsource Program