THE FOLLOWING IS A SUMMARY OF SANTA BARBARA MUNICIPAL CODE CHAPTER 26.50 "JUST CAUSE FOR RESIDENTIAL EVICTION" AND IS PROVIDED FOR GENERAL GUIDANCE AND INFORMATION ONLY. IT IS NOT LEGAL ADVICE AND MAY NOT BE RELIED UPON AS SUCH. PLEASE REFER TO THE MUNICIPAL CODE OR SEEK INDEPENDENT LEGAL COUNSEL IF UNDERTAKING AN EVICTION OR IF BEING EVICTED.

Frequently Asked Questions

Who are Qualified Tenants?

A tenant who has continuously and lawfully occupied or had the legal right to occupy a rental unit for 12 months is considered a Qualified Tenant.

What rental units are exempt?

The following rental units are exempt from the City's Just Cause for Residential Eviction Ordinance:

- Transient and tourist hotel occupancy (<u>Civil Code</u> Section 1940(b)).
- Housing accommodations in a nonprofit hospital, religious facility, extended care facility, licensed residential care facility for the elderly (Health and Safety Code Section 1569.2).
- Dormitories owned and operated by an institution of higher education or a kindergarten and grades 1 to 12.
- Housing accommodations in which the tenant shares bathroom or kitchen facilities with the owner who maintains their principal residence at the rental unit.
- Single-family owner-occupied residences, including a residence in which the owner-occupant rents or leases no more than two units or bedrooms, including, but not limited to, an accessory dwelling unit or a junior accessory dwelling unit.
- A property containing two separate dwelling units within a single structure in which the
 owner occupies one of the units as the owner's principal place of residence at the beginning
 of the tenancy, so long as the owner continues in occupancy, and neither unit is an
 accessory dwelling unit or a junior accessory dwelling unit.
- Housing that has been issued a certificate of occupancy within the previous 15 years.
- A rental unit that is alienable separate from the title to any other dwelling unit, subject to express limitations and notice requirements set forth in the lease and <u>Civil Code</u> Section 1946.2 (see, SBMC Section <u>26.50.030 H</u>).
- Housing restricted by deed, regulatory restriction contained in an agreement with a
 government agency, or other recorded document as affordable housing for persons and
 families of very low, low, or moderate income (Health and Safety Code Section 50093).

Is Just Cause needed to terminate a tenancy?

If the tenant is a Qualified Tenant and the rental unit is not exempt, a landlord must have a just cause reason to terminate a tenancy. Expiration of a rental agreement, or a change of ownership, does not constitute just cause for eviction.

What are Just Cause Reasons to Terminate a Tenancy?

There are two just cause reasons to terminate a tenancy. At-fault just cause and no-fault just cause.

- At-fault just cause is any of the following:
 - o Default in the payment of rent.
 - A breach of a material term of the lease (see, paragraph (3) of Section 1161 of the Code of Civil Procedure).
 - o Maintaining, committing, or permitting the maintenance or commission of a nuisance (see, paragraph (4) of Section 1161 of the <u>Code of Civil Procedure</u>).
 - Committing waste (see, paragraph (4) of Section 1161 of the <u>Code of Civil</u> Procedure).
 - Terminated lease on or after the effective date of this chapter, and after a written offer from the owner, the tenant refuses to execute a written extension or renewal of the lease for an additional term of the same duration and with similar other terms, provided that those terms do not violate this chapter or any other provision of law.
 - Criminal activity by the tenant on the rental unit, including any common areas, or any criminal activity or criminal threat (see, subdivision (a) of Section 422 of the Penal Code).
 - Assigning or subletting the premises in violation of the tenant's lease (see, paragraph (4) of Section 1161 of the <u>Code of Civil Procedure</u>).
 - Tenant's refusal to allow the owner to enter the rental unit (see, Sections 1101.5 and 1954 of the <u>Civil Code</u>, and Sections 13113.7 and 17926.1 of the <u>Health and Safety</u> <u>Code</u>).
 - Using the premises for an unlawful purpose (see, paragraph (4) of Section 1161 of the Code of Civil Procedure).
 - The employee, agent, or a licensee's failure to vacate after their termination as an employee, agent, or a licensee (see, paragraph (1) of Section 1161 of the <u>Code of Civil Procedure</u>).
 - Tenant's failure to deliver possession of the rental unit after providing the owner written notice as provided in <u>Civil Code</u> Section 1946 of the tenant's intention to terminate the hiring of the real property, or makes a written offer to surrender possession that is accepted in writing by the landlord, but fails to deliver possession at the time specified in that written notice (see, paragraph (5) of Section 1161 of the Code of Civil Procedure).

- No-fault just cause is any of the following:
 - The owner seeks in good faith to recover possession of the rental unit for use and occupancy by the owner or their spouse, domestic partner, children, grandchildren, parents, or grandparents if a provision of the lease allows the owner to terminate the lease when the owner, or their spouse, domestic partner, children, grandchildren, parents, or grandparents, unilaterally decides to occupy the rental unit for a minimum of 12 continuous months as that person's primary residence. This subsection does not apply if the intended occupant occupies a rental unit on the property or if a vacancy of a similar unit already exists at the property (see, SBMC Section 26.50.070.2 for requirements regarding written notice to the tenant and additional requirements).
 - The owner seeks in good faith to recover possession to permanently withdraw the rental unit from the rental market (see, SBMC Section <u>26.50.070.2</u> for requirements regarding written notice to the tenant and additional requirements).
 - The owner seeks in good faith to comply with any of the following:
 - An order issued by a government agency or court relating to habitability that necessitates vacating the rental unit.
 - An order issued by a government agency or court to vacate the rental unit.
 - A local ordinance that expressly requires vacating the rental unit.
 - The owner seeks in good faith to recover possession to demolish or to substantially remodel the rental unit, provided the owner has done all of the following:
 - Obtained all permits necessary to carry out the demolition or substantial remodel from the applicable governmental agencies.
 - Served the tenants with a copy of the permits along with a written notice stating the reason for the termination, the type and scope of work to be performed, why the work cannot be reasonably accomplished in a safe manner with the tenant in place, and why the work requires the tenant to vacate the residential real property for at least 30 consecutive days.
 - Filed with the Community Development Director the documents served on the tenants listed above.

Notice Requirements:

• Whether termination is at-fault, or no-fault, the written notice to terminate tenancy shall state in full the facts and circumstances constituting the just cause for termination.

- o No-fault: A written notice to terminate shall be accompanied by a supplemental notice informing each Qualified Tenant of their right to and the dollar amount of the relocation assistance payment (see, Resolution No. 23-058).
- No-fault: Written notice to terminate shall be accompanied by a supplemental notice informing each Qualified Tenant of the right of first refusal (see, SBMC Section <u>26.50.055</u>). The notice shall advise the tenant of the owner's contact information and of the tenant's obligation to provide the tenant's contact information to owner.
- At-Fault: prior to issuing a written notice to terminate pertaining to a lease violation that is curable, the owner must first provide each Qualified Tenant an opportunity to cure the violation (see, paragraph (3) of Section 1161 of the <u>Code of Civil Procedure</u>). If not timely cured, a three-day notice to quit, may thereafter be served to terminate the tenancy.
- o In addition, written notice of termination must contain all of the information required by Civil Code Section 1946.2.

What does Substantially Remodel Mean?

• "Substantially Remodel" is defined in both SBMC Chapter 26.50 and Civil Code Section 1946.2 as follows: "The replacement or substantial modification of any structural, electrical, plumbing, or mechanical system that requires a permit from a governmental agency, or the abatement of hazardous materials, including lead-based paint, mold, or asbestos, in accordance with applicable Federal, State, and local laws, that cannot be reasonably accomplished in a safe manner with the tenant in place and that requires the tenant to vacate the rental unit for at least 30 consecutive days. Substantial remodeling does not include cosmetic improvements, including painting and decorating, minor repairs, routine maintenance, or other work that can be performed safely without having the rental unit vacated. For purposes of this definition, a tenant is not required to vacate a rental unit on any days where a tenant could continue living in the rental unit without violating health, safety, and habitability codes and laws."

When can an Owner Re-rent a Unit that has been Substantially Remodeled?

• Not until the Chief Building Official has inspected the work and confirmed in writing that the permitted work has been completed.

Tenant's Right of First Refusal to Re-Rent.

• A tenant that has been evicted under a no-fault eviction has a right of first refusal to re-rent the rental unit, or a comparable new rental unit, at the same property for a period of two years following the termination of tenancy. The tenant must have kept the owner notified of the tenant's contact information according to the notice provisions (see, SBMC Section <u>26.50.055</u> for additional notice requirements).

Must tenant relocation assistance be paid to the Qualified Tenant?

- A landlord who terminates a tenancy based upon a no-fault just cause reason must make relocation assistance payment to each Qualified Tenant. The landlord must make this payment within 15 days after service of the termination notice. A landlord who issues an "early tenant alert notice" may make one-half of the relocation assistance payment within 15 days after service of the termination notice, and the remaining one-half of the relocation assistance payment no later than the time the possession of the rental unit is surrendered.
- The tenant relocation assistance amount is **equal to 2 months of the rent** that was in effect when the owner issued the termination notice (see, Resolution No. 23-058).

Remedies for Violations.

- SBMC Chapter <u>26.50</u> "Just Cause for Residential Eviction" provides Qualified Tenants and the City with a range of nonexclusive remedies available for violation. For Qualified Tenants, a failure of owner to provide required notice, or failure to include all of the required information in the notices is a defense to an unlawful detainer action and could render the notice void. A Qualified Tenant could be entitled to actual damages, costs and attorney fees.
- An owner who attempts to terminate a tenancy in material violation of SBMC Chapter 26.50 could be liable to the Qualified Tenant in a civil action for actual damages and attorney's fees and costs, including upon a finding that the owner acted willfully or with oppression, fraud, or malice, up to three times the actual damages. An award may also be entered for punitive damages for the benefit of the tenant against the owner.
- The City Attorney is authorized to enforce SBMC Chapter <u>26.50</u> through administrative, civil, or criminal action, including injunctive relief on behalf of the City. The City Attorney may seek recovery of costs, expenses, and attorney's fees as allowed by law.