Rent Control News



Summer 2024

2024 General Adjustment is 3% Maximum Increase for MARs of \$2,517 or above is \$76

Effective September 1, 2024

The Santa Monica Rent Control Board has announced a 3.0 percent general adjustment (annual rent increase) to controlled rents effective September 1, 2024. Following a public hearing on June 13, the Board voted to limit the amount of the increase to \$76 for units with Maximum Allowable Rents (MARs) of \$2,517 and above. Both the general adjustment (GA) and the maximum increase (ceiling) that the Board may choose to apply are determined by formulas in the Santa Monica rent control law.

The law specifies the annual GA is "equal to seventy five percent of the percentage increase in the Consumer Price Index (CPI) ... as reported and published by the U.S. Department of Labor, Bureau of Labor Statistics, for the 12-month period ending as of March of the current year," rounded to the nearest tenth decimal place. The law also states that the general adjustment will not be less than zero percent nor greater than three percent.

The percentage increase in the CPI for the period ending in March 2024 was 4.0 percent. Seventy five percent of 4.0 percent is 3.0 percent.

For your rent to be increased by the 2024 GA, the owner of the property (or their agent) must give you a written notice in accordance with state law at least 30 days before the increase takes effect (90 days for mobile home spaces). Typically, this is a form called a Notice of Change in Terms of Tenancy. Rent Control provides a blank form for owners to use that looks like the one on page 2. Owners are not required to use our form, but many do. An explanation of the Notice is also on page 2. Please call us if you have questions about the notice you receive or follow the links in this newsletter for more information.

For your unit to qualify for this year's General Adjustment, all the following must be true:

- ✓ Your tenancy began before September 1, 2023.
- The property owner has properly registered your tenancy with the Rent Control Agency.
- ✓ You are given at least a 30-day written notice of the increase before it goes into effect.
- All registration fees and penalties owed to the Board by the owner are paid in full.
- The property has no uncorrected citations for violations of health, safety, or housing laws.
- The owner is otherwise in compliance with the rent control law.

Santa Monica Rent Control Board - 1685 Main Street, Room 202, Santa Monica, CA 90401 Commissioners: Ericka Lesley (Chair), Kurt Gonska (Vice Chair), Kay Ambriz, Anastasia Foster, Danny Ivanov Executive Director: Jonathan Holub

Understanding the Notice of Increase

Part A of the notice, shown on the right, relates to the increase to the MAR per this year's GA. The MAR on line 1 is the starting point for this year's calculation. The current amount for your unit is printed in the circle on page 4. It may be less than the total rent you pay since your rent may include a registration fee pass-through and/or surcharges, which get added in Parts B and C below. The amount on Line 1 is the part of your rent to which the September GA will be applied. That increase, either 3% of the amount on Line 1 or \$76 if Line 1 is \$2,517 or more is entered on Line 2. Line 3, your new MAR, is the total of Line 1 plus Line 2.

In Part B, the property owner may require you to pay half of the Rent Control registration fee as a monthly surcharge in addition to the new MAR. The annual Rent Control fee is \$228 per unit. If the owner pays the fees in full by August 1, half of the \$19.00 monthly fee may be passed through to you as an \$9.50 monthly surcharge on your rent.

If a registration fee waiver has been approved for your unit because you are a very-low-income senior or very-

TO:		ten	ant(s) in possession			_
				, Santa Monica, CA		
address	D . O		unit number	ID ID 12 3	zip code	
According to Santa Moni hereby notified that thirt						
2024), the monthly rent f						Jei i,
A OLD MAR - Enter the 202	3-2024 Maxir	nur	m Allowable Rent ((MAR)	_	
<u>Do not include</u> fees and surcharges from last year.					O \$.00
Owners: Use amour			,		_	
 GENERAL ADJUSTMENT (GA) Not applicable if the tenancy started 9/1/23, or after. If Line is less than \$2,517, multiply amount on Line 1 by 0.03 (3%). 					e \$	
• If Line ① is \$2,517				, , , .		
NEW MAR - Add Lines 1 a				enter the 2024-		
			3 on MAR Report		\$.00
B RENT CONTROL FEE PAS				aiver is in effect)	4	
C SURCHARGES FROM PRO					-\$	
<u>Do not include</u> if ten	ancy began or	pro		d on or after 3/1/18		***
Line Item on 2023 Tax Bill	Amount		Total # of Units on Property	\$ Annual Per Unit	Monthly	\$ Monthly Per Unit
5a COMMNTY COLLEGE¹		÷			÷12	
5b UNIFIED SCHOOLS ¹		÷			÷12	
5c SMMUSD-MEAS-R ²		÷			÷12	
5dSM STRMH20 FEE ¹		÷			÷12	
5eSM CLN BEACH TAX1		÷	Subtract # of unit(s) with waiver(s)		÷12	
↑ Regulation 3120 prohit	oits an owner f	rom	passing through	5f Total (5a,5b,5c,5d,	5e)	
surcharges if a tenancy began or the property was						
reassess	ed on or after 3					
	Enter o	nly	one of 5f, 5g<u>or</u>	\$35, whichever is le	<u>ss</u> 6	
D 2024/2025 MAXIMU	JM LAWFU	LR	RENT: Add	Lines 3 + 4 and	G s	
The undersigned hereby verifies t					_	past fees a
penalties, were paid in full by Augu property's common areas are not						
safety law issued by a government			rrected citation or not	ice of violation of any sta	te or local no	using, nealth
Зу:			/			
print owner/agent nan	ne		signa	ture of owner/agent		
address	of owner/agent			Date:		, 202
When it is permissible to pass through t Community College Bond, Unified Scho	hese taxes, a copy ol Bond, Stormwa					change
	uo. atuo ana a120.					
each January. See Regulations 3105 , 31 This is a flat fee of \$496.00 ("SMMUSD-		II). Se	ee Regulation 3109.			

low-income disabled tenant, or if your rent is subsidized by a state or federal program (such as Section 8), the owner does not pay the registration fee, and nothing is passed through to you.

Call us or visit santamonica.gov/rent-control-fee-waivers for a fee waiver application.

In **Part C**, owners may add limited property-tax-related surcharges to your rent – but only if your tenancy began before March 1, 2018 and if the property has not been sold or reassessed since then. Property-tax-related surcharges may not exceed the actual prorated amounts from the tax bill, \$35 or 4% of your 2024/2025 Maximum Allowable Rent, whichever is less. To charge the amounts in Part C, the owner must provide a copy of the property tax bill.

Part D shows the new rent that you are being noticed to pay beginning no sooner than September 1, 2024. Unless your unit is not eligible for an increase this year, the MAR for your unit will automatically be increased per the GA on September 1. However, any change to the rent you must pay will only change if your landlord gives you proper written notice of a rent increase. ▲

Frequently Asked Questions

- \mathbf{Q}_{\bullet} What if the owner serves me a notice that increases my rent by more than the cap of \$76?
- A. The 2024 maximum GA increase of \$76 applies only to the Maximum Allowable Rent. The owner may also pass through half of the Rent Control monthly registration fee (\$9.50) and in many cases, certain surcharges from the tax bill. Surcharges may add as much as \$35 monthly, depend ing on the property.
- **Q** What if the owner hasn't increased my rent in previous years but is now taking several general adjustment increases from previous years at once?
- A. In Santa Monica, owners do not lose the right to increase rents to the Maximum Allowable Rent, provided they otherwise qualify. That means an owner who deferred taking general adjustment increases may do so with proper notice. If the owner deferred these increases, tenants benefitted during that time because they did not pay the full Maximum Allowable Rent. If the increase is more than 10% of what you are currently paying, there may be limitations under state law.

This information is available on our website in Spanish, Farsi, and Amharic.

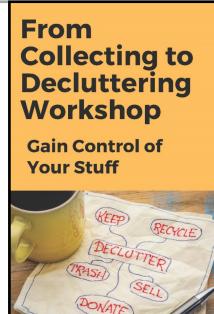
- Esta información está disponible en nuestro sitio web en español.
 - این اطلاعات در وبسایت ما به زبان فارسی موجود است.
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New Commissioner Appointed to the Rent Control Board

At their June 13 meeting, the Rent Control Board appointed Kay Ambriz, a former Social Services Commissioner in Santa Monica, to fill a vacant seat on the board. She will serve until the next general election in November of this year.

"I am thrilled to have been given the opportunity to serve my community as a member of the Rent Control Board. I know firsthand how important Rent Control is for preserving the diversity of our community, and I look forward to working with my colleagues to build a more equitable and inclusive city," Commissioner Ambriz said.

You can find agendas for upcoming Board meetings on our website - or email us and ask to be added to our mailing list, and we will forward upcoming agendas to you.





For more information, call (310) 394-9871, ext. 289



wiseandhealthyaging.org



WHEN

Orientation is Wednesday, July 31, 1:30 - 3pm (attendance is required)

15-Week Workshop:

Wednesdays, Aug. 7 - Nov. 13

WHERE:

1527 4th Street Santa Monica, CA 90401

COST:

\$100 includes the groundbreaking book, **Buried in Treasures**





* The amount in the circle at left is the current MAR for your unit, per Rent Control records. If you moved in recently, our records may still list the MAR for the previous tenancy. In most cases, owners may reset the rent with each new tenancy. In addition to the MAR, an owner may pass-through to tenants half (\$9.50 per month) of the registration fee Rent Control charges for each unit.

* For tenancies that began before March 1, 2018 and on properties not sold are reassessed since then owners may also add surspharage based on the

* For tenancies that began before March 1, 2018 and on properties not sold or reassessed since then, owners may also add surcharges based on the property tax bill. With the fee and surcharges, the legal rent for your unit may be \$9.50 to \$44.50 higher than the MAR shown. If the message is "Tenant Call," or if you have questions about your rent, please call us.

OWNERS

In late June/early July, owners are mailed a report listing the MAR that is listed in Rent Control's records for every rental unit they own. If you are an owner, the circle at left should not include a MAR, and you should have received a different mailing. Please call us to correct your mailing information.



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First Class Mail
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Santa Monica, CA
Permit No. 128



Inside the Summer 2024 issue:

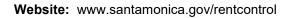
Telephone & Public Counter Hours



Monday - Friday* 8:00 am - 4:30 pm.
Closed for lunch between 12:30-1:30 pm.

(310) 458-8751 - 1685 Main St. Room 202







Email: rentcontrol@santamonica.gov



www.facebook.com/santamonicarentcontrol

*City Hall is closed every other Friday.

The 2024 General Adjustment is 3% with a maximum \$76 increase effective September 1, 2024.

- Esta información está disponible en nuestro sitio web en español.
 - این اطلاعات در وبسایت ما به زبان فارسی موجود است.
- ይህንን መረጃ ድሕረ-1ጻችን ላይ በአማርኛ ማግኘት ይቻላል።