## ORDINANCE NO. 2019-\_\_\_\_

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF CULVER CITY, CALIFORNIA, AMENDING CULVER CITY MUNICIPAL CODE CHAPTER 15.09, RENTAL HOUSING, REGARDING THE LANDLORD-TENANT MEDIATION BOARD'S ROLE AND DUTIES, AND ESTABLISHING ADDITIONAL NOTICE REQUIREMENTS FOR LANDLORDS TO INFORM TENANTS OF THE AVAILABILITY OF MEDIATION SERVICES.

WHEREAS, the Landlord-Tenant Mediation Board ("LTMB") was established by the City Council in 1965 with the purpose and objectives of building and strengthening communication between landlords and tenants; reducing tensions in the rental housing market; and providing confidential mediation services to assist in the discussion and resolution of disputes relating to rent increases and educate the parties about the landlord-tenant relationship; and,

WHEREAS, the duties and responsibilities of the LTMB are set forth in Chapter 15.09 of the Culver City Municipal Code ("Chapter 15.09"), which has not been updated in over 30 years; and,

WHEREAS, the City Council desires to update Chapter 15.09 to provide additional clarity to its provisions; expand the role of the LTMB to offer voluntary mediation for landlords and tenants on issues pertaining to the habitability of housing units; and establish notice requirements for landlords to inform their tenants of the City's LTMB mediation program.

NOW, THEREFORE, the City Council of the City of Culver City, California, DOES HEREBY ORDAIN, as follows:

SECTION 1. Chapter 15.09, Rental Housing, of the Culver City Municipal

Code is hereby amended to read as follows:

Section	
15.09.005	Purpose and objectives
15.09.010	Powers and Duties; Bylaws
15.09.015	Matters subject to mediation; Process
15.09.020	Mediation of rent increases
15.09.025	Obligation to continue to pay rent
15.09.030	Rent mediation a protected right
15.09.035	Landlord's rights
15.09.04	Voluntary mediation and binding arbitration
15.09.045	Consolidated hearing
15.09.050	Landlord's notice obligations

#### § 15.09.005 PURPOSE AND OBJECTIVES.

The City Council finds and declares:

- A. There shall be a Culver City Landlord-Tenant Mediation Board, the formation of which is to builds and strengthens communication between landlords and tenants, reduces tensions in the rental housing market, and promotes the best interests of the City; and
- B. Mediation sessions provided by the Landlord-Tenant Mediation Board provide a confidential and privileged forum for discussion and resolution of disputes relating to rent increases, or any other matters authorized by the Bylaws of the Landlord-Tenant Mediation Board ("Bylaws"), and to educate the parties about the landlord-tenant relationship; and
- C. There is a shortage of rental housing in the City of Culver City resulting in a low vacancy factor and high rents.

#### § 15.09.010 POWERS AND DUTIES; BYLAWS.

- A. The Landlord-Tenant Mediation Board shall have the power and responsibility to provide mediation services regarding claims of excessive or unjustified rent increases, or any other matters authorized by the Bylaws of the Culver City Landlord-Tenant Mediation Board ("Bylaws"), as amended.
- B. The Bylaws shall be approved and adopted by resolution of the City Council, by Resolution, and shall set forth the duties of the Board; the qualifications and appointment of its members; Board composition and organization; mediation policies and procedures; and such other matters as directed by the City Council.

# § 15.09.015 MATTERS SUBJECT TO MANDATORY MEDIATION; PROCESS.

- A. The following matters are subject to mandatory mediation:
  - 1. Any claim a rent increase is excessive or unjustified, except as provided in Section 15.09.020.A.2.
  - 2. Mandatory mediation as provided in Section 15.09.020.A1. shall not be applicable to a rent increase for a single-family home, condominium unit or mobile home unit used as a rental unit, a mobile home pad, property containing less than two rental units, or property governed by a written lease which contains a provision authorizing a rent increase at a rate previously established by the terms of the written lease.
- B. Mediation services shall be provided in accordance with this Chapter and the Bylaws now in effect or hereinafter amended.

#### § 15.09.020 MEDIATION OF RENT INCREASES.

- A. If, within 15 days of the receipt of a notice of an increase in rent, a request for mediation is filed by a tenant of a dwelling unit subject to the rent increase, a mediation session shall be set prior to the effective date of such rent increase.
- B. No rent increase shall be invalid or otherwise questioned for failure to reach agreement regarding the increase at a mediation session.
- C. The provisions of this Section shall not apply to any rent increase established by a written lease.
- D. No rent increase subject to mediation pursuant to Sections 15.09.015 and this Section 15.09.020 shall be effective unless or until the landlord or the landlord's duly authorized agent meets in good faith with the tenant requesting mediation at such session. Failure to pay any increase in rent imposed in violation of the provisions of this Section 15.09.020 shall not be grounds for any unlawful detainer action, and if such action is instituted, the tenant may assert this Section 15.09.020 in defense thereto.

# § 15.09.025 OBLIGATION TO CONTINUE TO PAY RENT.

Nothing set forth in this Chapter shall relieve a tenant of the obligation to pay the rent in effect prior to the receipt of the notice of any increase, whether or not the landlord meets with the tenant at the mediation session.

## § 15.09.030 MEDIATION A PROTECTED RIGHT.

Use of the mediation process set forth in this Chapter is hereby declared to be a protected right pursuant to California Civil Code Section 1942.5(c), as amended. It is unlawful for a landlord to retaliate against a tenant for exercising any rights under the law. Any waiver by a tenant of his or her rights under this Chapter shall be void as contrary to public policy.

### § 15.09.035 LANDLORD'S RIGHTS.

Except for the requirement for a landlord to participate in good faith mediation, nothing in this Chapter shall be construed as limiting in any way the exercise of landlord's rights under any lease or agreement or any law pertaining to the hiring of property or landlord's right to do any of the acts described in California Civil Code Section 1942.5 for any lawful cause.

# § 15.09.040 VOLUNTARY MEDIATION OR BINDING ARBITRATION.

- A. If a request for mediation is filed by a tenant of a dwelling unit subject to a rent increase at any time after the 15<sup>th</sup> day after receipt of notice of the increase, a mediation session shall be held if both parties to the dispute, or their authorized representatives, voluntarily agree to be present and participate in the mediation process.
- B. If a request for mediation is filed pertaining to a matter described in Section 15.09.015.A.2, a mediation session shall be held if both the tenant and the landlord to the dispute, or their authorized representatives, voluntarily agree to be present and participate in the mediation process.
- C. If a request for mediation is filed pertaining to any other matter subject to voluntary mediation, as set forth in the Bylaws adopted by the City Council, a mediation session shall be held if both parties to the dispute, or their authorized representatives, voluntarily agree to be present and participate in the mediation process.
- D. If all parties agree to arbitration in lieu of mediation, the landlord shall be deemed to have met the obligations of good faith mediation established by this Chapter, upon submission of written documentation evidencing the arbitration occurred.

# § 15.09.045 CONSOLIDATED HEARING.

A. Whenever more than one request for mediation has been filed with respect to rental units which are under common ownership or

management, such requests may be consolidated for mediation at the mediator's discretion.

B. Two or more persons may join in a request for mediation whenever the dispute relates to all of the parties named.

## § 15.09.050 LANDLORD'S NOTICE OBLIGATIONS.

- A. Every lease or other rental agreement for the occupancy of a unit in a rental complex subject to the mandatory mediation requirements of this Chapter, including new units and existing units, entered into, renewed, or continued month-to-month, after October 24, 2019, shall include, or through an amendment or addendum include, the following statement in text of no less than 12 point font size: "Tenant may have rights to mediation services provided by the City of Culver City Landlord Tenant-Mediation Board, pursuant to Culver City Municipal Code Chapter 15.09." The foregoing statement shall be clearly and conspicuously placed in the lease, amendment or addendum in a manner reasonably likely to inform tenants of the availability of the City's mediation services.
- B. Every notice of rent increase on a rental unit in a rental complex subject to the mandatory mediation requirements of this Chapter, including new units and existing units, entered into, renewed, or continued month-to-month, shall include the following statement in text of no less than 12 point font size: "Tenant may have rights to mediation services provided by the City of Culver City Landlord Tenant-Mediation Board, pursuant to Culver City Municipal Code Chapter 15.09." The foregoing statement shall be clearly and conspicuously placed in the notice of rent increase in a manner reasonably likely to inform tenants of the availability of the City's mediation services.

**SECTION 2.** The City Council hereby declares that, if any provision, section, subsection, paragraph, sentence, phrase or word of this ordinance is rendered or declared invalid or unconstitutional by any final action in a court of competent jurisdiction or by reason of any preemptive legislation, then the City Council would have independently adopted the remaining provisions, sections, subsections, paragraphs, sentences, phrases or words of this ordinance and as such they shall remain in full force and effect.