### November 20, 2015

### NOTICE OF PUBLIC HEARING

DATE: DECEMBER 3, 2015

TIME: 6:00 P.M.

PLACE: 25 VAN NESS AVENUE (AT MARKET STREET)

**SUITE 70, LOWER LEVEL** 

SAN FRANCISCO, CALIFORNIA

THE RENT BOARD COMMISSIONERS INVITE THE PUBLIC TO COMMENT ON PROPOSED CHANGES TO THE RULES AND REGULATIONS GOVERNING THE RESIDENTIAL RENT STABILIZATION AND ARBITRATION ORDINANCE, CHAPTER 37 OF THE SAN FRANCISCO ADMINISTRATIVE CODE.

THE COMMISSION IS TAKING PUBLIC COMMENT ON PROPOSED AMENDMENTS TO RULES AND REGULATIONS SECTIONS 6.15A, 6.15B, 6.15D AND NEW PROPOSED SECTION 6.15E. THE AMENDMENTS ARE INTENDED TO IMPLEMENT THE RECENTLY PASSED "EVICTION 2.0" LEGISLATION (Ord. No. 171-15), SPONSORED BY SUPERVISOR KIM, WHICH BECAME EFFECTIVE ON NOVEMBER 9, 2015.

THE KIM LEGISLATION MADE CHANGES TO ORDINANCE SECTIONS 37.9(a)(2)(A) & (B). PREVIOUSLY, THE LANDLORD WAS REQUIRED TO RESPOND TO A TENANT'S WRITTEN REQUEST FOR A REPLACEMENT ROOMMATE OR FAMILY MEMBER WITHIN 14 DAYS. UNDER THE KIM LEGISLATION, IF THE LANDLORD FAILS TO RESPOND TO THE TENANT IN WRITING WITH A DESCRIPTION OF THE REASONS FOR THE DENIAL OF THE REQUEST WITHIN 14 DAYS OF RECEIPT OF THE REQUEST, THE REQUEST IS DEEMED APPROVED BY

THE LANDLORD. THE PROPOSED AMENDMENTS TO RULES SECTIONS 6.15A, B AND D ARE INTENDED TO CONFORM THE REGULATIONS TO THE NEW ORDINANCE, AS WELL AS **OUTLINE THE PROCESS BY WHICH A TENANT MAY SEEK** CONSENT FOR A REPLACEMENT ROOMMATE OR AN ADDITIONAL FAMILY MEMBER AND/OR A LANDLORD MAY REASONABLY DENY CONSENT. ADDITIONALLY, NEW PROPOSED SECTION 6.15E IMPLEMENTS NEW ORDINANCE SECTION 37.9(a)(2)(C), WHICH PROHIBITS A LANDLORD FROM EVICTING A TENANT WHO HAS ADDED NO MORE THAN A SPECIFIED NUMBER OF ADDITIONAL OCCUPANTS TO THE UNIT. EVEN WHERE A LEASE OR RENTAL AGREEMENT LIMITS THE NUMBER OF OCCUPANTS OR LIMITS OR PROHIBITS SUBLETTING OR ASSIGNMENT. SUBJECT TO THE LANDLORD'S REASONABLE DENIAL FOLLOWING A WRITTEN REQUEST BY THE TENANT. AMENDMENTS TO SECTIONS 6.15A, B, D AND E SPECIFY THAT NOTHING THEREIN SHALL SERVE TO WAIVE A LANDLORD'S RIGHTS UNDER THE COSTA-HAWKINS RENTAL HOUSING ACT. AND CLARIFY THAT A LANDLORD'S NON-RESPONSE TO A TENANT'S WRITTEN REQUEST SHALL NOT BE DEEMED AN UNREASONABLE DENIAL OF THE TENANT'S REQUEST FOR A REPLACEMENT ROOMMATE OR AN ADDITIONAL OCCUPANT. LASTLY, SECTIONS 6.15D AND E ARE CLARIFIED TO SPECIFICALLY STATE THAT THOSE SECTIONS DO NOT APPLY TO RENTAL AGREEMENTS OR LEASES THAT HAVE NEITHER AN OCCUPANCY LIMIT NOR COVENANTS ON SUBLETTING OR ASSIGNMENT.

### TO IMPLEMENT THE ORDINANCE AMENDMENT, THE RENT BOARD HAS PROPOSED THE ATTACHED REGULATIONS.

You may either comment at the Public Hearing and/or submit written comments. If you would like to submit written comments, it is requested that they be received at the Department no later than **NOON on MONDAY**, **NOVEMBER 30**, **2015**, so that the Commissioners can receive and review your comments prior to the hearing. Written comments may also be submitted at the hearing. Please submit 13 copies of your comments in order to facilitate their distribution. You will be able to address the Commissioners during the public comment period at the hearing. The proposed regulations read as follows below:

### Section 6.15 Subletting and Assignment

(Effective March 24, 1998, except paragraphs (a) and (f) which are effective May 25, 1998; amended and renumbered December 21, 1999)

## Section 6.15A Subletting and Assignment—Where Rental Agreement Includes an Absolute Prohibition Against Subletting and Assignment

(Amended March 29, 2005; amended [date])

This Section 6.15A applies only when a lease or rental agreement includes an absolute prohibition against subletting and assignment.

- (a) For agreements entered into on or after May 25, 1998, breach of an absolute prohibition against subletting or assignment may constitute a ground for termination of tenancy pursuant to, and subject to the requirements of, <u>Ordinance</u> Section 37.9(a)(2)(A) and subsection (b) below, only if such prohibition was adequately disclosed to and agreed to by the tenant at the commencement of the tenancy. For purposes of this subsection, adequate disclosure shall include satisfaction of one of the following requirements:
- (1) the prohibition against sublet or assignment is set forth in enlarged or boldface type in the lease or rental agreement and is separately initialed by the tenant; or
- (2) the landlord has provided the tenant with a written explanation of the meaning of the absolute prohibition, either as part of the written lease or rental agreement, or in a separate writing.
- (b) If the lease or rental agreement specifies a number of tenants to reside in a unit, or where the open and established behavior of the landlord and tenants has established that the tenancy includes more than one tenant (exclusive of any additional occupant approved under Ordinance Sections 37.9(a)(2)(B) or 37.9(a)(2)(C)), then the replacement of one or more of the tenants by an equal number of tenants, subject to subsections (c) and (d) below, shall not constitute a breach of the lease or rental agreement for purposes of termination of tenancy under Section 37.9(a)(2) of the Ordinance.
- (c) If the tenant makes an initial <u>a</u> written request to the landlord for permission to sublease in accordance with Section 37.9(a)(2)(<u>A</u>), and the landlord fails to <u>respond deny the</u> request in writing <u>with a description of the reasons for the denial of the request</u>, *including* specific facts supporting the reasons for the denial, within fourteen (14) days of <del>actual</del> receipt of

the tenant's written notice request, the subtenancy is deemed approved pursuant to Ordinance Section 37.9(a)(2)(A). If the tenant's request is sent to the landlord by mail, the request shall be deemed received on the fifth calendar day after the postmark date. If the tenant's request is sent to the landlord by email, the request shall be deemed received on the second calendar day after the date the email is sent. If the tenant's request is personally served on delivered to the landlord, the request is considered received on the date of service delivery. For purposes of this subsection 6.15A(c), the 14-day period begins to run on the day after the tenant's written request is received by the landlord.

- (d)(1) The tenant's inability to obtain the landlord's consent to subletting or assignment to a person specified in subsection 6.15A(b) above shall not constitute a breach of the lease or rental agreement for purposes of eviction under Ordinance Section 37.9(a)(2), where the subletting or assignment is deemed approved pursuant to subsection (c) above or where the landlord has unreasonably withheld consent to such change denied, pursuant to subsection (e) below, the tenant's request to replace a departing tenant and . Withholding of consent by the landlord shall be deemed to be unreasonable if the tenant has met the following requirements have been met:
- (i) The tenant has requested in writing the permission of the landlord to the sublease or assignment prior to the commencement of the proposed new tenant's or new subtenant's occupancy of the unit.
- (ii) After receipt of the tenant's written request, t The landlord has
  five calendar days after receipt of the tenant's written request to request
  the tenant to submit a The proposed new tenant or new subtenant, if requested by the landlord,
  has completed the landlord's standard form application, for the proposed new tenant or
  subtenant or, in the event the landlord fails to provide an application or has no standard form
  application, the proposed new tenant or new subtenant has, upon request, provided sufficient
  information to allow the landlord to conduct a typical background check, including credit
  information, income information, full name, date of birth and references if

receipt of the tenant's written request for permission to replace a departing tenant or

subtenant. -; provided, however, t The landlord may request credit or income information only if
the new tenant or new subtenant will be legally obligated to pay some or all of the rent to the
landlord; . Nothing in Section 6.15A shall be construed as allowing a landlord to require a
replacement roommate to pay some or all of the rent to the landlord.

- (iii) The tenant has <u>five calendar days after receipt of the landlord's</u>

  <u>timely request pursuant to subsection 6.15A(d)(1)(ii) to</u> provided the landlord five (5) business

  days to process <u>with</u> the proposed new tenant's or new subtenant's application <u>or typical</u>

  <u>background check information. within xx days of receipt of the landlord's request;</u> <u>The 5-day</u>

  <u>period begins to run on the day after actual receipt of the landlord's request.</u>
- (iv) The proposed new tenant or new subtenant meets the regular reasonable application standards of the landlord, except that creditworthiness may not be the basis for denial of the tenant's request to replace a departing tenant if the new tenant or new subtenant will not be legally obligated to pay some or all of the rent to the landlord;
- (v) The proposed new tenant or new subtenant, if requested by the <a href="mailto:landlord">landlord</a>, has agreed in writing to sign and be bound by the current rental agreement between the landlord and the tenant:
- (vi) The tenant has not, without good cause, requested landlord consent to a new tenant or new subtenant replacement of a departing tenant pursuant to this section 6.15A more than one time per existing tenant residing in the unit during the previous 12 months;
- (vii) The tenant is requesting replacement of a departing tenant or tenants with an equal number of new tenants.
- (2) This subsection (d) shall not apply to assignment of the entire tenancy or subletting of the entire unit.
  - (e) Denial by the landlord of the tenant's written request to replace a departing tenant

shall not be considered unreasonable in some circumstances, including but not limited to the following:

(1) where the proposed new tenant or subtenant will be legally obligated to pay some or all of the rent to the landlord and the landlord can establish the proposed new tenant's or new subtenant's lack of creditworthiness;

(2) where the landlord has made a timely request for the proposed new tenant or subtenant to complete the landlord's standard form application or provide sufficient information to allow the landlord to conduct a typical background check and the proposed new tenant or subtenant does not, comply within five calendar days of actual receipt by the tenant of the landlord's request; —complete the landlord's standard form application or provide sufficient information to allow the landlord to conduct a typical background check;

(3) where the landlord can establish that the proposed new tenant or subtenant has intentionally misrepresented significant facts on the landlord's standard form application or provided significant misinformation to the landlord that interferes with the landlord's ability to conduct a typical background check;

(4) where the landlord can establish that the proposed new tenant or subtenant presents a direct threat to the health, safety or security of other residents of the property; and,

- (5) where the landlord can establish that the proposed new tenant or subtenant presents a direct threat to the safety, security or physical structure of the property.
- (e) Where a lease or rental agreement specifies the number of tenants to reside in a unit, or where the open and established behavior of the landlord and tenants has established that the tenancy includes more than one tenant, failure of the landlord to consent to the replacement of one or more of the tenants by an equal number of tenants, subject to subsection (d)(1) above, may constitute a decrease in housing services pursuant to Section 10.10 of these Regulations. [renumbered as subsection (g), with proposed amendments]
- (f) Nothing in this Section shall prevent the landlord from providing a replacement new tenant or new subtenant with written notice as provided under Section 6.14 that the tenant

is not an original tenant occupant as defined in Section 6.14(a)(1) and that when the last of the original occupant tenant(s) who meet the latter definition vacates the premises, a new tenancy is created for purposes of determining the rent under the Rent Ordinance. Furthermore, nothing in this Section 6.15A shall serve to waive, alter or modify the landlord's rights under the Costa-Hawkins Rental Housing Act (California Civil Code §§1954.50 et seq.) to impose an unlimited rent increase once the last original occupant(s) no longer permanently resides in the unit.

- unit, or where the open and established behavior of the landlord and tenants has established that the tenancy includes more than one tenant, a landlord's unreasonable denial of a tenant's written request to replace one or more of the tenants by an equal number of tenants, subject to subsections 6.15A(d)(1)(i)-(vii) above, may constitute a decrease in housing services pursuant to Section 10.10 of these Regulations. A landlord may choose not to have any screening requirements or not to respond in any way when the tenant makes a written request to replace a departing tenant pursuant to this Section 6.15A. The landlord's choice not to screen a proposed new tenant or new subtenant or not to respond to the tenant's written request. For purposes of subsection 6.15A(g), a landlord's non-response to a tenant's written request within 14 calendar days shall be deemed an approval pursuant to subsection 6.15A(c) and shall not be deemed an unreasonable denial of a tenant's request to replace a departing tenant.
- (h) In the event the landlord denies a tenant's request to replace a departing tenant under Section 6.15A, either the landlord or the tenant may file a petition with the Board to determine if the landlord's denial of the request was reasonable.
  - (i) Any petition filed under subsection 6.15A(g) or (h) shall be expedited.

### Section 6.15 **Subletting and Assignment**

(Effective March 24, 1998, except paragraphs (a) and (f) which are effective May 25, 1998; amended and renumbered December 21, 1999)

## Section 6.15B Subletting and Assignment—Where Rental Agreement Contains a Clause Requiring Landlord Consent to Subletting and Assignment

(Amended March 29, 2005; amended [date])

This Section 6.15B applies only when a lease or rental agreement includes a clause requiring landlord consent to assignment or subletting.

- (a) If the lease or rental agreement specifies a number of tenants to reside in a unit, or where the open and established behavior of the landlord and tenants has established that the tenancy includes more than one tenant (exclusive of any additional occupant approved under Ordinance Sections 37.9(a)(2)(B) or 37.9(a)(2)(C)), then the replacement of one or more of the tenants by an equal number of tenants, subject to subsections (b) and (c) below, shall not constitute a breach of the lease or rental agreement for purposes of termination of tenancy under Section 37.9(a)(2) of the Ordinance.
- (b) If the tenant makes a written request to the landlord for permission to sublease in accordance with Section 37.9(a)(2)(A), and the landlord fails to deny the request in writing with a description of the reasons for the denial, including specific facts supporting the reasons for the denial, of the request within fourteen (14) days of actual receipt of the tenant's written request, the subtenancy is deemed approved pursuant to Ordinance Section 37.9(a)(2)(A). If the tenant's request is sent to the landlord by mail, the request shall be deemed received on the fifth calendar day after the postmark date. If the tenant's request is sent to the landlord by email, the request shall be deemed received on the second calendar day after the date the email is sent. If the tenant's request is personally served on delivered to the landlord, the request is considered received on the date of service delivery. For purposes of this subsection 6.15B(b), the 14-day period begins to run on the day after the tenant's written request is received by the landlord.
- (b)(c)(1) The tenant's inability to obtain the landlord's consent to subletting or assignment to a person specified in subsection 6.15B(a) above shall not constitute a breach of the lease or rental agreement for purposes of eviction under Ordinance Section 37.9(a)(2),

where the subletting or assignment is deemed approved pursuant to subsection (b) above or where the landlord has unreasonably withheld consent to such change. Withholding of consent by the landlord shall be deemed to be unreasonable if denied, pursuant to subsection (d) below, the tenant's request to replace a departing tenant and the tenant has met the following requirements have been met:

- (i) The tenant has requested in writing the permission of the landlord to the sublease or assignment prior to the commencement of the proposed new tenant's or new subtenant's occupancy of the unit;
- (ii) After receipt of the tenant's written request to request to request the calendar days after receipt of the tenant's written request to request the tenant to submit a. The proposed new tenant or new subtenant, if requested by the landlord, has completed the landlord's standard form application, for the proposed new tenant or subtenant or, in the event the landlord fails to provide an application or has no standard form application, the proposed new tenant or new subtenant has, upon request, provided sufficient information to allow the landlord to conduct a typical background check, including eredit information, income information, full name, date of birth and references if requested, and background information; The 5-day period begins to run on the day after receipt of the tenant's written request for permission to replace a departing tenant or subtenant. -; provided, however, t The landlord may request credit or income information only if the new tenant or new subtenant will be legally obligated to pay some or all of the rent to the landlord. Nothing in Section 6.15B shall be construed as allowing a landlord to require a replacement roommate to pay some or all of the rent to the landlord.
- (iii) The tenant has <u>five calendar days after receipt of the landlord's</u>

  <u>timely request pursuant to subsection 6.15B(c)(1)(ii) to</u> provided the landlord five (5) business

  days to process <u>with</u> the proposed new tenant's or new subtenant's application <u>or typical</u>

  <u>background check information.</u> <u>within xx days of receipt of the landlord's request;</u> <u>The 5-day</u>

  <u>period begins to run on the day after actual receipt of the landlord's request.</u>

- (iv) The proposed new tenant or new subtenant meets the regular reasonable application standards of the landlord, except that creditworthiness may not be the basis for denial of the tenant's request to replace a departing tenant if the new tenant or new subtenant will not be legally obligated to pay some or all of the rent to the landlord;
- (v) The proposed new tenant or new subtenant, if requested by the landlord, has agreed in writing to sign and be bound by the current rental agreement between the landlord and the tenant;
- (vi) The tenant has not, without good cause, requested landlord consent to a new tenant or new subtenant replacement of a departing tenant pursuant to this section 6.15B more than one time per existing tenant residing in the unit during the previous 12 months;
- (vii) The tenant is requesting replacement of a departing tenant or tenants with an equal number of new tenants.
- (2) This subsection (c) shall not apply to assignment of the entire tenancy or subletting of the entire unit.
- (c) Where a lease or rental agreement specifies the number of tenants to reside in a unit, or where the open and established behavior of the landlord and tenants has established that the tenancy includes more than one tenant, failure of the landlord to consent to the replacement of one or more of the tenants by an equal number of tenants, subject to subsection (b) above, may constitute a decrease in housing services pursuant to Section 10.10 of these Regulations. [renumbered as subsection (f), with proposed amendments]
- (d) Denial by the landlord of the tenant's written request to replace a departing tenant shall not be considered unreasonable in some circumstances, including but not limited to the following:
- (1) where the proposed new tenant or subtenant will be legally obligated to pay some or all of the rent to the landlord and the landlord can establish the proposed new tenant's or new subtenant's lack of creditworthiness;

(2) where the landlord has made a timely request for the proposed new tenant or subtenant to complete the landlord's standard form application or provide sufficient information to allow the landlord to conduct a typical background check and the proposed new tenant or subtenant does not comply within five calendar days of actual receipt by the tenant of the landlord's request; complete the landlord's standard form application or provide sufficient information to allow the landlord to conduct a typical background check:

(3) where the landlord can establish that the proposed new tenant or subtenant has intentionally misrepresented significant facts on the landlord's standard form application or provided significant misinformation to the landlord that interferes with the landlord's ability to conduct a typical background check;

(4) where the landlord can establish that the proposed new tenant or subtenant presents a direct threat to the health, safety or security of other residents of the property; and,

(5) where the landlord can establish that the proposed new tenant or subtenant presents a direct threat to the safety, security or physical structure of the property.

(d) (e) Nothing in this Section shall prevent the landlord from providing a replacement new tenant or new subtenant with written notice as provided under Section 6.14 that the tenant is not an original tenant occupant as defined in Section 6.14(a)(1) and that when the last of the original occupant tenant(s) who meet the latter definition vacates the premises, a new tenancy is created for purposes of determining the rent under the Rent Ordinance. Furthermore, nothing in this Section 6.15B shall serve to waive, alter or modify the landlord's rights under the Costa-Hawkins Rental Housing Act (California Civil Code §§1954.50 et seq.) to impose an unlimited rent increase once the last original occupant(s) no longer permanently resides in the unit.

(f) Where a lease or rental agreement specifies the number of tenants to reside in a unit, or where the open and established behavior of the landlord and tenants has established that the tenancy includes more than one tenant, a landlord's unreasonable denial of a tenant's written request to replace one or more of the tenants by an equal number of tenants, subject to subsections 6.15B(c)(1)(i)-(vii) above, may constitute a decrease in housing services pursuant to

Section 10.10 of these Regulations. A landlord may choose not to have any screening requirements or not to respond in any way when the tenant makes a written request to replace a departing tenant pursuant to this Section 6.15A. The landlord's choice not to screen a proposed new tenant or new subtenant or not to respond to the tenant's written request. For purposes of subsection 6.15B(f), a landlord's non-response to a tenant's written request within 14 calendar days shall be deemed an approval pursuant to subsection 6.15B(b) and shall not be deemed an unreasonable denial of a tenant's request to replace a departing tenant.

- (g) In the event the landlord denies a tenant's request to replace a departing tenant under Section 6.15B, either the landlord or the tenant may file a petition with the Board to determine if the landlord's denial of the request was reasonable.
  - (h) Any petition filed under subsection 6.15B(f) or (g) shall be expedited.

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## Section 6.15D Additional Family Members—Where Rental Agreement Limits the Number of Occupants or Limits or Prohibits Subletting (Added March 29, 2005; amended [date])

(a) This Section 6.15D applies when a lease or rental agreement includes a clause limiting the number of occupants or limiting or prohibiting subletting or assignment, and a tenant who resides in the unit requests the addition of the tenant's child, parent, grandchild, grandparent, brother or sister, or the spouse or the domestic partner (as defined in Administrative Code Sections 62.1 through 62.8) of such relatives, or the spouse or domestic partner of the tenant. **This Section 6.15D does not apply when a lease**or rental agreement includes neither a limit on the number of occupants nor any restriction on subletting or assignment.

- (b) If the tenant makes an initial a written request to the landlord for permission to add a person specified in subsection 6.15D(a) above, and the landlord fails to respond deny the request in writing with a description of the reasons for the denial of the request, including specific facts supporting the reasons for the denial, within fourteen (14) days of actual receipt of the tenant's written notice request, the tenant's request for the additional person is deemed approved pursuant to Ordinance Section 37.9(a)(2)(B). If the tenant's request is sent to the landlord by mail, the request shall be deemed received on the fifth calendar day after the postmark date. If the tenant's request is sent to the landlord by email, the request shall be deemed received on the second calendar day after the date the email is sent. If the tenant's request is personally served on delivered to the landlord, the request is considered received on the date of service delivery. For purposes of this subsection 6.15D(b), the 14-day period begins to run on the day after the tenant's written request is received by the landlord.
- (c) The tenant's inability to obtain the landlord's consent to the addition of a person *family member* specified in subsection 6.15D(a) above shall not constitute a breach of the lease or rental agreement for purposes of eviction under <u>Ordinance</u> Section 37.9(a)(2), where the additional person *family member* is deemed approved pursuant to subsection (b) above, or where the additional person *family member* is a minor child allowed under subsection 6.15D(a)

above, or where the landlord has unreasonably withheld consent to such denied, pursuant to subsection (d) below, the tenant's request to add an additional person family member allowed under subsection 6.15D(a) above who Withholding of consent by the landlord shall be deemed to be unreasonable if the tenant has notified the landlord of the addition of a minor child, or if the additional person is not a minor child and the tenant has met the following requirements have been met:

(i) (1) The tenant has requested in writing the permission of the landlord to the add an additional person's occupancy of family member to the unit, and stated the relationship of the person to the tenant.

(ii) (2) After receipt of the tenant's written request. The landlord has five calendar days after receipt of the tenant's written request to request the tenant to submit a. The additional occupant, if requested by the landlord, has completed the landlord's standard form application for the proposed additional family member or provided sufficient information to allow the landlord to confirm the relationship of the person to the tenant and to conduct a typical background check, including full name, date of birth and references if requested, and background information. The 5-day period begins to run on the day after receipt of the tenant's written request for permission to add an additional family member to the unit. provided, however, i The landlord may request credit or income information only if the additional person family member will be legally obligated to pay some or all of the rent to the landlord. Nothing in Section 6.15D shall be construed as allowing a landlord to require an additional family member to pay some or all of the rent to the landlord.

(iii) (3) The tenant has <u>five calendar days after receipt of the landlord's timely</u>

<u>request pursuant to subsection 6.15D(c)(2) to provided the landlord five (5) business days to process with the additional eccupant's <u>family member's</u> application or typical background check information. within xx days of receipt of the landlord's request; The 5-day period begins to run on the day after actual receipt of the landlord's request.</u>

(iv) (4) The additional occupant <u>family member</u> meets the regular reasonable

application standards of the landlord, except that creditworthiness may <u>not</u> be the basis for refusal <u>denial</u> of the tenant's request for an additional <del>occupant</del> <u>family member</u> only if and when the additional <del>occupant</del> <u>family member</u> will <u>not</u> be legally obligated to pay some or all of the rent to the landlord:

- (v) (5) The additional eccupant <u>family member</u>, if requested by the landlord, has agreed in writing to be bound by the current rental agreement between the landlord and the tenant.
- (vi) (6) With the additional eccupant <u>family member</u>, the total number of occupants does not exceed the lesser of (a) two persons per in a studio rental unit, three per persons in a one-bedroom unit, four per persons in a two-bedroom unit, six per persons in a three-bedroom unit or eight per persons in a four-bedroom unit, or (b) the number of occupants permitted under state law and/or other local codes (e.g., Planning, Housing, Fire and Building Codes).
- (d) Denial by the landlord of the tenant's written request to add an additional person

  family member allowed under subsection 6.15D(a) above shall not be considered unreasonable

  in some circumstances, including but not limited to the following:
- (1) where the total number of occupants in the unit exceeds (or with the proposed additional occupant(s) would exceed) the lesser of:
- (i) two persons in a studio unit, three persons in a one-bedroom unit, four persons in a two-bedroom unit, six persons in a three-bedroom unit, or eight persons in a four-bedroom unit; or
- (ii) the maximum number permitted in the unit under state law and/or other lead codes such as the Building, Fire, San Francisco Housing and Planning Codes Section 503;
- (2) where the proposed additional eccupant family member will be legally obligated to pay some or all of the rent to the landlord and the landlord can establish the proposed additional eccupant's family member's lack of creditworthiness;
  - (3) where the landlord has made a timely request for the proposed additional

<u>information to allow the landlord to conduct a typical background check and</u> the proposed additional <del>occupant family member</del> does not; <u>comply</u> within <u>five calendar</u> days of <u>actual receipt</u> by the tenant of the landlord's request; <del>complete the landlord's standard form application or</del> provide sufficient information to allow the landlord to conduct a typical background check:

(4) where the landlord can establish that the proposed additional escupant family member has intentionally misrepresented significant facts on the landlord's standard form application or provided significant misinformation to the landlord that interferes with the landlord's ability to conduct a typical background check;

(5) where the landlord can establish that the proposed additional eccupant family member presents a direct threat to the health, safety or security of other residents of the property; and,

(6) where the landlord can establish that the proposed additional escupant family member presents a direct threat to the safety, security or physical structure of the property.

(d) (e) Nothing in this Section shall prevent the landlord from providing an additional family member occupant with written notice as provided under Section 6.14 that the occupant is not an original tenant occupant as defined in Section 6.14(a)(1) and that when the last original tenant occupant vacates the premises, a new tenancy is created for purposes of determining the rent under the Rent Ordinance. Furthermore, nothing in this Section 6.15D shall serve to waive, alter or modify the landlord's rights under the Costa-Hawkins Rental Housing Act (California Civil Code §§1954.50 et seq.) to impose an unlimited rent increase once the last original occupant(s) no longer permanently resides in the unit.

(e) (f) A landlord's unreasonable refusal to consent to denial of a tenant's written request for the addition to the unit of a tenant's child, parent, grandchild, grandparent, brother or sister, or the spouse or domestic partner (as defined in Administrative Code Sections 62.1 through 62.8) of such relatives, or the spouse or domestic partner of a tenant, subject to subsections 6.15D(c)(i) (vi) 6.15D(c)(1)-(6) above, may constitute a decrease in housing

services pursuant to Section 10.10 of these Regulations. A landlord may choose not to have any services pursuant to respond in any way when the tenant makes a written request to add an additional occupant to the unit pursuant to this Section 6.15D. The landlord's choice not to serve a proposed additional occupant or not to respond to the tenant's written request For purposes of subsection 6.15D(f), a landlord's non-response to a tenant's written request within 14 calendar days shall be deemed an approval pursuant to subsection 6.15D(b) and shall not be deemed an unreasonable denial of a tenant's request for the addition to the unit of a person family member specified in subsection 6.15D(a) above.

(f) (g) In the event the landlord withholds consent to denies a tenant's request for an additional person family member under subsections Section 6.15D(c)(i) (vi) above, either the landlord or the tenant may file a petition with the Board to determine if the landlord's withholding of consent denial of the request was reasonable.

(g) (h) Any petition filed under subsection 6.15D(e) or (f) or (g) shall be expedited.

## Section 6.15E Additional Occupants Who Are Not Family Members—Where Rental Agreement Limits the Number of Occupants or Limits or Prohibits Subletting (Added [date])

(a) This Section 6.15E applies when a lease or rental agreement includes a clause limiting the number of occupants or limiting or prohibiting subletting or assignment, and a tenant who resides in the unit requests the landlord's permission to add an additional occupant to the rental unit that will exceed the number of people allowed by the lease or rental agreement or by the open and established behavior of the parties. **This Section 6.15E does not apply when a lease or rental agreement includes neither a limit on the number of occupants nor any restriction on subletting or assignment.** For purposes of this Section 6.15E, the term "additional occupant" shall not include persons who occupy the unit as a Tourist or Transient Use, as defined in Administrative

Code Section 41A.5 or persons who are considered family members under Section 6.15D(a).

- (b) If the tenant makes an initial a written request to the landlord for permission to add an additional occupant to the rental unit, and the landlord fails to deny the request in writing with a description of the reasons for the denial of the request, including specific facts supporting the reasons for the denial, within fourteen (14) days of receipt of the tenant's written request, the tenant's request for the additional occupant is deemed approved pursuant to Ordinance Section 37.9(a)(2)(C). If the tenant's request is sent to the landlord by mail, the request shall be deemed received on the fifth calendar day after the postmark date. If the tenant's request is sent to the landlord by email, the request shall be deemed received on the second calendar day after the date the email is sent. If the tenant's request is personally served and elivered to the landlord, the request is considered received on the date of service delivery. For purposes of this subsection 6.15E(b), the 14-day period begins to run on the day after the tenant's written request is received by the landlord.
- (c) The tenant's inability to obtain the landlord's consent to the addition of a person specified in subsection 6.15E(a) above shall not constitute a breach of the lease or rental agreement for purposes of eviction under <u>Ordinance</u> Section 37.9(a)(2), where the additional

person is deemed approved pursuant to subsection (b) above or where the landlord has unreasonably withheld consent to such additional person denied, pursuant to subsection (d) below, the tenant's request to add an additional person allowed under subsection—6.15A(a) 6.15E(a) above and the tenant has met the following requirements have been met:

- (1) The tenant has requested in writing the permission of the landlord to the add an additional person's occupancy of occupant to the unit.
- (2) After receipt of the tenant's written request, i The landlord has five calendar days after receipt of the tenant's written request to request the tenant to submit a The additional occupant, if requested by the landlord has completed the landlord's standard form application for the proposed additional occupant or provided sufficient information to allow the landlord to conduct a typical background check, including full name, date of birth and references if requested, and background information: The 5-day period begins to run on the day after receipt of the tenant's written request for permission to add an additional occupant to the unit. provided, however, i The landlord may request credit or income information only if the additional person occupant will be legally obligated to pay some or all of the rent to the landlord. Nothing in Section 6.15E shall be construed as allowing a landlord to require an additional occupant to pay some or all of the rent to the landlord.
- (3) The tenant has <u>five calendar days after receipt of the landlord's timely request pursuant to subsection 6.15E(c)(2) to provided the landlord with the additional occupant's application or typical background check information within a reasonable time of the landlord's request, not to exceed \_\_\_\_ days <u>The 5-day period begins to run on the day after actual receipt of the landlord's request.</u></u>
- (4) The additional occupant meets the regular reasonable application standards of the landlord, except that creditworthiness may not be the basis for refusal denial of the tenant's request for an additional occupant if the additional occupant will not be legally obligated to pay some or all of the rent to the landlord.

- (5) The additional occupant, if requested by the landlord, has agreed in writing to be bound by the current rental agreement between the landlord and the tenant.
- (6) With the additional occupant, the total number of occupants does not exceed the lesser of (a) two persons in a studio unit, three persons in a one-bedroom unit, four persons in a two-bedroom unit, six persons in a three-bedroom unit, or eight persons in a four-bedroom unit, or (b) the number of occupants permitted under state law and/or other local codes.
- (d) Withholding of consent Denial by the landlord of the tenant's written request to add an additional person allowed under subsection 6.15E(a) above shall not be considered unreasonable in some circumstances, including but not limited to the following:
  - (1) where the landlord resides in the same rental unit as the tenant;
- (2) where the total number of occupants in the unit exceeds (or with the proposed additional occupant(s) would exceed) the lesser of:
- (i) two persons in a studio unit, three persons in a one-bedroom unit, four persons in a two-bedroom unit, six persons in a three-bedroom unit, or eight persons in a four-bedroom unit; or
- (ii) the maximum number permitted in the unit under state law and/or other lecal codes such as the Building, Fire, San Francisco Housing and Planning Codes Code Section 503;
- (3) where the proposed additional occupant will be legally obligated to pay some or all of the rent to the landlord and the landlord can establish the proposed additional occupant's lack of creditworthiness;
- (4) where the landlord has made a timely request for the proposed additional occupant to complete the landlord's standard form application or provide sufficient information to allow the landlord to conduct a typical background check and the proposed additional occupant does not; comply within a reasonable time not to exceed five calendar days of actual receipt by the tenant of the landlord's request; complete the landlord's standard form application or provide sufficient information to allow the landlord to conduct a typical

#### background check;

- (5) where the landlord can establish that the proposed additional occupant has intentionally misrepresented significant facts on the landlord's standard form application or provided significant misinformation to the landlord that interferes with the landlord's ability to conduct a typical background check;
- (6) where the landlord can establish that the proposed additional occupant presents a direct threat to the health, safety or security of other residents of the property;
- (7) where the landlord can establish that the proposed additional occupant presents a direct threat to the safety, security or physical structure of the property; and,
- (8) where an additional occupant would require the landlord to increase the electrical or hot water capacity in the building, or adapt other building systems or existing amenities, and payment for such enhancements presents a financial hardship to the landlord, as determined by a Rent Board Administrative Law Judge.
- (e) Nothing in this Section shall prevent the landlord from providing an additional occupant with written notice as provided under Section 6.14 that the occupant is not an original tenant occupant as defined in Section 6.14(a)(1) and that when the last original tenant occupant vacates the premises, a new tenancy is created for purposes of determining the rent under the Rent Ordinance. Furthermore, nothing in this Section 6.15E shall serve to waive, alter or modify the landlord's rights under the Costa-Hawkins Rental Housing Act (California Civil Code §§1954.50 et seq.) to impose an unlimited rent increase once the last original occupant(s) no longer permanently resides in the unit.
- request for the addition to the unit of a person specified in subsection 6.15E(a) above, subject to subsections 6.15E(c)(1)-(6) above, may constitute a decrease in housing services pursuant to Section 10.10 of these Regulations. A landlord may choose not to have any screening requirements or not to respond in any way when the tenant makes a written request to add an additional occupant to the unit pursuant to this Section 6.15E. The landlord's

written request. For purposes of subsection 6.15E(f), a landlord's non-response to a tenant's written request within 14 calendar days shall be deemed an approval pursuant to subsection 6.15E(b) and shall not be deemed an unreasonable denial of a tenant's request for the addition to the unit of a person specified in subsection 6.15E(a) above.

- (f) (g) In the event the landlord withholds consent to denies a tenant's request for an additional person under Sections 6.15E, either the landlord or the tenant may file a petition with the Board to determine if the landlord's withholding of consent denial of the request was reasonable.
  - (g) (h) Any petition filed under subsection 6.15E(e) or 6.15E(f) or (g) shall be expedited.