1	[Emergency Ordinance - Eviction Protection For Tenants Unable To Pay Rent]	
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3	Emergency ordinance	to temporarily restrict landlords from evicting residential tenants
4	for non-payment of rent due to the COVID-19 pandemic, provided the tenant has paid at	
5	least 25 percent of the rent owed; to prohibit landlords from imposing late fees,	
6	penalties, or similar charges on such tenants; and making findings as required by the	
7	California Tenant Prote	ection Act of 2019.
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9		nged Code text and uncodified text are in plain Arial font.
10	Additions to Codes are in <u>single-underline italics Times New Roman font</u> . Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> .	
11	Board a	amendment additions are in double-underlined Arial font. amendment deletions are in strikethrough Arial font.
12		ks (* * * *) indicate the omission of unchanged Code tions or parts of tables.
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14	Be it ordained by the People of the City and County of San Francisco:	
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16	Section 1. Declaration of Emergency under Charter Section 2.107.	
17	(a) Section 2.1	107 of the Charter authorizes passage of an emergency ordinance in
18	cases of public emergency affecting life, health, or property, or for the uninterrupted operation	
19	of any City or County department or office required to comply with time limitations established	
20	by law. The Board of Supervisors hereby finds and declares that an actual emergency exists	
21	that requires the passage of this emergency ordinance.	
22	(b) The City ar	nd County of San Francisco is facing an unprecedented public health
23	and economic crisis due to the COVID-19 pandemic. On February 25, 2020, the Mayor	
24	declared a state of emergency due to COVID-19 and the Board of Supervisors concurred in	

the emergency. On March 13, 2020, the Mayor adopted the first of a series of emergency

- 1 orders, and the Board of Supervisors later adopted an ordinance signed by the Mayor 2 (Ordinance No. 093-20), to limit the eviction of tenants unable to pay certain months' rent due 3 to financial impacts resulting from COVID-19. Thereafter, the Legislature adopted the Tenant, Homeowner, and Small Landlord Relief and Stabilization Act of 2020 (hereafter, "SB 91"), 4 5 which enacted additional protections for tenants who have paid at least 25 percent of the rent 6 but were unable to pay the remainder due to COVID-19. But SB 91 only applies to rent 7 payments that came due between March 1, 2020 and June 30, 2021, and does not protect 8 tenants from being evicted due to rent payments missed on or after July 1, 2021.
 - (c) Regardless of whether the California Legislature extends SB 91, there is an ongoing emergency in San Francisco. The pandemic appears to be slowly coming under control, but the end is not in sight, and the threat of mass evictions starting July 1, 2021 is a looming crisis for tenants who could be directly affected, as well as for the City as a whole. The City has a shortage of affordable rental housing, a significant percentage of its households are renters at risk of permanent displacement should they be forced to leave their current homes, and many potentially impacted renters are also essential workers who will be needed immediately if the pandemic takes a turn for the worse. Meanwhile, state and federal relief programs have been delayed and only began processing San Francisco applications in May 2021, and these funding delays have in turn impacted the City's efforts to administer relief to landlords and tenants. See, e.g., Los Angeles Times, "Cash to help California renters goes unspent with eviction protections expiring soon" (May 20, 2021), available at https://www.latimes.com/california/story/2021-05-20/california-renters-unspent-financialassistance-eviction-protections-expiring); and 48 Hills, "Not one dollar of state rent-relief money has arrived in SF" (May 13, 2021, available at https://48hills.org/2021/05/not-onedollar-of-state-rent-relief-money-has-arrived-in-sf/). A short-term extension of SB 91's evictions protections is necessary to help tenants during this transitional phase.

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- (d) The Board of Supervisors finds it is in the public interest to prevent tenant displacement in San Francisco due to COVID-19 to the maximum extent permitted by law. Pursuant to the City's authority to regulate evictions, and consistent with SB 91, this emergency ordinance applies to rent payments that originally came due on or after July 1, 2021. Nothing in this ordinance shall affect or impair the application of any other City law or SB 91 with respect to rent payments that came due before July 1, 2021.
 - (e) This emergency ordinance is intended to prevent residential tenants from being evicted due to having suffered an adverse financial impact arising out of the COVID-19 pandemic. As compared to the just cause protections of the California Tenant Protection Act of 2019 ("AB 1482"), this ordinance further limits the permissible reasons for termination of a residential tenancy and provides additional tenant protections. The Board of Supervisors therefore finds that this ordinance is more protective of tenants than AB 1482, and intends that this emergency ordinance shall apply rather than AB 1482.

Section 2. Suspending Evictions and Penalties Due to Non-Payment of Rent.

(a) Notwithstanding Administrative Code Section 37.9(a)(1) or any other City law to the contrary, a landlord may not endeavor to recover possession of a residential unit due to the tenant's non-payment of rent, if the rent payment originally became due on or after July 1, 2021, provided that the tenant has paid the landlord an amount equal to at least 25% of all the rental payments that have come due from July 1, 2021 onwards, and that the tenant's failure to pay the remaining rent (1) arose out of a substantial decrease in household income (including, but not limited to, a substantial decrease in household income caused by layoffs or a reduction in the number of compensable hours of work, or substantial out-of-pocket expenses); (2) that was caused by the COVID-19 pandemic, or by any local, state, or federal government response to COVID-19; and (3) is documented. The types of documentation that

- a tenant may use to show an inability to pay due to COVID-19 may include, without limitation,
 bank statements, pay stubs, employment termination notices, proof of unemployment
 insurance claim filings, sworn affidavits, and completed forms prepared by the Rent Board. A
 tenant shall have the option, but shall not be required, to use third-party documentation such
 as a letter from an employer to show an inability to pay.
 - (b) Notwithstanding any lease provision to the contrary, a landlord may not impose late fees, penalties, interest, liquidated damages, or similar charges due to a residential tenant's non-payment of rent that originally became due on or after July 1, 2021, if the tenant has paid the landlord an amount equal to at least 25% of all the rental payments that have come due from July 1, 2021 onwards, and can demonstrate that the tenant could not pay the remaining rent due to the COVID-19 pandemic as set forth in subsection (a). A landlord also may not recover possession of a unit due to a tenant's failure to pay such late charges when subsection (a) applies, notwithstanding Administrative Code Section 37.9(a)(2) or any other City law to the contrary. The foregoing sentence shall not enlarge or diminish a landlord's rights with respect to such charges when subsection (a) does not apply.
 - (c) This emergency ordinance shall apply to all residential units in the City, including without limitation (1) all rental units as defined in Administrative Code Section 37.2(r), including those that are otherwise exempt from just cause protections pursuant to Section 37.9(b); (2) all residential units in residential hotels regardless of how long the unit has been occupied; and (3) all units where the rent is controlled or regulated by the City (e.g., privately-operated units controlled or regulated by the Mayor's Office of Housing and Community Development and/or the Department of Homelessness and Supportive Housing).
 - (d) This emergency ordinance is intended to suspend evictions and late penalties as stated in subsections (a) and (b) as soon as it takes effect, and shall therefore apply to all residential units as stated in subsection (c), including those where a notice to vacate or quit

was pending as of the date that this ordinance took effect and regardless of whether the notice was served before, on, or after July 1, 2021.

(e) The provisions of this emergency ordinance, being necessary for the welfare of the City and its residents, shall be liberally construed to effectuate its purpose, which is to protect tenants from being evicted or incurring penalties due to missing rent payments because of the COVID-19 pandemic. However, nothing in this ordinance shall relieve a tenant of the obligation to pay rent, nor restrict a landlord's ability to recover rent due.

Section 3. Effective Date; Sunset Date. Consistent with Charter Section 2.107, this emergency ordinance shall become effective immediately upon enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance. Once enacted, it shall remain in effect for 60 days, or until such time as the ordinance regarding evictions for non-payment in Board of Supervisors File No. 210601 may take effect, whichever is sooner. The foregoing sentence shall not prevent future reenactments of this emergency ordinance as provided by Section 2.107.

Section 4. Severability. If any section, subsection, sentence, clause, phrase, or word of this emergency ordinance, or any application thereof to any person or circumstance, is held to be invalid or unconstitutional by a decision of a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions or applications of the ordinance. The Board of Supervisors hereby declares that it would have passed this ordinance and each and every section, subsection, sentence, clause, phrase, and word not declared invalid or

1	unconstitutional without regard to whether any other portion of this ordinance or application	
2	thereof would be subsequently declared invalid or unconstitutional.	
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4	Section 5. Supermajority Vote Required. In accordance with Charter Section 2.107,	
5	passage of this emergency ordinance by the Board of Supervisors requires an affirmative vote	
6	of two-thirds of the Board of Supervisors.	
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9	APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney	
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11	By: <u>/s/</u> MANU PRADHAN	
12	Deputy City Attorney	
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