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## PREVENTING RENOVICTIONS: NEW WESTMINSTER ADOPTS NEW APPROACH

Many have said that the lower mainland's housing market is in crisis. Under the *Residential Tenancy Act* (the "Act") property owners are permitted to evict tenants where they perform renovations to their property. However, with limited affordable housing available, evictions of tenants under the guise of performing units renovations on and then significantly increasing the rent on those units, commonly known as "renovictions", pose an additional barrier for tenants to secure housing. To address this concern, the City of New Westminster (the "City") amended its Business Regulations and Licensing (Rental Units) Bylaw, to regulate such renovictions, which has recently been upheld by the British Columbia Court of Appeal.

The City's bylaw imposed criteria on how landlords and building owners may undertake renovations, and included provisions restricting evictions and rent

increases except as allowed under the Act. The bylaw required that, before an eviction notice is issued to a tenant, the property owner must provide alternative accommodation during the renovations and an offer to return to the renovated unit or to another comparable unit in the same building on the same or better terms as the rental agreement with that tenant pertaining to the unit being renovated. In addition, the amendment authorized the City to impose a monthly business license surcharge on any on the landlord that increases the rent in contravention of the bylaw. Property owners may seek an exemption where they demonstrate that renovations cannot be completed in a safe manner unless some or all the properties are vacated.

In the case of *1193652 B.C. Ltd. v New* Westminster  $(City)^{1}$  the appellant landlord





argued that the bylaw amendments were beyond the jurisdiction of the City since the provincial legislature intended to exhaustively regulate rent control and evictions under the Act. The landlord sought to have all of its units vacant for at least a year to complete renovations and did not request an exemption. Further, the landlord did not provide alternative accommodation for the tenants. Both the chambers judge and the Court of Appeal disagreed and held that the Community Charter authorized the City to regulate renovictions locally, stating that the bylaw amendments had the lawful purpose of protecting renters, which the City has the authority to do pursuant to its powers to regulate business as well as the health safety or protection of persons or property in relation to residential property. The Court of Appeal the acknowledged that bylaw amendments were complementary to and did not frustrate the provincial Act, Chief Justice McLachlin's quoting statement in Reference re Assisted Human Reproduction Act that, so long as complementary local laws do not frustrate other legislation, "in an area of jurisdictional overlap, the level of government that is closest to the matter will often introduce complementary legislation accommodate local to circumstances".<sup>2</sup>

The City of New Westminster is the first municipality in British Columbia to enact such a bylaw. However, the Court acknowledged the City's stance on the importance of this measure in light of the ongoing housing crisis. It is expected that other municipalities may follow the City of New Westminster's approach in addressing affordable housing shortages.

September, 2021 Kelsey Stuckert

- 1 *1193652 B.C. Ltd. v New Westminster (City)*, 2021 BCCA 176
- 2 Reference re Assisted Human Reproduction Act 2010 SCJ No 61 at para. 70

This article is intended for the general information of organizations in British Columbia. If your organization has specific issues or concerns relating to the matters discussed in this article, please consult a legal advisor.





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