

Housing and Homelessness Committee Memorandum

City of Arts & Innovation

TO: HOUSING AND HOMELESSNESS

DATE: SEPTEMBER 22, 2025

COMMITTEE MEMBERS

FROM: HOUSING AND HUMAN SERVICES WARDS: ALL

SUBJECT: PROPOSED AMENDMENTS TO THE MOBILE HOME PARKS RENT

STABILIZATION ORDINANCE

ISSUE:

Discuss proposed amendment to the Mobile Home Parks Rent Stabilization Ordinance.

RECOMMENDATIONS:

That the Housing and Homelessness Committee:

- 1. Receive an update on proposed amendments to the Mobile Homes Parks Rent Stabilization Ordinance; and
- 2. Provide direction on the proposed amendments to the Mobile Homes Parks Rent Stabilization Ordinance and forward the proposed amendments to the City Council for Consideration.

BACKGROUND:

A significant portion of mobile homeowners or tenants in the City are senior citizens, who live on limited or fixed incomes. City Council wanted to provide a mechanism to prevent excessive, unreasonable and frequent rent increases while at the same time recognizing the need of mobile home park owners to receive a just and reasonable return on their investment.

On August 25, 1992, City Council amended Section 5 of the Riverside Municipal Code (RMC) to add Chapter 5.75, establishing a rent stabilization procedure for mobile home park that allowed annual rent increases for the following.

- Up to 80% of the change in the Consumer Price Index (CPI) for the year ending in August
- Changes in property taxes or government mandated costs in excess of 2% per year
- Capital improvements to existing facilities
- Increases in state fees
- Rent increases associated with sale of a space

On September 15, 2020, the City Council adopted an amendment to the Riverside Municipal Code Section 5.75.040 to change the Consumer Price Index region data from Los Angeles-Anaheim-Riverside to Riverside-San Bernardino-Ontario and change the CPI year ending from August to July since the U.S. Bureau of Labor Statistics does not produce data in July for the Riverside-San Bernadino-Ontario region.

The following table shows prior annual rental increases based on 80% of the CPI.

Mobile Home Parks Annual Rent Increase				
Year	CPI Index	Maximum Rent Increase	CPI Source	
2011	2.40%	1.92%		
2012	2.40%	1.92%		
2013	2.30%	1.84%		
2014	0.80%	0.64%		
2015	1.80%	1.44%	Los Angeles-Anaheim-Riverside	
2016	1.10%	0.88%	_	
2017	1.40%	1.12%		
2018	2.80%	2.24%		
2019	3.90%	3.12%		
2020	2.60%	2.08%		
2021	1.70%	1.36%		
2022	6.50%	5.20%		
2023	9.20%	7.36%	Riverside-San Bernardino-Ontario	
2024	3.40%	2.72%		
2025	2.80%	2.24%		
2026	3.50%	2.80%		

From 2011 to 2026, the average rent increase is 2.43%. The lowest rent increase was 0.64% and the highest rent increase was 7.36%.

In 2019, staff was directed to conduct a review of the entire Mobile Home Parks Rent Stabilization Ordinance (Ordinance) that was adopted in 1992. Staff worked with the City Attorney's office to review the current Ordinance and 91 cities and 10 counties mobile home park rent stabilization procedures. Staff identified sections within the Ordinance that could be improved and met with the Western Manufactured Housing Communities Associations (WMA) to discuss the current ordinance and sections that required further clarification. Staff was in the process of scheduling a series of meetings with the WMA, local mobile home park owners, and park residents to review the Ordinance, but these meetings were placed on hold due to the Coronavirus pandemic.

During the 2022 Ordinance annual public hearing, when the maximum rent increase for 2023 was announced at 7.36%, the highest rent increase experienced under the Ordinance, City Council directed staff to research capping rent increases and to work with mobile home park owners and residents through community outreach and present recommended amendments to the Ordinance to the Housing and Homelessness Committee for discussion.

Staff rereviewed the proposed amendments to the Ordinance with the City Attorney's Office. The proposed amendments to the Ordinance were then shared with the park residents in June 2024 and with the WMA and local mobile home park owners in July 2024 to solicit feedback.

On September 23, 2024, the Housing and Homelessness Committee were presented with the amendments in Table 1, which resulted in the Committee conceptually approving all the action items except for two action items – 7 and 9 for City Council's consideration.

On February 4, 2025, the proposed amendments were then introduced to City Council for discussion. Following discussion, City Council further amended some of the proposed changes, which were later approved during the March 4, 2025 meeting and are shown in Table 1.

TABLE 1.

Action Item No.	Proposed Amendment	Ordinance Section	City Council Action
1	Adding and revising definitions	5.75.030 Definitions	Approved
	Adding requirements for tenant notifications under the ordinance		Approved
	a. Forty-eight hours prior to any rental agreement in excess of 12 months being executed by a current mobile home owner or prospective mobile home owner, the mobile home park owner must:		
	 Offer the option of a 12 month or less rental agreement to receive the benefits of the Mobile Home Parks Rent Stabilization Program (MHPRSP). 		
2	ii. Provide a City Informational Sheet to residents that give tenants an overview of the MHPRSP, its benefits, and contact information of the Administrator.	a. i. – iv in Section 5.75.040 Ordinance Notification	
	iii. Provide in writing that if a rental agreement with a term of more than 12 months is signed, the rental agreement is not subject to the MHPRSP.		
	iv. At the time the rental agreement is first offered to the mobile home owner or prospective mobile home owner, they should have at least 30 days to inspect the Rental Agreement, and void the		

	Rental Agreement by notifying the MH Park Owner in writing within 72 hours of the acceptance of a Rental Agreement. v. MHPRSP should be posted in the office of every mobile home park and in the recreation building or clubhouse of every mobile home park.		
Action Item No.	Proposed Amendment	Ordinance Section	City Council Action
3	Adding annual registration requirements for park owners due annually on June 1st. a. Mobile Home Parks contact information b. Identify number of park spaces and total number participating in the MHPRSP c. Provide rent schedule d. Listing of other charges including utilities not included in the space rent e. Notice of sale of park f. Notice to prospective park purchasers that include a copy of the Ordinance and notice that the following would be a prerequisite to filling a rent increase application pursuant to the Ordinance: i. A statement of the base year income, expenses, and net operating income of the Park with a breakdown of income and expenses by category. ii. Documents supporting the amounts reported in the income and expense statement.	Section 5.75.060 Annual Registration	Partially approved: - Adding annual registration requirements for park owners due annually on June 1st. a. Mobile Home Parks contact information b. Notice of sale of park
4	Prohibiting retaliation for tenants participating in the Mobile Home Parks Rent Stabilization Program.	5.75.080 Retaliation Prohibited	Approved
5	Placing a cap on annual rent increases to the lesser of 80% of the CPI or 3% of the base rent charged prior to the increase. The percentage amount of said increase shall be rounded to the nearest one-quarter of one percent.	5.75.100 Automatic Annual Rental Increases	Approved revised recommendation: Placing a cap on annual rent increases to the lesser of 80% of the

	 a. This percentage was derived from using the average rent increase from 2011 to 2024, which was 2.42% and rounding up to 3%. b. HHC's final motion included a rent increase recommendation of a minimum of 2% and a maximum of 5%. 		CPI or four percent (4%) of the base rent charged prior to the increase and a floor of two percent (2%)
6	Rent following the expiration of an exempt lease: A mobile home space that was previously exempt under a lease pursuant to Civil Code Section 798.17, upon the expiration of that lease and conversion to a less than 12-month lease, the Base Space Rent, for the purposes of calculating the annual adjustment, shall be the rent in effect as of the date of expiration of the lease.	5.75.110 Rent Following the Expiration of an Exempt Lease	Approved
7	a. No rent increase may be imposed where the title to the mobile home passes to one or more person(s) who at the time of title transfer were/are parents, siblings, children, nieces, or nephews of the mobile homeowner and the mobile home remains in the same space. b. No increase may be imposed if an increase was imposed pursuant to the Ordinance within the 24-month preceding the most recent transaction that would justify the increase pursuant to this new section.		Not Approved
8	Limiting the frequency of rental increases a. To not more than once per calendar year Proposed rental increases resulting from an unseen assessment, special tax or general tax increase shall be submitted to the Rent Review	5.75.120 Limitation on frequency of rental increase.	Approved
9	Clarifying procedures for collecting utility and capital improvement fees and other increases in rents.		Not Approved

DISCUSSION:

Staff has been asked to return to the Housing and Homeless Committee to reconsider the following proposed amendments to the Mobile Home Parks Rent Stabilization Ordinance.

Action Item No.	Proposed Amendment	Ordinance Section
3	b. Identify number of park spaces and total number participating in the MHPRSP.c. Provide rent schedule	Section 5.75.060 Annual Registration
5	Decrease the cap on annual rent from 4% to 3%.	Section 5.75.100 Automatic Annual Rental Increases
7	 a. No rent increase may be imposed where the title to the mobile home passes to one or more person(s) who at the time of title transfer were/are immediate family (parents, siblings, spouse, and children) of the mobile homeowner and the mobile home remains in the same space. b. No increase may be imposed if an increase was imposed pursuant to the Ordinance within the 24-month preceding the most recent transaction that would justify the increase pursuant to this new section. 	New section
9	Clarifying procedures for collecting utility and capital improvement fees and other increases in rents.	New Section

FISCAL IMPACT:

There is no fiscal impact related to this staff report.

Prepared by: Agripina Neubauer, Project Manager

Approved by: Michelle Davis, Housing and Human Services Director

Certified as to

availability of funds: Kristie Thomas, Finance Director/Assistant Chief Financial Officer

Approved as to form: Rebecca McKee-Reimbold, Interim City Attorney

Attachment: RMC 5.75 Mobile Home Parks Rent Stabilization Ordinance Presentation