

# City Guideline – 2023-1: Minimum Rent July 2023

Date issued	Effective date
March 31, 2023	July 1, 2023

#### Applicability to Social Housing Programs

The City Guideline is applicable to the programs indicated in the table below.

#### **Applicability Program**

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✓	Housing Services Act, Part VII Housing Projects, Market and Rent-Geared-to-Income, Section 78 Housing Providers (formerly 110)
✓	Housing Services Act, Part VII Housing Projects, 100% Rent-Geared-to-Income, Section 78 Housing Providers (formerly 110)
	Federal Non-Profit Housing, Section 26/27
	Federal Non-Profit Housing, Section 95
✓	Rent Supplement Programs for Sections 26, 27, 95 and New Affordable Housing Providers
✓	Toronto Community Housing Corporation
✓	Toronto Seniors Housing Corporation

If your program is not checked in the Applicability column, this City Guideline does not apply.

## **About City Guidelines**

Under the authority of the Housing Services Act, the City of Toronto, Housing Secretariat division City Guidelines and Rent-Geared-to-Income (RGI) Manual are the authority for housing administration and RGI administration for housing providers in the City of Toronto.

City Guidelines provide direction on changes to the City of Toronto's mandatory policies and procedures that housing providers must follow. City Guidelines are most often issued when a Local Rule is established by the City of Toronto, the Rent-Geared-to-Income (RGI) manual is updated, or other relevant legislative changes or operational requirements occur. City Guidelines which impact RGI have been incorporated into the RGI Manual.

Please see www.toronto.ca/socialhousing for more information.

### Background

The *Housing Services Act, 2011* (HSA), and its accompanying regulations, outlines the requirements that the City of Toronto as Service Manager for the Rent-Geared-to-Income (RGI) program must follow.

On September 23, 2019, the Province of Ontario released a number of significant changes to the HSA and its regulations. Among these changes, O. Reg. 367/19 Sec. 2, increased the minimum amount of RGI rent that can be charged, effective July 1, 2020. The minimum RGI rent is increased and indexed on July 1st of each year, following the province's annual rent increase guideline. The minimum RGI rent effective from July 1, 2023 to June 30, 2024 is \$136.

O. Reg 367/19 further establishes that for households that were paying minimum RGI rent prior **to July 1, 2020, their** minimum RGI rent must be increased by \$8 each year until the RGI rent has reached the new minimum rent. Specifically, for households whose next annual income and RGI review takes place on or before June 30, 2023, the minimum rent would increase to \$101. For households whose next annual income and RGI review takes place on or after July 1, 2023, the minimum rent would increase to \$109.

OW and ODSP households continue to pay the rent scale amount, even if this is below the minimum rent, provided their non-benefit income is not above the allowed amount.

## Actions required

- 1. For RGI households that were **paying minimum RGI rent prior to July 1, 2020**, at their next annual RGI and Income review on or after July 1, 2023, increase their rent by \$8 each year until the household reaches the new minimum rent. Effective July 1, 2023 to June 30, 2024 the minimum rent is \$136.
- 2. For all other RGI households who qualify to pay minimum RGI rent (began paying minimum RGI rent **on or after July 1, 2020**), at their initial or next annual RGI and Income review on or after July 1, 2023, charge the minimum rent of \$136.

#### Questions

If you have any questions, please contact your Housing Consultant.

#### **Housing Stability Services**

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Signed 28 March 2023