# **Dispute Resolution Services**

Residential Tenancy Branch Office of Housing and Construction Standards

# DECISION

Dispute Codes FF, MND, MNSD

### Introduction

This hearing dealt with the landlord's application pursuant to the *Residential Tenancy Act* (*"Act"*) for:

- authorization to retain the tenant's security deposit in partial satisfaction of the monetary order requested, pursuant to section 38; and
- a monetary order for damage to the rental unit pursuant to section 67;
- authorization to recover the filing fee for its application from the tenant, pursuant to section 72.

This hearing also dealt with the tenant's cross-application pursuant to the Act for:

- authorization to return the tenant's security deposit in partial satisfaction of the monetary order requested, pursuant to section 38; and
- authorization to recover the filing fee for its application from the tenant, pursuant to section 72.

Both parties attended the hearing and were given full opportunity to present evidence and make submissions. The parties acknowledged receipt of evidence submitted by the other and gave affirmed testimony.

## Issue to be Decided

Is the landlord entitled to retain all or a portion of the tenant's security deposit in partial satisfaction of the monetary award requested?

Is the landlord entitled to recover the filing fee for this application from the tenant? Is the tenant entitled to the return of the security deposit?

Is the tenant entitled to recover the filing fee for this application from the landlord?

## Background, Evidence

The landlord's testimony is as follows. The tenancy began on August 1, 2015 and ended on February 29, 2016. The tenants were obligated to pay \$1200.00 per month in rent in advance and at the outset of the tenancy the tenants paid a \$600.00 security

deposit. The landlord testified that he did not conduct a written condition inspection report at move in or move out. The landlord testified that a "walk through" was done at the beginning of the tenancy, but not the end. The landlord testified that the tenant left the unit dirty and smelly and that it required some small repairs. The landlord testified that it cost over \$1900.00 to get the unit back into a rentable condition but only seeks to retain the security deposit and the recovery of the filing fee for this application.

The tenant gave the following testimony. The tenant testified that the landlords' testimony it is unfair and untrue. The tenant testified that the unit was left in the same condition as it was given to her and that the landlord should return her deposit and pay for her filing fee.

### <u>Analysis</u>

While I have turned my mind to all the documentary evidence and the testimony of the parties, not all details of the respective submissions and arguments are reproduced here.

Sections 23 and 24 of the Act address the issue before me as follows.

**23** (1) The landlord and tenant together must inspect the condition of the rental unit on the day the tenant is entitled to possession of the rental unit or on another mutually agreed day.

(2) The landlord and tenant together must inspect the condition of the rental unit on or before the day the tenant starts keeping a pet or on another mutually agreed day, if

(a) the landlord permits the tenant to keep a pet on the residential property after the start of a tenancy, and

(b) a previous inspection was not completed under subsection (1).

# (3) The landlord must offer the tenant at least 2 opportunities, as prescribed, for the inspection.

#### (4) The landlord must complete a condition inspection report in accordance with the regulations.

(5) Both the landlord and tenant must sign the condition inspection report and the landlord must give the tenant a copy of that report in accordance with the regulations.

(6) The landlord must make the inspection and complete and sign the report without the tenant if

- (a) the landlord has complied with subsection (3), and
- (b) the tenant does not participate on either occasion.

Consequences for tenant and landlord if report requirements not met

### 24 (2) The right of a landlord to claim against a security deposit or a pet damage deposit, or both, for damage to residential property is extinguished if the landlord

### (a) does not comply with section 23 (3) [2 opportunities for inspection].

The landlord acknowledged that he did not conduct condition inspection reports as outlined above and thus has extinguished his right to make a claim against the deposit. Based on the above I find that the landlord must return the security deposit back to the tenant. The tenant is also entitled to the recovery of the \$100.00 filing fee.

### **Conclusion**

I grant the tenant an order under section 67 for the balance due of \$700.00. This order may be filed in the Small Claims Court and enforced as an order of that Court.

The landlords' application is dismissed.

This decision is made on authority delegated to me by the Director of the Residential Tenancy Branch under Section 9.1(1) of the *Residential Tenancy Act*.

Dated: October 26, 2016

Residential Tenancy Branch