

# **Dispute Resolution Services**

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# Residential Tenancy Branch Ministry of Housing

# **DECISION**

<u>Dispute Codes</u> OPR, MNRL-S, FFL

# <u>Introduction</u>

This hearing convened as a result of a Landlord's Application for Dispute Resolution, filed on November 23, 2023, in which the Landlord sought an Order of Possession and a Monetary Order based on a 10 Day Notice to End Tenancy for Unpaid Rent or Utilities issued on October 19, 2022 (the "Notice), authority to retain the Tenant's security deposit in partial satisfaction of the claim and to recover the filing fee for the Application.

The hearing was conducted by teleconference at 11:00 a.m. on March 28, 2023. Only the Landlord called into the hearing. He gave affirmed testimony and was provided the opportunity to present their evidence orally and in written and documentary form, and to make submissions to me.

The Tenant did not call into this hearing, although I left the teleconference hearing connection open until 11:16 a.m. Additionally, I confirmed that the correct call-in numbers and participant codes had been provided in the Notice of Hearing. I also confirmed from the teleconference system that the Landlord and I were the only ones who had called into this teleconference.

As the Tenant did not call in, I considered service of the Landlord's hearing package. The Landlord testified that he served the Tenant with the Notice of Hearing and the Application on November 26, 2022 by posting to the rental unit door.

Pursuant to section 90 of the *Residential Tenancy Act*, documents served this way are deemed served three days later; accordingly, I find the Tenant was duly served as of November 29, 2022 and I proceeded with the hearing in their absence.

The Landlord was cautioned that recordings of the hearing were not permitted pursuant to *Rule 6.11* of the *Residential Tenancy Branch Rules*. The Landlord confirmed their understanding of this requirement and further confirmed they were not making recordings of the hearing.

I have reviewed all oral and written evidence before me that met the requirements of the *Residential Tenancy Branch Rules of Procedure*. However, not all details of the Landlord's submissions and or arguments are reproduced here; further, only the evidence specifically referenced by the Landlord and relevant to the issues and findings in this matter are described in this Decision.

#### Issues to be Decided

- 1. Has the Tenant breached the *Act* or tenancy agreement, entitling the Landlord to an Order of Possession and monetary relief?
- 2. Should the Landlord be authorized to retain the Tenant's security deposit?
- 3. Should the Landlord recover the filing fee?

#### Background and Evidence

The Landlord testified as to the terms of the tenancy as follows: the tenancy began September 1, 2022; monthly rent was payable in the amount of \$1,200.00; and, the Tenant paid a security deposit in the amount of \$600.00.

The Tenant failed to pay the full amount of rent for the month of September, paying only \$800.00 of the \$1,200.00 owing. The Tenant also failed to pay the October rent. As a result, the Landlord issued the Notice indicating the sum of \$1,600.00 was outstanding as of October 1, 2022.

The Notice was served by posting to the rental unit door on October 20, 2022. Section 90 of the *Act* provides that documents served in this manner are deemed served three days later. Accordingly, I find that the Tenant was served with the Notice as of October 23, 2022.

The Notice informed the Tenant that the Notice would be cancelled if the rent was paid within five days of service, namely, October 28, 2022. The Notice also explains the

Tenant had five days from the date of service to dispute the Notice by filing an Application for Dispute Resolution. The Landlord confirmed that the Tenant failed to pay the rent and failed to make an application.

#### Analysis

The Landlord issued the Notice pursuant to Section 46 of the *Act* which provides as follows:

# Landlord's notice: non-payment of rent

- **46** (1)A landlord may end a tenancy if rent is unpaid on any day after the day it is due, by giving notice to end the tenancy effective on a date that is not earlier than 10 days after the date the tenant receives the notice.
- (2)A notice under this section must comply with section 52 [form and content of notice to end tenancy].
- (3)A notice under this section has no effect if the amount of rent that is unpaid is an amount the tenant is permitted under this Act to deduct from rent.
- (4) Within 5 days after receiving a notice under this section, the tenant may
  - (a)pay the overdue rent, in which case the notice has no effect, or
  - (b) dispute the notice by making an application for dispute resolution.
- (5) If a tenant who has received a notice under this section does not pay the rent or make an application for dispute resolution in accordance with subsection (4), the tenant
  - (a)is conclusively presumed to have accepted that the tenancy ends on the effective date of the notice, and
  - (b)must vacate the rental unit to which the notice relates by that date.

(6)If

(a)a tenancy agreement requires the tenant to pay utility charges to the landlord, and

(b) the utility charges are unpaid more than 30 days after the tenant is given a written demand for payment of them,

the landlord may treat the unpaid utility charges as unpaid rent and may give notice under this section.

A tenant must pay rent when rent is due; this requirement is set forth in section 26 of the *Act* which reads as follows:

# Rules about payment and non-payment of rent

**26** (1)A tenant must pay rent when it is due under the tenancy agreement, whether or not the landlord complies with this Act, the regulations or the tenancy agreement, unless the tenant has a right under this Act to deduct all or a portion of the rent.

There are only four occasions when a tenant has the right to withhold rent:

- 1. When the Landlord accepts a security deposit over and above the allowable amount (section 19(2));
- 2. When the Landlord accepts rent over and above the allowable amount (section 43(5));
- 3. When an Arbitrator authorizes a Tenant to withhold rent (section 72(2)(a)); and,
- 4. When the Tenant makes emergency repairs under the circumstances prescribed in section 33 of the *Act*

In the case before me I find the Tenant had no such legal authority to withhold rent.

I therefore find that the Tenant failed to pay rent as required by the tenancy agreement and section 26 of the *Residential Tenancy Act*.

I accept the Landlord's testimony that he served the Notice on the Tenant on October 20, 2022. I find that the Tenant did not pay the outstanding rent and did not apply to dispute the Notice within the five days required by section 46(4) and is therefore conclusively presumed pursuant to section 46(5) of the *Act* to have accepted that the tenancy ended on the effective date of the Notice.

I have reviewed the Notice and find that it complies with section 52 in terms of form and content; consequently, and pursuant to section 55 of the *Act*, I find that the Landlord is entitled to an Order of Possession effective **two (2) days** after service on the Tenant. This Order may be filed in the Supreme Court and enforced as an Order of that Court.

I dismiss, with leave to reapply, the Landlord's Application for a Monetary Order. As discussed during the hearing, service by posting to the rental unit door is effective service of an Application for an Order of Possession, but is insufficient for a Monetary Order pursuant to section 89 of the *Residential Tenancy Act*; for greater clarity, I reproduce this section as follows:

#### Special rules for certain documents

- **89** (1) An application for dispute resolution or a decision of the director to proceed with a review under Division 2 of Part 5, when required to be given to one party by another, must be given in one of the following ways:
  - (a) by leaving a copy with the person;
  - (b) if the person is a landlord, by leaving a copy with an agent of the landlord;
  - (c) by sending a copy by registered mail to the address at which the person resides or, if the person is a landlord, to the address at which the person carries on business as a landlord;
  - (d) if the person is a tenant, by sending a copy by registered mail to a forwarding address provided by the tenant;
  - (e) as ordered by the director under section 71 (1) [director's orders: delivery and service of documents].
  - (2) An application by a landlord under section 55 [order of possession for the landlord], 56 [application for order ending tenancy early] or 56.1 [order of possession: tenancy frustrated] must be given to the tenant in one of the following ways:
    - (a) by leaving a copy with the tenant;
    - (b) by sending a copy by registered mail to the address at which the tenant resides;
    - (c) by leaving a copy at the tenant's residence with an adult who apparently resides with the tenant;
    - (d) by attaching a copy to a door or other conspicuous place at the address at which the tenant resides;
    - (e) as ordered by the director under section 71 (1) [director's orders: delivery and service of documents].
  - (3) A notice under section 94.21 [notice of administrative penalty] must be given in a manner referred to in subsection (1).

As the Landlord served the Tenant with the Notice of Dispute Resolution Hearing by posting to the door, this service is only effective for his request for an Order of Possession pursuant to section 89(2) and not for his request for a Monetary Order.

# Conclusion

The Tenant failed to pay rent and did not file to dispute the Notice to End Tenancy. The Tenant is presumed under the law to have accepted that the tenancy ended on the effective date of the Notice to End Tenancy.

The Landlord is granted an Order of Possession.

The Landlord's request for a Monetary Order and authority to retain the security deposit and interest in partial satisfaction of the claim is dismissed with leave to reapply.

This Decision is final and binding on the parties, except as otherwise provided under the Act, and 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: March 29, 2023

Residential Tenancy Branch