



2025 ANNUAL RENT ADJUSTMENT MAXIMUM RATE

Effective July 1, 2025, the annual rent adjustment maximum rate will be 7.7%.

The Tenant Protection Program annual rent adjustment is based on **5% plus the percentage of the annual increase in the California Consumer Price Index (CPI)** for All Urban Consumers for all items, if any.

The annual rent adjustment maximum is determined annually based on the April CPI as calculated by the California Department of Industrial Relations (DIR) and released in mid-June. The DIR calculated the *April 2025 CPI at 2.7%*. **In accordance with Sacramento City Code 5.156.050 (A), the annual rent adjustment cannot exceed the maximum allowed.**

A tenant may not waive this limitation on the increase in rent and rent cannot be increased more than once every 12 months. Landlords who increase the rent above the annual rent adjustment maximum and/or more than once every 12 months are subject to administrative penalties up to \$25,000.

If you have any questions or need any additional information regarding the Tenant Protection Program and rent increase limits, please visit our website at www.cityofsacramento.org/tpp. Or, contact our office at 916-808-8121 or via email at tpp@cityofsacramento.org.