



**Order under Section 126
Residential Tenancies Act, 2006**

File Number: LTB-L-075773-24

In the matter of: Unit 1, 1588 Marcoux Drive, Orleans, Ontario,
K13 2K6

Between: John Kmetc Landlords
Natalie Tarkpea

And

Debbie Armstrong Tenant

John Kmetc and Natalie Tarkpea (the 'Landlords') applied for an order permitting the rent charged to be increased by more than the guideline for one or more of the rental units in the residential complex.

A Case Management Hearing took place by videoconference on January 15, 2026.

The following parties attended the hearing: The Landlords, John Kmetc, Natalie Tarkpea and the Tenant, Debbie Armstrong.

At the Case Management Hearing the parties agreed to the following:

- a) The maximum rent increase above the guideline because of capital expenditures is 4.50 %. This increase is for the following capital expenditures:
 - a. Gas Furnace; and
 - b. AC Unit and Evaporator Coil.
- b) Where the Landlords' application requests an increase of 4.77%, the maximum increase above the guideline for these units is 4.50%. This increase is to be taken as follows: 3.00% in the first year and 1.50% in the second year.
- c) The weighted useful life for the capital expenditures is 20 years.
- d) The first effective date of the rent increase above the guideline is January 1, 2025.

On consent of the parties, it is ordered that:

1. The Landlords may increase the rents charged by 4.50% for the units set out in Schedule 1.
2. The percentage increase set out in paragraph 1 is to be taken as follows:
 - a. The Landlords may increase the rents charged by 3.00% within the time period of January 1, 2025 to December 31, 2025; and
 - b. The Landlords may increase the rents charged by 1.50% within the time period of January 1, 2026 to December 31, 2026.
3. The percentage increase set out in paragraph 1 may be taken in addition to the annual guideline in effect on the increase date for the unit.
4. The Landlords or the Tenant shall pay to the other any sum of money that is owed as a result of this order within 30 days of the date of this order.

February 12, 2026
Date Issued

Sarah Visnovec
Hearings Officer, Landlord and Tenant Board

15 Grosvenor Street, Ground Floor
Toronto ON M7A 2G6

If you have any questions about this order, call 416-645-8080 or toll free at 1-888-332-3234.

Important Notes:

1. The Landlords may increase the rent charged by the ordered increase within the time period specified if at least 12 months have passed since the last rent increase or since the tenant moved in, and if the landlord has given the Tenant at least 90 days proper Notice of Rent Increase.
2. If the Landlords have given a Notice of Rent Increase for a rent increase that is less than the ordered increase, the Landlords may only take the rent increase set out in the Notice.
3. If the Tenant's rent is increased pursuant to the percentage increase ordered for capital expenditures and the same Tenant remains in the unit after the expiration of the weighted useful life for capital expenditures, then the rent will be reduced. Refer to Schedule 1 for information about the date and amount of the rent reduction.
4. The annual guideline for 2025 is 2.50% and for 2026 is 2.10%.

Schedule 1 - Rent Reduction related to Capital Expenditures

A. Date of Rent Reduction

If the Tenant's rent is increased based on capital expenditures during the period 2025 then:

The date of the rent reduction will be the day before:

- the date of the Tenant's first rent increase under this order, plus
- the number of years for the weighted useful life for capital expenditures for the unit (set out in this order).

Example:

If the Tenant's rent was increased on June 1, 2021 and the weighted useful life for capital expenditures is 10 years, then the rent will be reduced on May 31, 2031.

If the Tenant's rent was *not* increased based on capital expenditures during the period 2025 but was increased during the later periods set out in the order then:

The date of the rent reduction will be the day before:

- the First Effective Date of Rent Increase in this order, plus
- the number of years for the weighted useful life for capital expenditures for the unit (set out in this order).

Example:

If the first effective date of increase in this order is April 1, 2021 and the weighted useful life for capital expenditures is 10 years, then the rent will be reduced on March 31, 2031.

B. Amount of Rent Reduction

If the Tenant's rent is increased by the total percentage increase set out in this order then:

The rent must be reduced by the total percentage increase set out in this order for capital expenditures.

If the Tenant's rent is *not* increased by the total percentage increase set out in this order then:

The rent must be reduced by an amount determined in accordance with the prescribed rules which may be equal to or less than the total percentage increase set out in this order for capital expenditures.