#### Anabella Mayorga

From:

jwapartments@aol.com

Sent:

Monday, March 17, 2025 9:18 PM

To:

House Judiciary Committee

Subject:

Oppose H5503

**Attachments:** 

just\_cause\_eviction\_talking\_points.pdf; just\_cause\_eviction\_fact\_sheet\_final.pdf

#### Dear Committee Clerk DiMezza,

Please find attached information from the national apartment association in regards to just cause eviction laws. I was hoping these could be shared with the committee. I oppose H5503 because it eliminates a landlord's ability to decide not to renew a lease at the end of its term and imposes rent control by capping annual rent increases at 4%, despite the rapidly rising costs of property maintenance, insurance, taxes, utilities, etc. Rent control has been proven by academic studies to be a failure.

Sincerely, Gregory Weiss 220 Waterman St. Providence RI 02906

Realtor and Property Manager



# ISSUETALKING POINTS

### **Just Cause Eviction**

- Just cause (also known as "good cause") eviction does more harm than good.
- Just cause eviction requirements inhibit owners and managers from effectively managing their properties and put good residents at-risk by limiting the ability of housing providers to remove problem residents.
- Such requirements impede a property manager's ability to quickly respond to concerns from resident, community groups and surrounding neighbors i.e. noise, criminal activity and threatening behavior by residents or their guests at apartment communities.
- When issues arise, community residents are subjected to living on the
  property without relief while the investigative and judicial process to
  convict an individual of a crime takes time. The outcome is good residents
  move out.
- This process also pits neighbor against neighbor. Under a just cause eviction regime, owners and managers would have to rely on crucial evidence to evict problem residents including testimony by residents against their neighbors.
- Residents are unlikely to testify in opposition to harassing or even dangerous residents as this would place them in harm's way.
- These policies foster an adversarial relationship between rental property owners and the residents over time as residents become frustrated with the inability of property owners to act on their complaints.
- Increasing the burden of proof for eviction increases owners and operators' legal liability and adds to operating costs for rental properties.
   And resident turnover costs money. It can add up to thousands of dollars when lost rent, repairs and marketing of rental properties are factored in.
- The costs add up and will eventually be shouldered by residents in the form of rent.



# ISSUE FACT SHEET

### **Just Cause Eviction**

As affordable housing and renter displacement concerns gain more prominence in the nation's cities, renters' rights advocates are pushing local governments to adopt just cause eviction measures. Proponents of just cause contend long term residents are unfairly being displaced and require protection from unscrupulous owners. In actuality, just cause eviction restrictions hurt residents by severely limiting property owners' ability to respond quickly to resident concerns and remove disruptive or threatening residents. Such policies destabilize rental communities, often conflict with state problem property laws and disincentivize investment in rental housing.

Under a just cause (also known as "good cause") eviction regime, a housing provider is only permitted to evict a resident for reasons explicitly listed under law. Common reasons for eviction under current just cause laws include:

- Nonpayment of rent;
- Lease violation that remains uncorrected after notice is given by the owner;
- Engaging in criminal activity on the property;
- Nuisance or causing substantial damage to the property;
- Interfering with the safety or enjoyment of the owner or other residents;
- The owner seeks to demolish, substantially rehabilitate or remove the unit from the rental market.

While the protections themselves appear reasonable at first glance, in practice they destabilize apartment communities by preventing owner-operators from effectively managing their properties. For example, just cause policies essentially eliminate a property owner or operator's right to serve a nonrenewal notice on a resident at the end of the lease term, essentially granting residents an indefinite lease. They require an owner to "show cause" and obtain a court order to terminate a lease. Meeting the legal standard required to prove a resident is disruptive requires detailed record keeping on the part of the owner and corroborating testimony of affected residents against neighbors. This can be difficult to obtain, particularly in the case of drug and gang related activities. Residents may refrain from testifying, fearing retaliation from the individuals in question.

Over time, just cause eviction policies strain the owner-resident relationship as residents become frustrated with the inability of property owners to act on their complaints. They inhibit housing providers from effectively managing their properties and put good residents at-risk by limiting the ability of housing providers to remove problem residents. When issues arise, community residents are subjected to living on the property without relief while the

## ISSUE FACT SHEET

investigative and judicial process to convict an individual of a crime runs its course. The outcome is good residents move out.

Apartment owners and operators are in the business of providing housing to members of their community. As a good business practice, owners and operators want long-term residents and strive to avoid evictions where possible due to the expensive process of managing resident turnover. Proponents' arguments to the contrary ignore the costs a property owner incurs throughout the eviction process. According to Greystar, units cost an owner up to \$5,000 per month when you factor in lost rent, make-ready costs, advertising, and incentives to get the unit leased. While eviction is unfortunately a necessary part of doing business, high turnover costs mean eviction is used only after all other remedies are exhausted.

Lastly, Policymakers should consider the long-term impacts overregulation when assessing the viability of policy options, as doing so generally results in disinvestment in rental housing. For example, in a study commissioned by the city of Seattle, the University of Washington found that legislation targeting owners has led to, and is leading to, an increase in owners selling rental properties (40% of respondents). This is especially true for mom-and-pop landlords (47% of respondents own / manage 1 unit). Every time owners sell, rents increase for the community overall. Investors with options and flexibility will look to invest in places without the threat of burdensome mandates, where they will not face the same financial and administrative costs and challenges.

#### **NAA Viewpoint**

NAA opposes the adoption of just cause eviction laws. Such requirements adversely shift the balance in the landlord and tenant relationship to the detriment of residents and the community as a whole. These policies put good residents at-risk by limiting the ability of housing providers to manage their properties and act quickly to remove problem residents.

<sup>&</sup>lt;sup>1</sup> https://www.multifamilvexecutive.com/property-management/apartment-trends/time-is-money-reducing-unit-turnover-time o

<sup>&</sup>lt;sup>2</sup> Crowder, Kyle. "Seattle Rental Housing Study." University of Washington Center for Studies in Demography and Ecology. June 2018.