

May 21, 2024

Re: Testimony in Support of SB 245

To Chair Reynolds, Vice Chair Johnson, and members of the Senate Select Committee on Housing:

Thank you for the opportunity to provide a national perspective on SB 245, which would provide a right to full representation for low-income tenants facing eviction. My organization, the National Coalition for a Civil Right to Counsel, has been involved in all twenty three successful eviction right to counsel enactments to date, and we are currently supporting efforts in 80 other cities, counties, and states around the country. By passing this bill, Ohio would become the sixth state to enact a right to counsel for tenants, joining Washington State, Maryland, Connecticut, Minnesota, and Nebraska.

Eviction cases potentially implicate virtually every basic human need a family can have: safety, mental and physical health, child custody, employment, education, and so on. Yet in a <u>study by Case Western Reserve University</u>, only 1.1% of tenants in Cleveland had access to legal counsel, compared with 65.6% of landlords, prior to the enactment of right to counsel in 2019. This massive representational disparity is echoed in our <u>national data</u>, which shows about 4% of tenants represented compared to 83% of tenants. And this disparity has led to the evictions process becoming a pro forma procedure devoid of due process that nearly always yields the same result regardless of the facts or law. In Baltimore, where only 1% of tenants had representation prior to the passage of a right to counsel, a <u>study</u> found that 80% of tenants had a potential defense to eviction but only 8% successfully did so without representation.

Conversely, where right to counsel has been enacted, tenants have stayed in their homes or otherwise improved their housing stability. New York City, the first to provide such a right and the city with the most evictions in the country, has seen 84% of tenants remaining in their homes while the eviction filing rate dropped by 30% from 2014 to 2019. San Francisco saw a 10% filing rate drop in just one year, and nearly 60% of all represented tenants are staying housed. In Cleveland, 81% of tenants represented by counsel are avoiding eviction or an involuntary move. Michigan has seen similar success: a study of the statewide Eviction Diversion Program found that 97% of tenants receiving full representation avoided eviction.

Even in cases where there are no apparent legal defenses, lawyers take critical action to help tenants secure future housing by obtaining extra time to move (which also helps ensure tenants do not lose their belongings), reducing rent arrears, and negotiating to have the eviction not on the tenant's record. A <u>California study</u> found where tenants had to move, 71% of represented tenants had obtained a new rental unit one year later, compared to only 43% of pro se tenants.

Lastly, the state stands to reap significant financial benefits from providing a right to counsel. Stout, a financial analysis company that has produced extensive right to counsel reports in a number of cities, has <u>consistently found</u> not only that a right to counsel leads to more than 90% of tenants avoiding disruptive displacement, but that **a right to counsel saves millions more than it costs up front.** For instance, in Philadelphia, they found that a \$3.5 million investment in right to counsel would yield \$45 million in savings. In Cleveland, a <u>report</u> estimated that "Cleveland and Cuyahoga County likely

realized combined economic benefits of between \$11.8 million and \$14 million from July 1, 2020 through December 31, 2022. During the same period, the total investment in RTC-C was \$4.5 million, resulting in an estimated return on investment of between \$2.62 and \$3.11."

We applaud SB 245's provision of full legal representation for those tenants who are income eligible, as studies have shown that full representation provides vastly better results. For instance, a <u>California study</u> found that tenants with full representation stayed in their units three times as often as those receiving limited legal assistance or no legal assistance, and none of the full representation tenants paid their landlords anything, compared to over 50% of tenants with limited assistance. When tenants did have to move, the fully represented tenants were given twice as long to do so.

We are happy to answer any questions you may have, as we have done for policymakers in many other jurisdictions. Material we could cover includes cost/funding questions, implementation and scale up, experience in other jurisdictions, and more.

Thank you for your consideration of this important bill.

Sincerely,

John Pollock

Coordinator, NCCRC