

Maryland Consumer Rights Coalition

## Testimony to the House Judiciary Committee HB 521: Landlord and Tenant - Repossession for Failure to Pay Rent - Shielding of Court Records Position: Favorable

March 2, 2022

The Honorable Luke Clippinger, Chair House Judiciary Committee House Office Building, Room 101 Annapolis, Maryland 21401 cc: Members, House Judiciary Committee

Honorable Chair Clippinger and Members of the Committee:

The Maryland Consumer Rights Coalition (MCRC) is a statewide coalition of individuals and organizations that advances economic rights and financial inclusion for Maryland consumers through research, education, direct service, and advocacy. Our 8,500 supporters include consumer advocates, practitioners, and low-income and working families throughout Maryland.

We are writing today in support of HB 521.

The bill would allow for the shielding of eviction records in failure to pay rent cases that stem from a loss of income related to the Covid-19 pandemic. For many tenants, having an eviction on their record – even if the case was ultimately dismissed or the court ruled in the tenant's favor - will adversely affect their ability to rent another property or access affordable housing opportunities in the future. The prevalence of nonpayment of rent filings in Maryland, which are often used as a debt collection tool in Maryland, makes the threat of losing out on housing opportunities based on failure to pay rent filings very real for many tenants.

Moreover, House Bill 521 provides an essential relief for Marylanders impacted by the COVID-19 pandemic. While the CDC's COVID-19 eviction moratorium provided some relief for Maryland families, more protections are needed to ensure that Marylanders experiencing the continual waves of the pandemic are able to maintain and access new housing.

MCRC's Tenant Advocacy program empowers tenants to advocate for themselves by providing information about housing rights and responsibilities, legal information, mediation, and referrals to other nonprofits and legal services. The requests we have received for assistance with eviction have increased by 36% over 2020. COVID-19 has exponentially increased the housing insecurity impacting Maryland tenants.

In 2021, our Tenant Advocacy program received 1271 complaints from Maryland residents statewide. Of those 1271, 800 were related to eviction. The bill would ensure that in a case filed against a tenant



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where the tenant prevailed or a dismissal was entered, or if the tenant exercised the right of redemption ("pay to stay"), then the record will be shielded and not be held against a tenant in their efforts to find housing in the future.

This change to the eviction process is long overdue, and carries racial justice implications as most families affected by eviction and the lack of affordable housing are non-white households. Only 17% of our 512 tenants who needed assistance with eviction in 2020 were white. In a 2020 Baltimore City eviction study it was found that the number of Black eviction removals is 3 times higher (195% more) than white evictions and 46% more female headed households were removed from their homes as compared to male headed households.<sup>1</sup> Shielding records is a powerful solution that mitigates the harm of evictions and ensures that tenants are able to secure alternate housing and avoid homelessness.

Maryland should join the nationwide movement pushing for the shielding and sealing of eviction records. Since 2021 Nevada, Oregon, and Minnesota allow courts to expunge eviction records on a case-by-case basis. California automatically seals records and The District of Columbia passed a sealing law as a pandemic-era measure and is now considering making it permanent.<sup>2</sup> Maryland should join these jurisdictions in recognizing that shielding records is not only a matter of protecting tenants' rights, but also an issue of racial justice.

For all these reasons, we support HB 521 and ask for a favorable report.

Best,

Marceline White Executive Director

<sup>&</sup>lt;sup>1</sup> https://evictions.study/maryland/report/baltimore.html

<sup>&</sup>lt;sup>2</sup> https://theappeal.org/the-lab/report/erasing-the-scarlet-e-of-eviction-records/