

January 12, 2023

Dear Seattle City Council Members and Mayor Harrell,

We are writing to urge you to pass legislation limiting late fees for renters to \$10 per month. In the past several years, five jurisdictions in King County have passed laws limiting late fees. The cities of Auburn and Burien have capped late fees at \$10 per month. Kenmore, Redmond, and unincorporated King County have capped late fees at 1.5% of monthly rent.

Currently, there is no state regulation on how much landlords can charge in late fees. Many landlords charge a flat rate of anywhere from \$50-200 and then a daily fee of \$5-50 until rent is paid in full, meaning if a tenant is even five or six days late on rent, they now owe an additional \$70-400. This sets renters up to drown in debt and makes it near impossible to catch up. Mistakes happen; there can be an accounting delay resulting in a late paycheck, or something goes awry with public benefits, or an unexpected expense comes up. If someone is unable to pay their rent on time, how can they pay steep fees on top of that?

The main impact of punitive late fees is to destroy a person's credit history; as state law stands, a renter cannot be evicted for late fees and the courts only require them to pay up to \$75 of late fees once an eviction process has started. The argument that limiting late fees will cause tenants to de-prioritize rent payments does not hold water. Even during a worldwide pandemic, with eviction moratoriums in place, renters continued to prioritize rent over medical bills, food, and other household necessities. As they say, "the rent eats first." All large late fees accomplish is punishing the most vulnerable members of our community even when they've gotten caught up on rent.

We ask you to match the high standard set by Auburn and Burien and cap late fees in Seattle at \$10 per month.

Sincerely,

Members of the Stay Housed Stay Healthy coalition:

350 Seattle

Be:Seattle

Eastside For All

Eastside Legal Assistance Program

El Centro de la Raza

Faith Action Network

Housing Justice Project

Housing Justice Work Group - Seattle DSA

InterIm CDA

Lake City Taskforce on Homelessness

LGBTQ Allyship

Nickelsville

Northshore Social Justice Action Group

North Urban Human Services Alliance (NUHSA)

PROTEC17

Queer The Land

Real Change

Resident & Fellow Physician Union - Northwest

SHARE (Seattle Housing and Resource Effort)

Share The Cities Organizing Collective

Solid Ground

Taking Black Pride SEA

Tenant Law Center

Transit Riders Union

Trans Women of Color Solidarity Network - House of Constance Project

Urban League of Metropolitan Seattle

Washington Build Back Black Alliance

Washington Physicians for Social Responsibility

Washington Working Families Party

WHEEL (Women's Housing Equality and Enhancement League)