# 4 Ways to Avoid Discriminating **Against Families with Children**

Page 7

Portland vs. Nation in Rental Trends

Page 8

# **Landlords Resist New Tenant-Screening Ordinance**

Page 6



LLEY

**EUGENE · SALEM · ALBANY · CORVALLIS** 

rentalhousingjournal.com · Rental Housing Journal, LLC

Published in association with Multifamily NW and Rental Housing Alliance Oregon



# How to Pick **Perfect Paint**

As the weather improves this spring, it is time to consider changing or improving the exterior paint color for your rental property so here is a quick guide in this week's maintenance checkup from Keepe. Choosing exterior paint colors can be tricky, especially for a multifamily property where you have to keep in mind the variety of styles your tenants favor.

A paint job is a quick way to upgrade your property's value and curb appeal. Tenants will be pleased with the upgrade and that boost in morale will often result in happier tenants. In this guide, you will find what color of paint to use, how to pick a complementary color, and why you should be painting your property.

# How To Pick the Perfect **EXTERIOR PAINT COLOR**

When you update your exterior with a fresh paint job, be sure to think carefully about what colors you will be using.In general you should stick to timeless finishes, in other words neutral paint colors. To appeal to the masses, stick to colors such as beige,

See 'Picking' on Page 8

# Portland Rents Fall in April

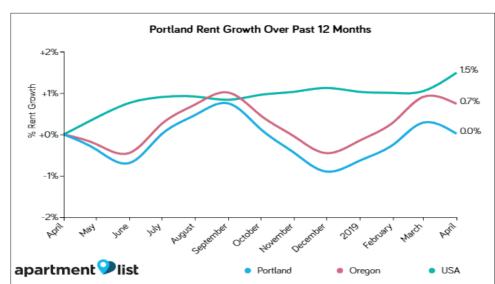
APARTMENT LIST

Portland rents declined 0.3% in April, but have been relatively flat in comparison to the same time last year, according to the latest report from Apartment List.

Currently, median rents in Portland stand at \$1,130 for a one-bedroom apartment and \$1,330 for a two-bedroom. Portland's year-over-year rent growth lags the state average of 0.7%, as well as the national average of 1.5%.

#### BEAVERTON RENTS INCREASE SHARPLY IN APRIL

Beaverton rents have increased 0.8% over the past month, and are up moderately by 2.5% in comparison to the same time last year. Currently, median rents in Beaverton stand at \$1,510 for a one-bedroom apartment and \$1,780 for a two-bedroom. This is the third straight month that the city has seen rent increases after a decline in January. Beaverton's year-over-year rent growth leads the state average of 0.7%, as well as the national average of 1.5% (see graphic on page 8).



### RENTS RISING ACROSS CITIES IN THE PORTLAND METRO

Throughout the past year, rents have remained steady in the city of Portland, but other cities across the metro have seen rents increase.Of the largest 10 cities that Apartment List has data for in the Portland metro, all of them have seen

prices rise. Oregon as a whole logged rent growth of 0.7% over the past year.

Here's a look at how rents compare across some of the largest cities:

• Hillsboro is the most expensive of all Portland metro's major cities, with a median two-bedroom rent of \$2,080; of

See 'Portland Rents' on Page 8

# **Tenant Screening Ordinance Delayed**

RENTAL HOUSING JOURNAL

Further action on a controversial Portland tenant screening ordinance has been delayed until at least May, according to several reports. Landlords told the Portland City Council (at right) in early April that the new proposed tenant screening ordinance was unnecessary.

Most landlords testifying before the Portland City Council on the proposed new city regulations on tenant screening and deposits were opposed to the new rules for various reasons. Now the ordinance's main backer, Commissioner Chloe Eudaly, has delayed the vote on the new renter protections she is proposing, according to the Portland Tribune.

Eudaly's policy director, Jamey Duhamel, told Willamette Week the possible changes contemplated at City Hall are focused on whether there's a way to make the requirements less onerous for the real estate industry while still requiring accountability and enforcement. "I feel really confident we're working well with our colleagues and that what we bring back on May 23 is going to be a really solid policy in mitigating discrimination in rental housing."

The ordinance, supported by tenants' rights groups, would restrict the way landlords screen tenants before they sign a lease, with the aim of addressing discrimination and requiring more consideration for people who have

criminal records. However, landlords are opposed for several reasons.

"Our members are grateful that city council is delaying the vote to consider ways to make the ordinance meet everyone's needs," said Deborah Imse, executive director of Multifamily NW, the largest rental housing provider group in Oregon, in an interview with the Portland Tribune. "Multifamily NW has made a number of suggestions to city See 'Council' on Page 6

Published In Conjunction With:





Colorado











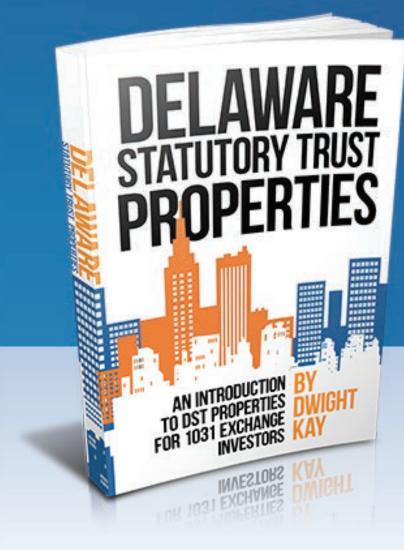




# SIGN UP TODAY FOR FREE 1031 PROPERTY LISTINGS DELIVERED TO YOUR INBOX!

**DST, TIC, AND NNN PROPERTY LISTINGS** 





Call 1 (855)466-5927 or Visit Us Online at www.kpi1031.com YOU WILL ALSO GET A
FREE BOOK
ON 1031 EXCHANGES!

#### **About Kay Properties and Investments, LLC:**

Kay Properties and Investments, LLC is a national Delaware Statutory Trust (DST) investment firm with offices in Los Angeles, San Diego, San Francisco, Seattle, New York City and Washington DC. Kay Properties team members collectively have over 114 years of real estate experience, are licensed in all 50 states, and have participated in over \$9 Billion of DST real estate. Our clients have the ability to participate in private, exclusively available, DST properties as well as those presented to the wider DST marketplace; with the exception of those that fail our due-diligence process. To learn more about Kay Properties please visit: http://www.kpi1031.com

This material does not constitute an offer to sell nor a solicitation of an offer to buy any security. Such offers can be made only by the confidential Private Placement Memorandum (the "Memorandum"). Please read the entire Memorandum paying special attention to the risk section prior investing. This material contains information that has been obtained from sources believed to be reliable. However, Kay Properties and Investments, LLC, WealthForge Securities, LLC and their representatives do not guarantee the accuracy and validity of the information herein. Investors should perform their own investigations before considering any investment. IRC Section 1031, IRC Section 1033 and IRC Section 721 are complex tax codes therefore you should consult your tax or legal professional for details regarding your situation. This material is not intended as tax or legal advice.

There are material risks associated with investing in real estate, Delaware Statutory Trust (DST) properties and real estate securities including illiquidity, tenant vacancies, general market conditions and competition, lack of operating history, interest rate risks, the risk of new supply coming to market and softening rental rates, general risks of owning/operating commercial and multifamily properties, short term leases associated with multi-family properties, financing risks, potential adverse tax consequences, general economic risks, development risks and long hold periods. There is a risk of loss of the entire investment principal. Past performance is not a guarantee of future results. Potential cash flow, potential returns and potential appreciation are not guaranteed. For an investor to qualify for any type of investment, there are both financial requirements and suitability requirements that must match specific objectives, goals and risk tolerances. Securities offered through WealthForge Securities, LLC. Member FINRA/SIPC. Kay Properties and Investments, LLC and WealthForge Securities, LLC are separate entities.

# Sponsored Content

# Is Net Lease Property the Way to go for Your 1031 Exchange?

# By Chay Lapin Senior Vice President, Kay Properties and Investments

Are you considering whether to purchase and manage a (NNN) Net Lease Property on your own? Here is a case study to help as you consider purchasing NNN properties versus alternative options such as DSTs.\*

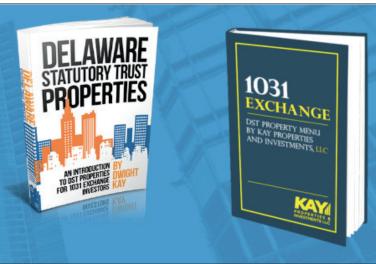
# 1. Are you prepared for the potential active management? NNN properties are only passive if everything goes well. What happens if they do not?

If an NNN Property goes dark (tenant moves out) or bankrupt, are you ready to search for a new tenant, negotiate a new lease, negotiate with tenants and lenders, pay lawyers, manage leasing agents, higher contractors to renovate, etc. We have had clients 1031 exchanging out of their NNN properties because their NNN broker communicated half truths about NNN being a turnkey option. NNN's are great — until they're not. Investors are exchanging out of NNN nightmare situations that an NNN broker didn't walk them through the potential downfalls of NNN properties all too often...

# 2. Are you willing to take a multimillion-dollar company to court?

We have seen large companies bully their way out of a lease agreement because the landlords/building owners are too small to afford a costly litigation. Therefore, the owner has been left with tens of thousands of dollars in maintenance costs or unpaid/ reduced rent. Not only does this negatively impact your potential cash flow, it also impacts the overall value of the building and your family's financial security. Many NNN investor clients that we worked with that were told by their NNN broker they were buying a "safe" property have found themselves with properties valued at significantly lower values and lesser returns. Although corporate tenants can do this to anyone. This is more difficult for these companies to do when the landlord is represented by a real estate equity firm with hundreds of millions or billions of dollars of real estate under management which is why the DST may be a fit for investors afraid of these scenarios.

3. Are you prepared to do your own comprehen-



# sive due diligence required to purchase an NNN property that is such a large component of your wealth?

On all our DST properties, we conduct/review lease audits, environmental reports, insurance audits, building inspections, economic/demographic surveys, and we send someone to conduct onsite inspections. This can be a very costly and a time-consuming process that many NNN buyers don't have the time or experience to do themselves. Has your broker done that for you or are you prepared to do this on your own?

# 4. Do you feel comfortable with all your eggs in a single NNN basket?

Putting a large component of one's wealth into a single NNN asset is simply not wise. Why would one invest in a single NNN property, when you can get access to the similar type of NNN properties but in a diversified strategy whereby you don't have all of your eggs in one basket? \*\*

# 5. One of the greatest questions 1031 clients ask themselves is, "What kind of legacy will I leave my family when I am gone?"

Are your spouse or heirs able to take on any of the above situations if you are not around to manage these issues? Selling a property years into the lease can result in pennies on the dollar, especially if there are issues and they will be left to negotiate lease terms with a large fortune 500 company. Many NNN investor clients that we worked with choose DST investments since the sponsor company will

be handling these items and not their wife/heirs who may not have the real estate experience to properly asset manage a NNN property.

\*These examples are the experiences of a few of our clients and may not represent the experiences of others. Past performance does not guarantee or indicate the likelihood of future results.

\*\*Diversification does not guarantee profits or protect against losses.

# USING (DST) PROPERTIES AS OPPOSED TO NNN PROPERTIES FOR YOUR EXCHANGE:

- Diversification Don't put all your eggs into one basket!
- You can often close on a DST in 2-3 days helps to potentially reduce 1031 exchange closing risk.
- Non-recourse financing with DSTs as opposed to partial and full recourse with NNN properties.
- Back up Use a DST as a backup ID in case your NNN deal falls apart.
- DST as a home for leftover funds to cover your exchange and avoid boot.
- Professional asset and property management in place.

## Access to Quality Real Estate

Often times, 1031 investors are selling a property that comprises a substantial amount of their net worth. DST 1031 properties provide access to real estate that is often otherwise outside of an individual investor's price point. With the typical minimum investment of \$100,000, investors are still able to purchase an ownership interest in large \$20 million-plus apartment communities, \$5 million-plus pharmacies or \$15 million grocery stores, for example. This allows investors access to a level of real estate that they just would not have been able to exchange into before.

That being said, we also have had many clients with very large 1031 exchanges opt to invest in multiple DST 1031 properties/offerings because they did not want to place "all their eggs into one basket" by purchasing one single, large NNN investment property.

For a list of current DST offerings available at Kay Properties please visit www.kpi1031.com or call 1.855.466.5927.

#### About Kay Properties and Investments, LLC:

Kay Properties and Investments, LLC is a national Delaware Statutory Trust (DST) investment firm with offices in Los Angeles, San Diego, San Francisco, Seattle, New York City and Washington DC. Kay Properties team members collectively have over 114 years of real estate experience, are licensed in all 50



states, and have participated in over \$9 Billion of DST real estate. Our clients have the ability to participate in private, exclusively available, DST properties as well as those presented to the wider DST marketplace; with the exception of those that fail our due-diligence process. To learn more about Kay Properties please visit: www.kpi1031.com

This material does not constitute an offer to sell nor a solicitation of an offer to buy any security. Such offers can be made only by the confidential Private Placement Memorandum (the "Memorandum"). Please read the entire Memorandum paying special attention to the risk section prior investing. This email contains information that has been obtained from sources believed to be reliable. However, Kay Properties and Investments, LLC, WealthForge Securities, LLC and their representatives do not guarantee the accuracy and validity of the information herein. Investors should perform their own investigations before considering any investment. IRC Section 1031, IRC Section 1033 and IRC Section 721 are complex tax codes therefore you should consult your tax or legal professional for details regarding your situation. This material is not intended as tax or legal advice.

There are material risks associated with investing in real estate, Delaware

Statutory Trust (DST) properties and real estate securities including illiquidity, tenant vacancies, general market conditions and competition, lack of operating history, interest rate risks, the risk of new supply coming to market and softening rental rates, general risks of owning/operating commercial and multifamily properties, short term leases associated with multi-family properties, financing risks, potential adverse tax consequences, general economic risks, development risks and long hold periods. There is a risk of loss of the entire investment principal. Past performance is not a guarantee of future results. Potential cash flow, potential returns and potential appreciation are not guaranteed. For an investor to qualify for any type of investment, there are both financial requirements and suitability requirements that must match specific objectives, goals and risk tolerances.

Securities offered through WealthForge Securities, LLC. Member FINRA/SIPC. Kay Properties and Investments, LLC and WealthForge Securities, LLC are separate entities. This email, including attachments, may include non-public, proprietary, confidential or legally privileged information. If you are not an intended recipient or an authorized agent of an intended recipient, you are hereby notified that any dissemination, distribution or copying of the information contained in or transmitted with this e-mail is unauthorized and strictly prohibited. If you have received this email in error, please notify the sender by replying to this message and permanently delete this e-mail, its attachments, and any copies of it immediately. You should not retain, copy or use this e-mail or any attachment for any purpose, nor disclose all or any part of the contents to any other person. For your protection, please do not transmit orders or instructions by email or include account numbers, social security numbers, credit card numbers, passwords, or other personal information.

# Sponsored Content

# Improve Energy Efficiency With Free Upgrades

#### **ENERGY TRUST OF OREGON**

Often the biggest challenge to improving energy efficiency at a multifamily property is knowing where to start. Energy Trust of Oregon's free instant savings upgrades offer an easy, no-cost entry point to significantly reduce your energy consumption and costs.

Northwest Housing Alternatives has utilized this free service at 10 sites in the Portland Metro area and Salem, saving the properties 212,680 kilowatthours, 11,000 therms and \$24,280 in estimated annual energy costs.

These free energy-saving products, including LED bulbs, showerheads, shower wands, faucet aerators and advanced power strips, are more efficient and longer-lasting than standard equipment. LED bulbs use 85 percent less energy than incandescent bulbs, while energy-efficient showerheads and faucet aerators not only save energy but also use up to 20 percent less water compared to standard fixtures. Advanced power strips reduce energy waste by shutting off power to devices that are not in use. These products give maintenance teams more time to tackle pressing site issues.

In addition to energy- and cost-savings, installation is quick and convenient with minimal disruption for residents. Products are typically installed in as little as five minutes per dwelling unit by Energy Trust representatives.

"Energy Trust's energy advisors were accommodating and very considerate of residents," said Alaniz. "The whole process was very simple and well worth it."



For more information or to schedule the installation of free instant savings upgrades, call 1-877-510-2130, email multifamily@energytrust.org or visit www. energytrust.org/multifamily.

ABOUT ENERGY TRUST OF OREGON

Energy Trust of Oregon is committed to delivering clean, affordable energy to qualified utility customers across Oregon. Our customer base comprises businesses and residences including multifamily properties looking for energy-efficient solutions to help

lower energy useand reduce operating costs. We offer cash incentives for the installation of qualified energy-efficient equipment and the installation of free instant savings upgrades including LED bulbs, showerheads, shower wands, advanced power strips and faucet aerators. We'll also conduct a free walkthrough survey to identify potential energy savings at your property.

For more energy-efficiency news and stories from around Oregon, visit the Energy Trust of Oregon blog at https://blog.energytrust.org/.



# THREE EASY STEPS TO INSTANT ENERGY SAVINGS

#### 1. Schedule

Contact Energy Trust of Oregon at **1.877.510.2130** or **multifamily@energytrust.org** to schedule your free upgrades.

#### 2. Get free upgrades

An Energy Trust representative will install free energy-efficient showerheads, shower wands, faucet aerators, advanced power strips and LED bulbs in every unit at your multifamily property.

#### 3. Cut costs and increase comfort



To learn more, visit www.energytrust.org/freeupgrades.

Serving customers of Portland General Electric, Pacific Power, NW Natural, Cascade Natural Gas and Avista.





# FORM OF THE MONTH Oregon Mold & Mildew Addendum

DATE	PROPERTY NAME /	NUMBER			
RESIDENT NAME(S)	PROPERTY NAME /	NUMBER			
UNIT NUMBER	STREET ADD	RESS			
CITY			STATE	ZIP	
do not grow or reprod The main causes of m around windows becau	uce on indoor surfaces an old growth are too much n use blinds or shades are a d or eliminated by simple	d become visible a noisture generation lways kept closed, t	Mold spores naturally exist nd pose a problem unless a , too little moisture removal, hus cooling the window area our control. To reduce mold	a condition of excess mo or cold surfaces. For ex a and causing mold growt	isture exists at surface: ample, mold often grow h. Those causes of mol
<ul> <li>Use bathroom far slightly for ventila</li> </ul>	ns during and for at least a ation for the same amount	of time.	bly 1 hour) after showering	-	
to the outdoors),	open a window slightly for e laundry area during and	ventilation during	iling liquids, of if no fan (or cooking or boiling. r using the washer (not the	-	
Do not use your or	nted space heaters, such a oven for space heating. less number of house plant		s, indoors.		
	ss that promote mold gro				
	hades as often as possible inch between furniture a				
	esses directly on the floor.	nd wans to warm w	all surfaces.		
<ul> <li>Keep heat above</li> </ul>	e heat in any rooms (espe	all times, as low to	non-summer months: emperatures cause mold gro	owth.	
Attend to spills or flo	ooding:		rs, tubs, toilets, sinks, etc.		
Immediately notify O  Immediately notify	wner/Agent of any excer y Owner/Agent of any wat	ss moisture proble er leakage such as			
surface.	on any indoor surfaces, im		off with soap and water (ble	ach is not necessary), ar	d then rinse and dry th
	d dry window tracks and ke ttempted to clean mold, if		ensation buildup. are not able to remove it, i	mmediately report the m	old to Owner/Agent.
-			Your Home" available at h		-
			s in this Mold & Mildew Add for all damage resulting from		
			х		
x		DATE	RESIDENT		DATE
X RESIDENT					
		DATE	X RESIDENT		DATE

This trusted form is utilized during the move-in process to communicate to the new resident the common ways elevated levels of moisture can occur and simple ways to clean any surface mold or mildew that may accumulate. It advises to keep indoor humidity low, prevent cold surfaces that promote mold growth and keep the indoor temperature at least moderately warm during non-summer months. By signing, the resident agrees that failure to follow the Mold & Mildew Addendum shall constitute a material non-compliance with the Rental Agreement.

The Multifamily NW Forms Collection is available immediately and electronically at www.RentalFormsCenter.com, via electronic subscription software through www.tenanttech.com & by mail or pick-up of printed triplicate forms at www.multifamilynw.org.





With rental housing regulations changing all the time, it can be difficult to know when your business practice might violate a new law. Multifamily NW is here to help!

We offer the most comprehensive industry training in Oregon and offer only the most up-to-date forms. We're also your steadfast representative, advocating for fairness in state and local government.

JOIN TODAY

JOIN MULTIFAMILY NW FOR THE BEST ACCESS
AND PRICE ON FORMS AND CLASSES!
MULTIFAMILYNW.ORG



Want to make a difference at the State Capitol? Support the Multifamily NW Defense Fund that funds our Advocacy efforts.

Multifamil	y NW Schedule	
Date	Course	Time
MAY 7	CAM: RESIDENT EXPERIENCE	10:00 AM - 12:30 PM
MAY 8	HR ISSUES: BUILDING TRUST IN YOUR WORKPLACE	12:00 PM - 1:00 PM
MAY 10	IT'S THE LAW: FAIR HOUSING TRENDS	12:00 PM - 1:00 PM
MAY 13	LANDLORD/TENANT PART 1	1:00 PM - 5:00 PM
MAY 14	FAIR HOUSING FOR MAINTENANCE	1:00 PM - 4:00 PM
MAY 15 – 16	NSPF CPO 2 DAY CERTIFICATION CLASS	8:00 AM - 5:00PM
MAY 22	VENDOR CONTRACTS	10:00 AM - 11:00 AM
MAY 23	ADVANCED LANDLORD TENANT LAW	1:00 PM - 4:00 PM
MAY 30	ACE AWARDS CEREMONY	6:00 PM - 10:00 PM
JUN 4	MAINTENANCE TIPS, TRICKS & PITFALLS	9:00 AM - 12:00 PM
JUN 5	LANDLORD STUDY HALL: ADVERTISING STRATEGIES	6:30 PM - 8:00 PM
JUN 6	HOW TO GET THE MOST OUT OF TENANTTECH	1:00 PM - 3:00 PM
JUN 11	LANDLORD/TENANT PART II	1:00 PM - 5:00 PM

# Landlords Insist New Screening Ordinance Unnecessary

RENTAL HOUSING JOURNAL

Most landlords testifying before the Portland City Council on the proposed new city regulations on tenant screening and deposits were opposed to the new rules for various reasons.

Several landlords said the city would be taking away landlords' ability to protect their investments when they cannot properly screen tenants, with one landlord saying, "It is too risky to put them in my \$100,000 unit. I am not going to risk renting to someone without a governmentissued ID."

Landlords also said existing laws already cover the issues and the ordinance is not needed. The strongest business case was stated by Clyde Holland, CEO and chairman of the Holland Partner Group which manages 56 apartment communities and more than 17,000 units in Oregon, Washington, California, Arizona and Colorado, who said he has "grave concerns" about the ordinance.

He said the U.S. Department of Housing and Urban Development (HUD), Fannie Mae and Freddie Mac, all of which are involved in the underwriting of loans for apartment construction, have requirements for tenant screening that borrowers such as apartment developers must follow, and the proposed Portland ordinance would be in conflict with those federal screening requirements.

He said those agencies "require we screen" for certain levels of tenant income in order to "be in compliance with financing" or a developer "could be held in default on their mortgages."

"We are required to screen three-times income in order to attract institutional equity" to develop apartment projects, Holland said.

### PROPOSED TENANT-SCREENING ORDINANCE **WILL INCREASE RENTAL RATES**

The cost of landlords' compliance with the proposed regulations is something the city must consider, Holland said. "In order to look at the compliance aspects of the very confusing pages here, our estimate is it will take one person per hundred units to be able to deal with the challenges," Holland said. He estimated it will cost \$65 per unit per month to comply with all the requirements of the proposed ordinance, or about \$125 million a year in Portland.

He said the proposed ordinance, if enacted, will end up raising rental rates for renters in Portland. He said the city is not considering the cost to landlords of having to comply with the requirements of the ordinance, and that these costs will be passed along to tenants.

All the rules in Portland, including inclusionary zoning, tenant relocation requirements, registration and the proposed tenant screening have substantially "lowered the ability for us to access debt and equity. It has cost the city of Portland about \$5 billion of investment in housing." He said 20 percent of his company's units are set aside for affordable housing.

Holland closed his testimony by suggesting the city submit the ordinance for economic analysis before continuing to press for its passage.

#### PROPONENTS OF THE ORDINANCE SAY IT IS **DESIGNED TO FIGHT DISCRIMINATION**

"Discrimination in housing is alive and well in our state and in our city," said City Commissioner Chloe Eudaly, who proposed the ordinance. "This package, if passed, will significantly decrease incidents of housing discrimination, whether by default or design."

Coya Crespin, Portland Metro Regional Organizer for the Community Alliance of Tenants, told the council the "wild-West style" of tenant screening is used by landlords to discriminate. "Landlords are using scare tactics to get tenants to testify against this ordinance." She said the screening system is shutting out low-income tenants and tenants of color.

### ORDINANCE INTRODUCES TOO MUCH **COMPLEXITY IN THE PROCESS**

Dan Hayes, who told the council he has 26 rental properties in Portland, said, "All landlords want our units filled. We screen to give tenants the best chance of success."

He said Portland used to provide a one-day landlordtraining class. But not this year. He suggested the council take more time and simplify the proposal and "listen to more solutions from people in the industry," then implement policy. "If you continue to introduce complexity without providing policy, Portland will become the most expensive city to live in," Hayes said.

# 60 PERCENT OF PORTLAND LANDLORDS ARE SMALL INVESTORS AND WORK WITH TENANTS

Sue Scott, a landlord, said 60 percent of landlords are small investors and that big companies have caused some of the problems. "Rental providers have not been listened to by the city. The city has chosen to railroad this through their own agendas," she said.

Small landlords depend on good relations with their tenants, know their tenants and work with their tenants on issues. "If you want more big rental companies in Portland who never bend a rule for a tenant – carry on." Scott told the council hearing. Another landlord, Kathy Rogers, echoed that sentiment, saying she has a regular full-time job and manages her rentals as well.

"When a tenant cannot pay rent, we rarely evict them. We allow them to move out and break the lease and we take the hit and help them find affordable housing. "We lose rent for a month or more," she said, noting that many ownermanagers like herself do the same. "I provide affordable housing for \$850 a month. If a tenant has income twice the rent but has good credit I would rent to them," she said.

Some landlords think the city's efforts are actually taking steps in the wrong direction, and say the new rules may force some smaller landlords out of business."There are a lot of property owners and landlords who are choosing to sell their properties in Portland, and move their investments to other states where there is no rent control and aren't as many limitations on what landlords can do," Ilyse Ball, a Portland Realtor and landlord, told katu.com.

"It's the mom-and-pop landlords, who are usually more lenient to these types of tenants, the ones the commission is trying to protect, that can't take the financial hit," Ball said. Ball said she's rented to people with questionable backgrounds before. "But after meeting them, and talking to them, and deciding myself they would be good renters, I have taken a chance, but that has been my choice to take that chance. And I think it's unfair to take that choice away from landlords," Ball told katu.com.

When the council will consider the proposed ordinance next or vote on it is not clear.

# **Council Delays Taking Action** on Screening

#### Continued from Page 1

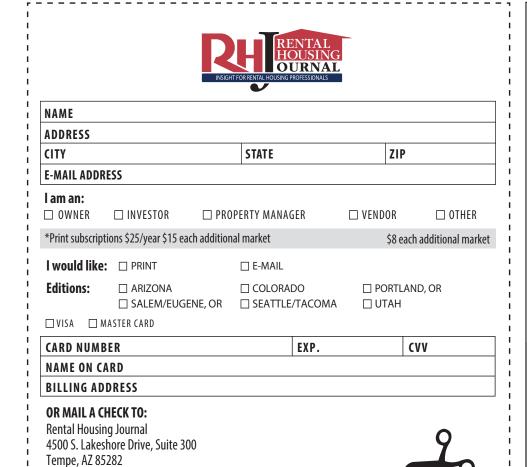
commissioners about the rental housing ordinance.

"We share the goal of reducing barriers to housing, but Portland needs to ensure the rules are not so onerous that rental housing providers decide to give up and get out. That will ultimately reduce housing affordability. New rules passed last year in Portland have already decreased supply. There has to be balance," she said.

Portland Mayor Tom Wheeler also said he thinks the plan needs to be revised and that significant changes are needed.

"As the policy stands in its current form,

supply in Portland, which will decrease I believe there are significant changes necessary," Wheeler said in a statement according to Willamette Week. He praises Eudaly's efforts to tackle housing discrimination but adds a note of caution: "As a city, we should be seeking policies that address those issues, but right now the question is whether this proposal is the right way to go about it."





#### **Publisher/General Manager**

John Triplett

**Editor-in-Chief** 

Linda Wienandt

**Associate Editor** 

Diane Porter

**Sales Manager** Terry Hokenson

Website www.RentalHousingJournal.com

**Mailing Address** 

4500 S. Lakeshore Drive, Suite 300 Tempe, AZ 85282

info@rentalhousingjournal.com

(480) 454-2728 - main (480) 720-4386 - ad sales

The statements and representations made in advertising and news articles contained in this publication are those of the advertisers and authors and as such do not necessarily reflect the views or opinions of Rental Housing Journal, LLC. The inclusion of advertising in this publication does not, in any way, comport an endorsement of or support for the products or services offered. To request a reprint or reprint rights, contact Rental Housing Journal, LLC at the address above.

© 2019, Rental Housing Journal, LLC. All rights reserved.

# **MEADOWBROOK APARTMENTS McMINNVILLE**

48 UNITS | \$4,800,000





# **GABEJOHANSEN**

PRINCIPAL**BROKER OWNER** 

LICENSED IN THE STATE OF OREGON

503.390.6060 gabe@smicre.com www.smicre.com



# 4 Ways To Avoid Discriminating **Against Families With Children**

grace hill TRAINING TIP OF THE MONTH

You must employees to avoid making comments that express a preference against residents with children.

Earlier this year, the California Department of Fair Employment and Housing (DFEH) settled a familial status housing discrimination case in a which family of four alleged that a property management company refused to allow them to rent an apartment in a multiunit community because the property manager did not consider children to be appropriate residents for the community.

The property manager allegedly made statements that the unit might be overcrowded, that neighbors might not be happy with the noise, and that the building was for "business people."

DFEH found cause to believe a violation of the Fair Employment and Housing Act had occurred and, after an unsuccessful mediation, filed suit in Alameda County Superior Court. The case settled before trial, with the defendant agreeing to pay \$12,500 to the family and \$3,500 to the DFEH for fees and costs incurred in litigating the case.

4 Ways to Avoid Violating Fair Housing in Regard to Families with Children:

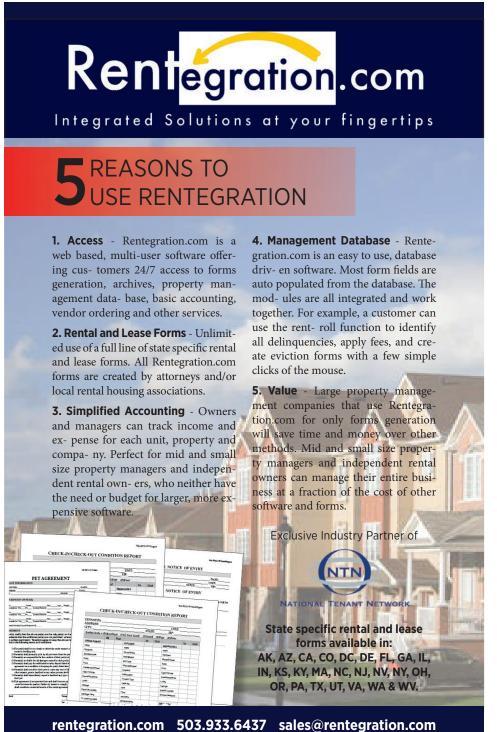
1. Think carefully about the questions you ask prospective residents. It is ok to ask about the number of people who will live in the apartment home, but avoid questions specifically relating to children.

Don't say, "How many adults and children will be residing in your apartment home?" Instead say, "How many people will be residing in your apartment home?"

- 2. Be careful when talking about facilities or services. It is appropriate, to require direct adult supervision when children use community services and facilities, but the rules must not unreasonably restrict a child from using the amenities.
- 3. Consider your advertising language carefully. When describing housing in an advertisement, do not include any limitations based on familial status, such as "no children allowed," "couples preferred," or "singles-friendly."
- 4. Don't make assumptions. Do not make assumptions about what an individual may or may not be interested in viewing on your property. Letting prospects make the decisions avoids the illegal practice of "steering." If you're touring a mother of young children and only tell her about first-floor apartments because you assume she wants to avoid the stairs, this could be construed as steering.

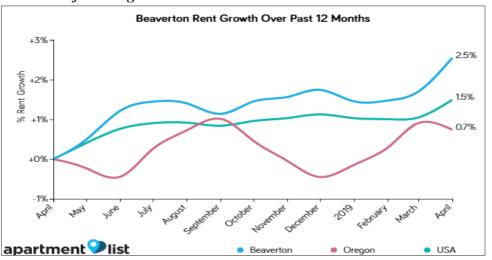
For nearly two decades, Grace Hill has been developing best-in-class online training courseware and administration solely for the Property Management Industry, designed to help people, teams and companies improve performance and reduce risk. Contact Grace Hill at 866.472.2344 to hear more.





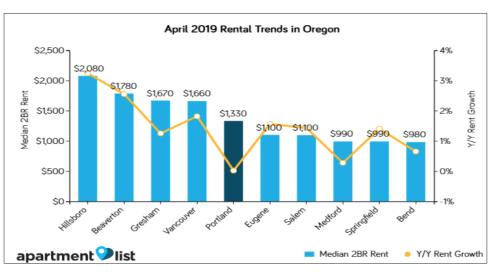
# **Portland Rents Fall in April**

Continued from Page 1



the 10 largest Oregon metro cities that the company has data for, all have seen rents rise year-over-year, with Hillsboro experiencing the fastest growth (+3.2%).

· Beaverton, Vancouver, and Eugene have all experienced year-over-year growth above the state average (2.5%, 1.8%, and 1.6%, respectively, see graphics above and at right).



### PORTLAND RENTS MORE AFFORDABLE THAN COMPARABLE CITIES **NATIONWIDE**

Rent growth in Portland has been relatively stable over the past year – some other



# Wireless Utility Management Solutions for Multi-Family Facilities

# **H2O Degree Benefits**

- · Wireless Systems for New or Retrofit Installation
- Reduced Operating Expenses
- Increased Net Operating Income (NOI)
- Boost Property Valuation
- Enhance Property Marketability
- Improve the Sustainable Green Environment





# **Utility Submetering** Water - Electric - Gas - BTU

- Tenant Billing
- Energy Conservation
- Compatible with Billing
- Companies

### Water Leak Detection & Alarming Toilets - Showers - Sinks - Dishwashers

- · Proactive Response to Water Leaks
- · Daily Leak Reports Sent to Property Manager & Maintenance Staff
- · Identify Leaks in Vacant Apartments





### Thermostat Control Electric - Gas - Hydronic - Fan Coil

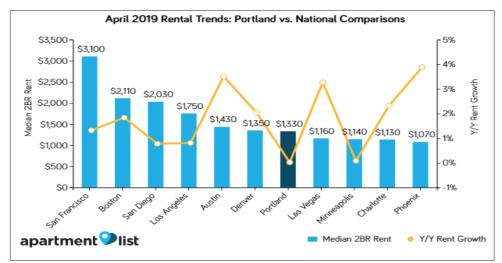
- Thermostat Control for Heat & A.C.
- Owner Controls Set Points
- Empower Tenant Control
- Control Vacant Utility Costs

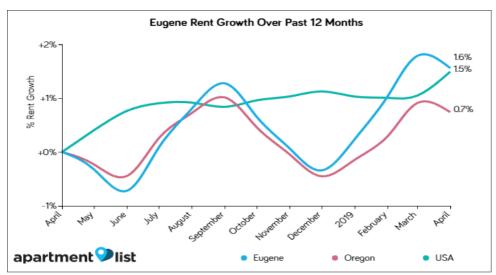
For Information Visit www.H2ODegree.com/rh1.php call (215) 788-8485 or email info@H2ODegree.com

large cities have seen more substantial increases. Portland is still more affordable than some other large cities across the country.

Portland's median two-bedroom rent of \$1,330 is above the national average of \$1,180. Nationwide, rents have grown by 1.5% over the past year compared to the stagnant growth in Portland. While rents in Portland remained moderately stable this year, similar cities saw increases, including Phoenix (+3.9%), Austin (+3.5%), and Las Vegas (+3.3%); note that median 2BR rents in these cities go for \$1,070, \$1,430, and \$1,160 respectively.

City	Median 1BR price	Median 2BR price	M/M price change	Y/Y price change
Portland	\$1,130	\$1,330	-0.3%	0
Vancouver	\$1,410	\$1,660	0.6%	1.8%
Gresham	\$1,410	\$1,670	-0.9%	1.2%
Hillsboro	\$1,760	\$2,080	0.8%	3.2%
Beaverton	\$1,510	\$1,780	0.8%	2.5%
Lake Oswego	\$1,490	\$1,760	1.2%	0.6%
Tualatin	\$1,670	\$1,980	-0.5%	4.1%
Forest Grove	\$1,210	\$1,420	-0.2%	0.4%
Wilsonville	\$1,450	\$1,710	1.3%	4%





# **Picking The Perfect Paint Color**

#### Continued from Page 1

grey, cream and tan. Also, make sure your exterior paint varies from the inside of your building. At the least, be sure to vary the hues outdoors by a couple of shades to ensure your property is offering your tenants an enticing greeting.

Pay attention to how the colors in your building influence the mood of your space to ensure you are providing a welcoming presence.

Warmer tones tend to offer people a feeling of security and warmth whereas cooler tones offer calming and inspiring response to people.

#### WHEN TO MAKE PAINTING PRIORITY:

Painting your property should be a priority for the following reasons:

- 1. To aid wear and tear: Painting your property should be a part of your regular maintenance. Re-paint your property every 5-7 years to please your tenants and maintain optimal property maintenance.
- 2. Competitive edge: If your rental property is facing significant competition, a fresh paint job can boost the aesthetic and feel of your property and attract new tenants and keep your investment

thriving.

#### ALTERNATIVES TO PAINTING

- **1. A power wash:** Sometimes a simple power wash can take care of the buildup and leave your exterior refreshed and looking like new. If it's been less than five years since your last exterior paint job, try this alternative before committing to a new coat of paint.
- **2.** A partial paint job: If your current paint job is in shape or you don't want to invest in upgrading your entire exterior at one time, try a partial paint job. Paint the high traffic areas such as the main office, walkway areas, and other spaces outdoors between buildings where tenants reside.

Keepe is an on-demand maintenance solution for property managers and independent landlords. The company makes a network of hundreds of independent contractors and handymen available for maintenance projects at rental properties. Keepe is available in the Greater Seattle area, Greater Phoenix area, San Francisco Bay area, Portland, San Diego and is coming soon to an area near you. Learn more about Keepe at https://www.keepe.