## Section 1 Header

2024 SESSION

24-2328.0 12/10

## HOUSE BILL [bill number]

AN ACT prohibiting termination of a tenancy based on a tenant's failure to pay rent that was increased by certain price fixing programs.

SPONSORS: [sponsors]

COMMITTEE: [committee]

## ANALYSIS

This bill prohibits evictions based upon certain vertical price fixing programs used by landlords.

Explanation:Matter added to current law appears in **bold italics.**Matter removed from current law appears [in brackets and struckthrough.]Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

## STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Twenty Four

AN ACT prohibiting termination of a tenancy based on a tenant's failure to pay rent that was increased by certain price fixing programs.

Be it Enacted by the Senate and House of Representatives in General Court convened:

1 1 New Paragraph; Definitions; Vertical Price Fixing. Amend RSA 540:1-a by inserting after  $\mathbf{2}$ paragraph IV, (h)(3) the following new paragraph:

V.(a) "Vertical price fixing" means any agreement between the lessor and other lessors in 3 4 the same supply chain, for the purpose of raising rent prices, or otherwise tampering with rent  $\mathbf{5}$ prices or competitive terms; or the exchange of rent prices or competitive terms among landlords 6 with the intent to fix prices or competitive terms; or that adversely impacts prices or competitive  $\mathbf{7}$ terms.

8 (b) "Agreement" means any cooperative effort between lessors whether written, verbal, 9 inferred from conduct, created by an algorithmic pricing tool or via software provided by a property 10 management company.

"Algorithmic pricing tool" means a program or computer software marketed to 11 (c) 12multiple lessors in the same supply chain that is intended to automate lessors' rental pricing process 13and thus help landlords maximize rental income.

14(d) "Source code" means a text listing of commands to be compiled or assembled into an 15executable computer program.

162 New Paragraph; Termination of Tenancy; Vertical Price Fixing Prohibited. Amend RSA 540:2 17by inserting after paragraph VII the following new paragraph:

18VIII. No lessor or owner of restricted property shall terminate a tenancy solely based on a 19tenants failure to pay rent that was increased by vertical price fixing.

20(a) Upon a showing that rent at the commencement of an action against the tenant was 21increased by a lessor utilizing an algorithmic pricing tool and or software provided by a property 22management company there shall exist a prima facie presumption that the action against the tenant 23is unlawful and shall be dismissed for vertical price fixing.

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(b) The presumption of vertical price fixing can be rebutted by the lessor disclosing his 25property management software records and algorithmic pricing tool records whichever or both were 26in place when the rent was increased and showing an alternate basis for the disputed rent increase. 27The landlord shall also produce the source code with these disclosures.

28(c) Nothing in this section shall preclude eviction for nonpayment of rent on any grounds 29set forth in RSA 540:2, II which are unrelated to vertical price fixing.

30 3 Effective Date. This act shall take effect January 1, 2025.