

June 5, 2023

To Tenants in Skid Row Housing Trust Properties:

Some of you may have received a form on Friday relating to the payment of rent. The form was sent in error. Please disregard it.

I have advised the Court that I do not intend to evict anyone during the term of this receivership solely on the basis of failure to pay rent. However, if there is any drug dealing, criminal activity, or any misconduct in violation of the rules of the building and its management, in that case I will seek to evict tenants. But solely because of failure to pay rent, I will not seek to evict anyone.

As a Receiver, I would like to explain the law behind this. When a health and safety receiver is appointed, it is because the property does not meet the basic habitability standards required by California law and Los Angeles City ordinance. My job is to restore your unit and the buildings generally into habitable conditions. When this is done, rent is required to be paid. But while your unit is not in compliance, rent cannot be collected under California law.

You will continue to receive monthly rent statements. The reason is that I hope you will continue to pay your rent. Why? I pledge to each and all of you that any rent you pay will be used for the rehabilitation of your unit and the building you live in. Your rent payments will <u>not</u> be used to pay the operating expenses of this receivership.

I hope you'll agree that New Hope has made great strides since my appointment on April 7, and this is a transitional period for everyone involved. I know you'll agree that we have a long way to go in making your building a safe and habitable place for you to reside. Thank you for your patience and, of course, if you have suggestions on how we can do better, do not hesitate to call the hotline (213-225-6212) or email us at info@newhopereceivershipgroup.com.

Sincerely yours,

Which them as lesson

Mark Adams Receiver

> 3435 Ocean Park Blvd • Suite 107 • Santa Monica, CA 90405 Phone: (310) 471-8181 • Fax: (310) 471-8180 www.newhopereceivershipgroup.com