As your apartment lease ends the landlord calls to inform you that her property taxes for the apartment have increased by $500 for the year. Your roommate asks what will happen to your rent over the next year. Based on your study of economics you predict:

A) rent will increase by more than $500
B) rent will increase by more than $400 but less than $500
C) rent will increase by more than $300 but less than $400
D) rent will increase by more than $200 but less than
$300
E) rent will remain the same