

# CITY COUNCIL ATLANTA, GEORGIA

**20-O-1423** 

AN ORDINANCE BY COUNCILMEMBERS AMIR R. FAROKHI, ANTONIO BROWN, MATT WESTMORELAND, MICHAEL JULIAN BOND, CARLA SMITH, AND JOYCE M. SHEPERD AS AMENDED BY COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE TO AMEND CHAPTER 94 (HUMAN RELATIONS), SO AS TO ADD A NEW ARTICLE IX ENTITLED "LANDLORD-TENANT SECURITY DEPOSIT REGULATIONS"; TO PROVIDE FOR RELATED REGULATIONS, REQUIREMENTS AND PROCEDURES; AND FOR OTHER PURPOSES.

WHEREAS, the City of Atlanta ("City") is charged with the protection of the public health, safety, and welfare of the citizens of the City; and

WHEREAS, upfront costs associated with moving into residential rental properties have continued to increase and burden residential tenants, many of whom are already cost-burdened and contribute in excess of 30% of their monthly income to housing-related expenses; and

WHEREAS, requiring that tenants have the choice of providing rental security insurance and installment payments as an alternative to traditional security deposits in residential rental agreements will provide upfront cost relief to individuals and families entering into said rental agreements, while ensuring landlords are reasonably protected against damages and unpaid rent.

NOW THEREFORE, THE CITY COUNCIL OF THE CITY OF ATLANTA, GEORGIA, HEREBY ORDAINS AS FOLLOWS:

<u>Section 1</u>: The Atlanta City Code of Ordinances, Chapter 94 (Human Relations), is hereby amended by adding a new Article IX entitled "Landlord-Tenant Security Deposit Regulations", which shall read as shown on Exhibit "A" attached hereto and incorporated herein by this reference.

<u>Section 2</u>: All ordinances or parts of ordinances in conflict with this ordinance are waived to the extent of any conflict.

A true copy,

Foris Webb III Municipal Clerk ADOPTED as amended by the Atlanta City Council
APPROVED per City Charter Section 2-403

OCT 05, 2020 OCT 14, 2020



#### **UPDATED EXHIBIT A (09.29.2020)**

## Article IX – LANDLORD-TENANT SECURITY DEPOSIT REGULATIONS

## Sec. 94-150 – Policy Declaration.

It is the purpose of this Article and the policy of the City of Atlanta to protect and promote the public health, safety and welfare of its citizens and to establish rights and obligations of the landlord and the tenant in the rental of dwelling units in the City.

## Sec. 94-151 – Definitions.

Security deposit means money or any other form of security given by a tenant to a landlord which shall be held by the landlord on behalf of a tenant by virtue of a residential rental agreement and shall include, but not be limited to, damage deposits, advance rent deposits, and pet deposits. Such term shall not include nonrefundable fees, or money or other consideration which are not to be returned to the tenant under the terms of the residential rental agreement or which were to be applied toward the payment of rent or reimbursement of services or utilities provided to the tenant.

## Sec. 94-152 – Security Deposit.

- (a) Upon a tenant's request, all landlords who own and/or control more than ten rental units and require a security deposit more than sixty percent (60%) of the monthly rental rate charged for the subject rental unit shall offer to accept one of the two following options in lieu of the required security deposit:
  - (1) Rental security insurance that satisfies the following criteria:
    - (i) The insurance provider is an approved carrier licensed by, and in good standing with, the Department of Insurance of the State of Georgia;
    - (ii) The insurance provider, policy, and coverage amount must be submitted to and approved by the landlord as an acceptable option in lieu of the required security deposit;
    - (iii) The coverage is effective upon the payment of the first premium and remains effective for the entire lease term;
    - (iv) The insurance must permit the payment of premiums on a monthly basis unless the tenant selects or agrees to a different payment schedule;
    - (v) The coverage provided per claim is no less than the amount the landlord requires for security deposits; and
    - (vi) A tenant who chooses this option in lieu of security deposit shall not be required to provide additional security or insurance coverage per claim in an amount greater than the amount required for security deposits.



- (2) Payment of the security deposit over a series of no less than three (3) equal monthly installment payments, which installments shall be due on the same day as the monthly rent payment and which may be paid together with the monthly rent payment in a single transaction, absent separate agreement by the landlord and tenant; or
- (b) Prior to entering into a rental agreement which requires a security deposit more than sixty percent (60%) of the monthly rental rate charged for the subject rental unit, a landlord shall provide the tenant written notice of the available alternatives.
- (c) The provisions of this paragraph shall not apply to a deposit placed with a landlord to secure the availability of a rental unit more than sixty days prior to the commencement of the rental period.
- (d) The provisions of this paragraph shall not limit a landlord's ability to require standard credit, income or other qualifications upon application for a new rental agreement.



# CITY COUNCIL ATLANTA, GEORGIA

# **SPONSOR SIGNATURES**

20-O-1423

Amir R Fajokhi, Councilmember, District 2

Anton Brown Jounci member, District 3

Matt Westmoreland Councilmember, Post 2 At Large



## CITY COUNCIL ATLANTA, GEORGIA

20-O-1423

AN ORDINANCE BY COUNCILMEMBERS AMIR R. FAROKHI, ANTONIO BROWN, MATT WESTMORELAND, MICHAEL JULIAN BOND, CARLA SMITH, AND JOYCE M. SHEPERD AS AMENDED BY COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE TO AMEND CHAPTER 94 (HUMAN RELATIONS), SO AS TO ADD A NEW ARTICLE IX ENTITLED "LANDLORD-TENANT SECURITY DEPOSIT REGULATIONS"; TO PROVIDE FOR RELATED REGULATIONS, REQUIREMENTS AND PROCEDURES; AND FOR OTHER PURPOSES.

#### **Workflow List:**

Atlanta City Council	Completed	06/01/2020 1:00 PM
Community Development/Human Services Committee	Completed	06/09/2020 1:30 PM
Atlanta City Council	Completed	06/15/2020 1:00 PM
Community Development/Human Services Committee	Completed	06/23/2020 1:30 PM
Atlanta City Council	Completed	07/06/2020 1:00 PM
Community Development/Human Services Committee	Completed	07/14/2020 1:30 PM
Atlanta City Council	Completed	08/03/2020 1:00 PM
Community Development/Human Services Committee	Completed	08/11/2020 1:30 PM
Atlanta City Council	Completed	08/17/2020 1:00 PM
Community Development/Human Services Committee	Completed	08/25/2020 1:30 PM
Atlanta City Council	Completed	09/08/2020 1:00 PM
Community Development/Human Services Committee	Completed	09/15/2020 1:30 PM
Atlanta City Council	Completed	09/21/2020 1:00 PM
Community Development/Human Services Committee	Completed	09/29/2020 1:30 PM
Atlanta City Council	Completed	10/05/2020 1:00 PM

## **HISTORY:**

06/01/20 Atlanta City Council REFERRED WITHOUT OBJECTION

# REFERRED TO COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE WITHOUT OBJECTION

RESULT: REFERRED WITHOUT OBJECT	KOT

06/09/20 Community Development/Human Services CommitteeHELD IN COMMITTEE

RESULT: HELD IN COMMITTEE [UNANIMOUS]

**MOVER:** Amir R Farokhi, District 2

**SECONDER:** Matt Westmoreland, Chair, Post 2 At-Large

AYES: Westmoreland, Bond, Smith, Farokhi, Brown, Archibong, Sheperd

06/15/20 Atlanta City Council RETURNED AS HELD

# RETURNED AS HELD TO COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE WITHOUT OBJECTION

RESULT:	RETURNED AS HELD	Next: 6/23/2020 1:30 PM
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06/23/20 Community Development/Human Services CommitteeHELD IN COMMITTEE

20-O-1423

**RESULT: HELD IN COMMITTEE** Next: 7/6/2020 1:00 PM

07/06/20 Atlanta City Council RETURNED AS HELD

## RETURNED AS HELD TO COMMUNITY DEVELOPMENT/HUMAN SERVICES **COMMITTEE WITHOUT OBJECTION**

**RESULT:** RETURNED AS HELD Next: 7/14/2020 1:30 PM

Community Development/Human Services Committee 07/14/20

Atlanta City Council 08/03/20 RETURNED AS HELD

## RETURNED AS HELD TO COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE WITHOUT OBJECTION

**RESULT:** RETURNED AS HELD Next: 8/11/2020 1:30 PM

08/11/20 Community Development/Human Services CommitteeHELD IN COMMITTEE

**RESULT:** HELD IN COMMITTEE Next: 8/17/2020 1:00 PM

08/17/20 Atlanta City Council RETURNED AS HELD

## RETURNED AS HELD TO COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE WITHOUT OBJECTION

RESULT: RETURNED AS HELD Next: 8/25/2020 1:30 PM

08/25/20 Community Development/Human Services CommitteeHELD IN COMMITTEE

**RESULT:** HELD IN COMMITTEE Next: 9/8/2020 1:00 PM

09/08/20 Atlanta City Council RETURNED AS HELD

## RETURNED AS HELD TO COMMUNITY DEVELOPMENT/HUMAN SERVICES **COMMITTEE WITHOUT OBJECTION**

RETURNED AS HELD RESULT: Next: 9/15/2020 1:30 PM

09/15/20 Community Development/Human Services CommitteeHELD IN COMMITTEE

HELD IN COMMITTEE **RESULT:** Next: 9/21/2020 1:00 PM

09/21/20 Atlanta City Council RETURNED AS HELD

## RETURNED AS HELD TO COMMUNITY DEVELOPMENT/HUMAN SERVICES **COMMITTEE WITHOUT OBJECTION**

RETURNED AS HELD RESULT: Next: 9/29/2020 1:30 PM

09/29/20 Community Development/Human Services CommitteeFAVORABLE AS

**AMENDED** 

Last Updated: 10/1/20 Page 4 of 8 RESULT: FAVORABLE AS AMENDED [6 TO 0] Next: 10/5/2020 1:00 PM

**MOVER:** Amir R Farokhi, District 2

**SECONDER:** Antonio Brown, Vice-Chair, District 3

AYES: Westmoreland, Bond, Smith, Farokhi, Brown, Sheperd

**ABSTAIN:** Natalyn Mosby Archibong

10/05/2020 Atlanta City Council ADOPTED AS AMENDED

**RESULT:** ADOPTED AS AMENDED [UNANIMOUS]

**MOVER:** Matt Westmoreland, Councilmember, Post 2 At Large

**SECONDER:** Amir R Farokhi, Councilmember, District 2

**AYES:** Bond, Westmoreland, Dickens, Smith, Farokhi, Winslow, Archibong, Shook,

Matzigkeit, Hillis, Boone, Overstreet, Sheperd

**ABSENT:** Antonio Brown, Jennifer N. Ide

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Last Updated: 10/1/20

AN ORDINANCE BY COUNCILMEMBERS AMIR R. FAROKHI, ANTONIO BROWN, MATT WESTMORELAND, MICHAEL JULIAN BOND, CARLA SMITH, AND JOYCE M. SHEPERD AS AMENDED BY COMMUNITY DEVELOPMENT/HUMAN SERVICES COMMITTEE TO AMEND CHAPTER 94 (HUMAN RELATIONS), SO AS TO ADD A NEW ARTICLE IX ENTITLED "LANDLORD-TENANT SECURITY DEPOSIT REGULATIONS"; TO PROVIDE FOR RELATED REGULATIONS, REQUIREMENTS AND PROCEDURES; AND FOR OTHER PURPOSES.

<b>◆</b> VOTE RECORD - ORDINANCE 20-O-	1423					
□ ADOPTED						
□ ADVERSED						
□ FAVORABLE						
☐ ACCEPTED AND FILED						
☐ FIRST READING						
☐ SECOND READING						
☐ THIRD READING						
☐ FOURTH READING						
☐ FIFTH READING						
□ REFERRED TO COMMITTEE			YES/AYE	NO/NAY	ABSTAIN	ABSENT
☐ HELD IN COMMITTEE	MICHAEL JULIAN BOND	VOTER	U			
□ TABLED	MATT WESTMORELAND					
□ DEFERRED		MOVER	0			
□ RECONSIDERED	ANDRE DICKENS	VOTER	0			
□ FILED	CARLA SMITH	VOTER	O			
• ADOPTED AS AMENDED	AMIR R FAROKHI	SECONDER	U			
□ AMENDED	ANTONIO BROWN	VOTER				O
□ ACCEPTED	CLETA WINSLOW	VOTER	O			
□ SUBSTITUTED	NATALYN MOSBY ARCHIBONG	VOTER	O			
☐ AMENDED SUBSTITUTE	JENNIFER N. IDE	VOTER				U
☐ FILED BY COMMITTEE	HOWARD SHOOK	VOTER	U			
☐ REFERRED TO ZRB AND ZC	J. P. MATZIGKEIT	VOTER	O			
☐ REFERRED WITHOUT OBJECTION	DUSTIN HILLIS	VOTER	O			
☐ ADOPTED ON SUBSTITUTE	ANDREA L. BOONE	VOTER	O			
ADOPTED SUBSTITUTE AS	MARCI COLLIER OVERSTREET	VOTER	O			
AMENDED	JOYCE M SHEPERD	VOTER	U			
FORWARDED WITH NO RECOMMENDATI						
□ REFERRED TO SC						
☐ FILED WITHOUT OBJECTION						
□ FAILED						
☐ FORWARDED TO FC/NQ						
☐ FAVORABLE ON SUBSTITUTE						
☐ FAVORABLE/SUB/AMENDED						
☐ FAVORABLE/SUB/AMND/COND						
☐ FAVORABLE/AMND/COND						
	I					

☐ FAVORABLE AS AMENDED	
☐ RETURNED AS HELD	
☐ FAVORABLE ON CONDITION	
☐ FAVORABLE/SUB/CONDITION	
☐ QUADRENNIALY TERMINATED	
☐ QUESTION CALLED	
☐ ROUTED TO COW	
□ SUSTAINED	
□ OVERRIDEN	
□ NOT ACCEPTED BY COMMITTEE	
☐ SUSTAINED W/O OBJECTION	
☐ TABLED W/O OBJECTION	
☐ HELD IN COW	
□ POSTPONED	
☐ RETAINED AS HELD	
□ REFER TO ZRB AND ZC W/O OBJECTION	

[Unanimous]

Certified by Presiding Officer

Certified by Clerk

CERTIFIED

10/5/2020

ATLANTA CITY COUNCIL PRESIDENT

Mayor's Action

Certified by Clerk

Certified by Clerk

Mayor's Action

See Authentication Page Attachment

ADOPTED BY COUNCIL 10/05/020

Last Updated: 10/1/20