

## 103RD GENERAL ASSEMBLY State of Illinois 2023 and 2024 HB4865

Introduced 2/7/2024, by Rep. Nabeela Syed

## SYNOPSIS AS INTRODUCED:

765 ILCS 705/25 new

Amends the Landlord and Tenant Act. Provides that a landlord, lessor, sublessor, or grantor may charge a fee or fees to reimburse costs associated with conducting a background check and credit check if the cumulative fee or fees for such checks are no more than the actual cost of the background check and credit check or \$20, whichever is less. Allows this fee or fees if the potential tenant provides a copy of a background check or credit check conducted within the past 30 days. Prohibits a landlord from imposing a move-in fee that is in excess of the reasonable cost to the landlord of obtaining or providing the product or service for which the fee is imposed. Unless provided by law elsewhere, a landlord may not demand any charge for the processing, reviewing, or accepting of an application, or demand any other payment, fee, or charge before or at the beginning of the tenancy. Exempts entrance fees charged by nursing homes as defined by Nursing Home Care Act or similar institutions. Prohibits a landlord from renaming a fee or charge to avoid application of these provisions. Limits fees for the late payment of rent in certain situations. Any provision of a lease, rental agreement, contract, or any similar document purporting to waive or limit these provisions is void and unenforceable as against public policy.

LRB103 37921 JRC 68053 b

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credit check.

1 AN ACT concerning civil law.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Landlord and Tenant Act is amended by adding Section 25 as follows:
- 6 (765 ILCS 705/25 new)
- 7 <u>Sec. 25. Tenant fees limitations.</u>
- (a) A landlord, lessor, sublessor, or grantor may charge a 8 9 fee or fees to reimburse costs associated with conducting a background check and credit check if the cumulative fee or 10 fees for such checks are no more than the actual cost of the 11 12 background check and credit check or \$20, whichever is less. The landlord, lessor, sublessor, or grantor shall waive the 13 14 fee or fees if the potential tenant provides a copy of a background check or credit check conducted within the past 30 15 days. The landlord, lessor, sublessor, or grantor may not 16 collect the fee or fees unless the landlord, lessor, 17 sub-lessor, or grantor provides the potential tenant with a 18 19 copy of the background check or credit check and the receipt or
- 22 <u>(b) A landlord shall not impose a move-in fee that is in</u>
  23 excess of the reasonable cost to the landlord of obtaining or

invoice from the entity conducting the background check or

institutions.

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1 providing the product or service for which the fee is imposed.

- (c) Unless statutes or regulations provide otherwise, no

  landlord, lessor, sublessor, or grantor may demand any

  payment, fee, or charge for the processing, review, or

  acceptance of an application; or demand any other payment,

  fee, or charge before or at the beginning of the tenancy. This

  Section does not apply to entrance fees charged by nursing

  homes, as defined in the Nursing Home Care Act, or similar
- 10 (d) A landlord shall not rename a fee or charge to avoid
  11 application of this Section.
  - (e) No landlord, lessor, sublessor, or grantor may demand any payment, fee, or charge for the late payment of rent unless the payment of rent has not been made within 5 days of the date it was due. The payment, fee, or charge shall not exceed \$10 for the first \$1,000 in rent and 5% of any amount that exceeds \$1,000. The late fee shall not be included in rent as that term is used in the Article IX of the Code of Civil Procedure.
  - (f) Any provision of a lease, rental agreement, contract, or any similar document purporting to waive or limit the provisions of this Section is void and unenforceable as against public policy.