HB 3521-3 (LC 573) 2/25/25 (RLM/ps)

Requested by Representative HARTMAN

PROPOSED AMENDMENTS TO HOUSE BILL 3521

1 On page 1 of the printed bill, delete lines 4 through 28 and insert:

² **"SECTION 1.** ORS 90.297 is amended to read:

³ "90.297. (1) Except as provided in ORS 90.295 and in this section, a land-⁴ lord may not charge a deposit or fee, however designated, to an applicant ⁵ who has applied to a landlord to enter a rental agreement for a dwelling ⁶ unit.

"(2) A landlord may charge a deposit[, however designated,] to an applicant for the purpose of securing the execution of a rental agreement, only
after approving the applicant's application but prior to entering into a rental
agreement. Before receiving the deposit, the landlord must give the applicant a written statement describing:

"(a) The amount of rent and the fees the landlord will charge and the
deposits the landlord will require; [and]

14 "(b) The terms of the agreement to execute a rental agreement; and

¹⁵ "(c) The conditions for refunding or retaining the deposit.

"(3) If a rental agreement is executed, the landlord shall either apply the
 deposit toward the moneys due to the landlord under the rental agreement
 or refund [*it*] the deposit immediately to the tenant.

"(4) If a rental agreement is not executed due to a failure by the applicant to comply with the agreement to execute, the landlord may retain the deposit, unless the applicant has rejected the agreement due to the discovery of material defects relating to the premise's habitability, as
described in ORS 90.320 (1).

"(5) If a rental agreement is not executed due to a failure by the landlord to comply with the agreement to execute or due to a tenant's rejection of the agreement based on uninhabitability as described in subsection (4) of this section, within four days the landlord shall return the deposit to the applicant either by making the deposit available to the applicant at the landlord's customary place of business or by mailing the deposit by first class mail to the applicant.

"(6) If a landlord fails to comply with this section, the applicant or tenant[, as the case may be,] may recover from the landlord:

"(a) The amount of any fee or deposit charged, [plus] as provided in
 subsection (5) of this section;

"(b) If the repayment was not made timely under subsection (5) of this section, and the failure to repay was not due to an act of God, a penalty equal to the greater of the deposit or an amount agreed to by the parties; and

18 **(c)** \$150.".

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