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HOUSE BILL NO. 99**FLOOR AMENDMENT IN THE NATURE OF A SUBSTITUTE**(Proposed by Delegate Simon
on February 10, 2020)

(Patron Prior to Substitute—Delegate Rasoul)

A BILL to amend and reenact §§ 36-96.2, 55.1-1203, and 55.1-1209 of the Code of Virginia, relating to Virginia Fair Housing Law; Virginia Residential Landlord and Tenant Act; status as a victim of family abuse; evidence of eligibility to become a tenant; confidentiality of tenant records.

Be it enacted by the General Assembly of Virginia:

1. That §§ 36-96.2, 55.1-1203, and 55.1-1209 of the Code of Virginia are amended and reenacted as follows:

§ 36-96.2. Exemptions.

A. Except as provided in subdivision A 3 of § 36-96.3 and subsections A, B, and C of § 36-96.6, this chapter shall not apply to any single-family house sold or rented by an owner, provided that such private individual does not own more than three single-family houses at any one time. In the case of the sale of any single-family house by a private individual-owner not residing in the house at the time of the sale or who was not the most recent resident of the house prior to sale, the exemption granted shall apply only with respect to one such sale within any 24-month period; provided that such bona fide private individual owner does not own any interest in, nor is there owned or reserved on his behalf, under any express or voluntary agreement, title to or any right to all or a portion of the proceeds from the sale or rental of, more than three such single-family houses at any one time. The sale or rental of any such single-family house shall be exempt from the application of this chapter only if the house is sold or rented (i) without the use in any manner of the sales or rental facilities or the sales or rental services of any real estate broker, agent, salesperson, or of the facilities or the services of any person in the business of selling or renting dwellings, or of any employee, independent contractor, or agent of any broker, agent, salesperson, or person and (ii) without the publication, posting, or mailing, after notice, of any advertisement or written notice in violation of this chapter. However, nothing herein shall prohibit the use of attorneys, escrow agents, abstractors, title companies, and other professional assistance as necessary to perfect or transfer the title. This exemption shall not apply to or inure to the benefit of any licensee of the Real Estate Board or regulant of the Fair Housing Board, regardless of whether the licensee is acting in his personal or professional capacity.

B. Except for subdivision A 3 of § 36-96.3, this chapter shall not apply to rooms or units in dwellings containing living quarters occupied or intended to be occupied by no more than four families living independently of each other, if the owner actually maintains and occupies one of such living quarters as his residence.

C. Nothing in this chapter shall prohibit a religious organization, association or society, or any nonprofit institution or organization operated, supervised, or controlled by or in conjunction with a religious organization, association or society, from limiting the sale, rental, or occupancy of dwellings that it owns or operates for other than a commercial purpose to persons of the same religion, or from giving preferences to such persons, unless membership in such religion is restricted on account of race, color, national origin, sex, elderliness, familial status, or handicap. Nor shall anything in this chapter apply to a private membership club not in fact open to the public, which as an incident to its primary purpose or purposes provides lodging which it owns or operates for other than a commercial purpose, from limiting the rental or occupancy of such lodgings to its members or from giving preference to its members. Nor, where matters of personal privacy are involved, shall anything in this chapter be construed to prohibit any private, state-owned or state-supported educational institution, hospital, nursing home, religious or correctional institution, from requiring that persons of both sexes not occupy any single-family residence or room or unit of dwellings or other buildings, or restrooms in such room or unit in dwellings or other buildings, which it owns or operates.

D. Nothing in this chapter prohibits conduct against a person because such person has been convicted by any court of competent jurisdiction of the illegal manufacture or distribution of a controlled substance as defined in federal law.

E. It shall not be unlawful under this chapter for any owner to deny or limit the rental of housing to persons who pose a clear and present threat of substantial harm to others or to the dwelling itself.

F. A rental application may require disclosure by the applicant of any criminal convictions and the owner or managing agent may require as a condition of acceptance of the rental application that applicant consent in writing to a criminal record check to verify the disclosures made by applicant in the rental application. The owner or managing agent may collect from the applicant moneys to reimburse the owner or managing agent for the exact amount of the out-of-pocket costs for such criminal record

60 checks. Nothing in this chapter shall require an owner or managing agent to rent a dwelling to an
61 individual who, based on a prior record of criminal convictions involving harm to persons or property,
62 would constitute a clear and present threat to the health or safety of other individuals.

63 G. Nothing in this chapter limits the applicability of any reasonable local, state or federal restriction
64 regarding the maximum number of occupants permitted to occupy a dwelling. Owners or managing
65 agents of dwellings may develop and implement reasonable occupancy and safety standards based on
66 factors such as the number and size of sleeping areas or bedrooms and overall size of a dwelling unit so
67 long as the standards do not violate local, state or federal restrictions. Nothing in this chapter prohibits
68 the rental application or similar document from requiring information concerning the number, ages, sex
69 and familial relationship of the applicants and the dwelling's intended occupants.

70 *H. Nothing in this chapter shall prohibit a landlord from considering evidence of an applicant's*
71 *status as a victim of family abuse, as defined in § 16.1-228, to mitigate any adverse effect of an*
72 *otherwise qualified applicant's application pursuant to subsection D of § 55.1-1203.*

73 **§ 55.1-1203. Application; deposit, fee, and additional information.**

74 A. Any landlord may require a refundable application deposit in addition to a nonrefundable
75 application fee. If the applicant fails to rent the unit for which application was made, from the
76 application deposit the landlord shall refund to the applicant within 20 days after the applicant's failure
77 to rent the unit or the landlord's rejection of the application all sums in excess of the landlord's actual
78 expenses and damages together with an itemized list of such expenses and damages. If, however, the
79 application deposit was made by cash, certified check, cashier's check, or postal money order, such
80 refund shall be made within 10 days of the applicant's failure to rent the unit if the failure to rent is due
81 to the landlord's rejection of the application. If the landlord fails to comply with this section, the
82 applicant may recover as damages suffered by him that portion of the application deposit wrongfully
83 withheld and reasonable attorney fees.

84 B. A landlord may request that a prospective tenant provide information that will enable the landlord
85 to determine whether each applicant may become a tenant. The landlord may photocopy each applicant's
86 driver's license or other similar photo identification, containing either the applicant's social security
87 number or control number issued by the Department of Motor Vehicles pursuant to § 46.2-342.
88 However, a landlord shall not photocopy a U.S. government-issued identification so long as to do so is a
89 violation of 18 U.S.C. § 701. The landlord may require, for the purpose of determining whether each
90 applicant is eligible to become a tenant in the landlord's dwelling unit, that each applicant provide a
91 social security number issued by the U.S. Social Security Administration or an individual taxpayer
92 identification number issued by the U.S. Internal Revenue Service.

93 C. An application fee shall not exceed \$50, exclusive of any actual out-of-pocket expenses paid by
94 the landlord to a third party performing background, credit, or other pre-occupancy checks on the
95 applicant. However, where an application is being made for a dwelling unit that is a public housing unit
96 or other housing unit subject to regulation by the U.S. Department of Housing and Urban Development,
97 an application fee shall not exceed \$32, exclusive of any actual out-of-pocket expenses paid to a third
98 party by the landlord performing background, credit, or other pre-occupancy checks on the applicant.

99 *D. A landlord shall consider evidence of an applicant's status as a victim of family abuse, as defined*
100 *in § 16.1-228, to mitigate any adverse effect of an otherwise qualified applicant's low credit score. In*
101 *order to establish the applicant's status as a victim of family abuse, an applicant may submit to the*
102 *landlord (i) a letter from a sexual and domestic violence program, a housing counselor certified by the*
103 *U.S. Department of Housing and Urban Development, or an attorney representing the applicant; (ii) a*
104 *law-enforcement incident report; or (iii) a court order. If a landlord does not comply with this section,*
105 *the applicant may recover actual damages, including all amounts paid to the landlord as an application*
106 *fee, application deposit, or reimbursement for any of the landlord's out-of-pocket expenses that were*
107 *charged to the prospective tenant, along with attorney fees.*

108 **§ 55.1-1209. Confidentiality of tenant records.**

109 A. No landlord or managing agent shall release information about a tenant or prospective tenant in
110 the possession of the landlord or managing agent to a third party unless:

- 111 1. The tenant or prospective tenant has given prior written consent;
- 112 2. The information is a matter of public record as defined in § 2.2-3701;
- 113 3. The information is a summary of the tenant's rent payment record, including the amount of the
114 tenant's periodic rent payment;
- 115 4. The information is a copy of a material noncompliance notice that has not been remedied or a
116 termination notice given to the tenant under § 55.1-1245 and the tenant did not remain in the premises
117 after such notice was given;
- 118 5. The information is requested by a local, state, or federal law-enforcement or public safety official
119 in the performance of his duties;
- 120 6. The information is requested pursuant to a subpoena in a civil case;
- 121 7. The information is requested by a local commissioner of the revenue in accordance with

§ 58.1-3901;

8. The information is requested by a contract purchaser of the landlord's property, provided that the contract purchaser agrees in writing to maintain the confidentiality of such information;

9. The information is requested by a lender of the landlord for financing or refinancing of the property;

10. The information is requested by the commanding officer, military housing officer, or military attorney of the tenant;

11. The third party is the landlord's attorney or the landlord's collection agency;

12. The information is otherwise provided in the case of an emergency;

13. The information is requested by the landlord to be provided to the managing agent or a successor to the managing agent; or

14. The information is requested by an employee or independent contractor of the United States to obtain census information pursuant to federal law.

B. Any information received by a landlord pursuant to § 55.1-1203 shall remain a confidential tenant record and shall not be released to any person except in response to a subpoena.

C. A tenant may designate a third party to receive duplicate copies of a summons that has been issued pursuant to § 8.01-126 and of written notices from the landlord relating to the tenancy. Where such a third party has been designated by the tenant, the landlord shall mail the duplicate copy of any summons issued pursuant to § 8.01-126 or notice to the designated third party at the same time the summons or notice is mailed to or served upon the tenant. Nothing in this subsection shall be construed to grant standing to any third party designated by the tenant to challenge actions of the landlord in which notice was mailed pursuant to this subsection. The failure of the landlord to give notice to a third party designated by the tenant shall not affect the validity of any judgment entered against the tenant.

C. D. A landlord or managing agent may enter into an agreement with a third-party service provider to maintain tenant records in electronic form or other medium. In such case, the landlord and managing agent shall not be liable under this section in the event of a breach of the electronic data of such third-party service provider, except in the case of gross negligence or intentional act. Nothing in this section shall be construed to require a landlord or managing agent to indemnify such third-party service provider.

D. E. A tenant may request a copy of his tenant records in paper or electronic form. If the rental agreement so provides, a landlord may charge a tenant requesting more than one copy of his records the actual costs of preparing copies of such records. However, if the landlord makes available tenant records to each tenant by electronic portal, the tenant shall not be required to pay for access to such portal.