Preparing for Phase One:

New Photo Documentation Requirements for Security Deposit Withholding



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- Explanation of Phase One
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Today's Agenda

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Housekeeping



Webinar Guidelines

- Microphones: Please keep your microphone muted during the presentation.
- Questions: Use the CHAT button at the bottom of your screen to ask a question, or wait until the Q&A to use the "Raise Hand" feature and speak.
- Recording: This webinar will be recorded for playback in our On-Demand Video Library.
- Captioning: You are welcome to enable live captioning if needed.

Disclaimer

This webinar provides **general guidance** on complying with **AB 2801** and is **not legal advice**. I am **not an attorney**, and **BPOA does not provide legal services**. If you need **legal advice** regarding your specific situation, please consult a qualified attorney.

Need an attorney referral?

BPOA maintains a referral list of attorneys familiar with rental housing laws. Contact **BPOA@BPOA.org** for a referral.

- Tiffany Van Buren Deputy Director, Berkeley Property Owners Association (BPOA)
- Background in Berkeley-specific property management
- With BPOA since February 2022
- Provides guidance, education, and resources to rental housing providers
- Supports members in navigating Berkeley's rental housing regulations
- Hosts and moderates BPOA webinars and events
- Committed to keeping members informed and empowered



Speaker Introduction

Overview: AB 2801 and CA §1950.5

AB 2801 modifies **California Civil Code 1950.5**, introducing new **photographic documentation requirements** for rental properties.

Rental Housing Providers must take photographs to document the property's condition:

- Before or at move-in
- After move-out
- Before and after executing repairs for specific security deposit deductions

Additional Requirements:

- Photographic images must be shared with the tenant
- Automatic carpet cleaning can no longer be required as a lease condition
- As of April 1, 2025, property owners/managers may only charge carpet cleaning if they provide proof that the carpet is soiled beyond ordinary wear and tear.

Overview

Overview: AB 2801 & §1950.5

What is the Law's Intent?

- Increase transparency in security deposit deductions.
- Prevent disputes over property conditions at move-in and move-out.
- Ensure fair and documented deductions by requiring photographic evidence.
- Eliminate automatic carpet cleaning fees and prevent rental housing providers from expecting professional cleaning from tenants upon move-out.



Overview

Phase One: Explained P1 vs. P2



The new law takes effect in two phases:

- Phase One (April 1, 2025): Applies to *move-outs occurring on or after*April 1, 2025, and introduces a simplified version of the photo documentation requirements.
- Phase Two Full Implementation (July 1, 2025): Expands requirements to include photos documenting the unit's condition at move-in (on or immediately before the lease start date) for leases beginning on or after July 1, 2025, in addition to the Phase One move-out documentation requirements.

Phase One: Explained

Who is Affected and What Does it Mean?

Who is Affected?

- All Berkeley rental housing providers (and all rental housing providers in California)
- Phase One applies to move-outs occurring on or after April 1, 2025
- No exemptions or exceptions

What Does it Mean?

- Rental Housing Providers must take and share photographs documenting the property's condition after a tenant moves out
- Applies to security deposit deductions Rental housing providers must provide photo evidence (before and after images) for any cleaning or repair costs
- Carpet cleaning charges are only allowed if photos prove the carpet is soiled beyond normal wear and tear
- What about pervasive odors? Since they can't be photographed, let's talk about that a little more!

Identifying Odors Before Move-Out

Use Your Nose During the Preliminary Inspection

- Walk Through Every Room Smells can be strongest in carpets, kitchens, and bathrooms.
- Check Enclosed Spaces & Low-Airflow Areas Odors tend to linger in poorly ventilated areas, such as closets, cabinets, and rooms without active airflow.
- Sniff for Smoke, Pets, or Cooking Residue Lingering odors often mean deeper cleaning is needed.
- Look for Hidden Sources Check under sinks, inside cabinets, and behind appliances for moldy, forgotten food or grease buildup.
- Document & Verify If something smells off, get a second opinion from a contractor or cleaning professional.



Proving Pervasive Odors in Your Rental Unit

- Get a Pro's Opinion Carpet cleaners, HVAC techs, or contractors can document the smell.
- **Tenant Admits It?** Save emails or notes from move-out talks & your preliminary inspection report.
- Others Smell It Too Property managers, workers, or new tenants can confirm.
- **Test for Residue** Use black lights for pet stains or grease buildup tests in kitchens.
- **Keep Cleaning Receipts** Make sure they mention odor removal and cause (e.g., pets, smoke, grease).





Preparing Yourself as an Owner-Operator

- **Familiarize yourself** with best practices for taking move-out photos.
- Plan your move-out inspection process to ensure you capture:
 - Overall unit condition (walls, floors, appliances, etc.).
 - Damage beyond normal wear and tear.
 - Before and after photos of any necessary cleaning or repairs.
- Decide how you will store and share photos with tenants.
- ✓ **Action Step:** Practice taking clear, well-lit, and time-stamped photos to refine your process.

Taking & Storing Images

- Photos must be taken within a reasonable time after possession is returned.
- Take clear and time-stamped images of:
 - Walls, floors, ceilings, appliances, and fixtures.
 - Any damage beyond normal wear and tear.
- Store images in an organized and secure system for easy retrieval.
- ✓ Action Step: Create a move-out photo checklist to standardize documentation.





Sharing Images with Tenants

- Landlords must provide move-out photos to tenants.
- Recommended sharing methods:
 - Email (PDF or image files)
 - Cloud storage link (Google Photos/Drive, Dropbox, etc.)
 - USB Flash Drive
 - Printed Copies (only if requested by the tenant)
- Keep records of what was shared and when in case of disputes.

Action Step: Establish a simple process for providing tenants with move-out photos.

Phase One

Security Deposit Deductions Under Phase One

- Any deduction from the security deposit must be supported by photo evidence.
- **Before & after photos** are required for:
 - Damage beyond normal wear and tear.
 - Cleaning charges (renters are expected to leave premises reasonably clean, not professionally clean).
- Carpet cleaning charges are no longer automatic landlords can only charge if they can prove damage beyond normal wear.
- Action Step: Update security deposit handling policies to comply.



Final Takeaways for Phase One



April 1, 2025: Move-out photo requirements take effect.

Applies to all move-outs from that date forward — regardless of when the lease began.

Photo documentation is mandatory for any security deposit deductions.

Start preparing now — update procedures, practice documentation, and set up a storage system.

Put what about my existing security deposit processes?

Phase One

Key Processes: Page 15

Do We Still Need To Do A Move-In/Move-Out Checklist?

- X The new law does NOT eliminate the checklist!
- AB 2801 adds a photo requirement but does not replace written documentation.
- **★** Why You Still Need the Checklist:
 - **Legal Best Practice**: Confirms **tenant acknowledgment** of the unit's condition at move-in.
 - Covers What Photos Can't: Notes functional issues (e.g., leaks, missing keys) that photos don't show.
 - **Stronger Evidence**: Courts prefer **both** written & photo proof in security deposit disputes.



Best Practices for Move-In/Move-Out Documentation Phase Two Requirements Included



Use Both a Checklist & Photos

For New Leases as of July 1, 2025 and After:

- Move-in: Share the photos you've taken and the Move-In Condition checklist; have the tenant sign the checklist.
- Move-out: Conduct an inspection, take required move-out photos, and update the checklist.
- Store & Label Everything Properly
 - Keep time-stamped photos & signed checklists together.
- Bottom Line: The checklist + photos = stronger documentation & protection for landlords.

 Phase One

Complying with AB 2801 & Existing Laws

Even with the new **photo documentation requirement**, **State and Local laws** governing security deposits **remain in effect**.

- Key Deadlines & Requirements:
 - ✓ 21 Days: You must return the tenant's security deposit within 21 days of them surrendering possession.
 - ✓ Deposit Accounting Statement: Must include a written statement of security deposit deductions (Deposit Disposition).
 - ✓ Interest Payment: If subject to a local interest requirement, accrued interest must be included.
- What if Repairs Aren't Done Yet?
 - ✓ You may estimate repair costs if work is incomplete.
 - ✓ Once repairs are finished, **send proof** (invoice/receipt & photos) **within 14** days of completion.

Action Step: Ensure your security deposit process complies with both AB 2801 and existing laws.



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Don't Have A Sharing Plan Yet and Need an Easy Way to Share Move-Out Photos?



If you don't have a sharing plan yet, consider using Google Photos!

- Free & easy to use
- Access from any device
- Quickly share move-out photos with tenants
- **Proof.** Next Up: How to Set Up & Use Google Photos

Setting Up Gmail for Google Photos

Why use Gmail? → Required for Google Photos

Quick Tip: Use the **property address** for an easy-to-remember username!

Steps to Create a Gmail Account:

- 1. Go to Gmail.com → Click "Create account"
- 2. Enter your name + property-based username:
 - Example: 123MainSt@gmail.com
- 3. Create a **password** & add recovery info (optional but recommended)
- 4. Agree to terms & sign in!

Challenges to Watch For:

- Username availability (use variations like "Apt1" or "Rental")
- Remembering the password (write it down!)



Phase One

Gmail for Google Photos Page 20

Uploading & Sharing Photos



Steps to Upload Photos in Google Photos:

- 1. **Go to photos.google.com** & sign in
- 2. Click "Upload" → Select photos from device
- 3. (Optional) Enable auto backup for easy future uploads

How to Share Photos with Tenants:

- 1. Click the photo to open it
- 2. Click "Share" (link icon)
- 3. Choose email (tenant's email) or copy link & send
- Pro Tip: Test by sending a sample photo to yourself first!

Create and Share an Album in Google Photos

1. Create an Album:

- Go to photos.google.com
- Click "Albums" → "Create album"
- Name it [Property Address Move-Out Photos]
- Click "Add photos" and select your move-out images

2. Share the Album:

- Open the album
- Click "Share" (link icon)
- Select "Create link" → Copy & paste it into an email or text



Let's Take a Look at a Sample Google Album

These photos were taken with an iPhone and an app called "Timestamp Camera Basic," a free application with 30,000 reviews on the Apple App Store and an average 4.8-star rating.

1246 Ashby Ave - 2/15/25 Move-Out

Here's a Sample Final Move-Out Inspection Photo Checklist we can take a look at.

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Sample Google Album Page 23

How To Take a Wide Angle Photo With an iPhone

If you're using an iPhone:

- Hold it horizontally.
- Use the 0.5x setting
- This works for video, too
- Must be using the rear camera lenses





Member Q&A

CHAT: Type a question into the chat.

ASK: Raise your virtual hand to ask a

question-Remember to **UNMUTE** your

microphone when I call your name!

Still have questions?

Send us an email! <u>BPOA@BPOA.org</u>, or use the <u>Contact Us form</u> on the <u>BPOA website</u>.

Phase One

Member Q&A

Presentation Summary

- Phase One of AB 2801 requires photographic documentation of rental properties after move-out and before/after repairs beginning April 1, 2025.
- Tenants can only be charged for carpet cleaning with proof that they are soiled beyond normal wear
 & tear.
- Photos must be shared with tenants.
- Time-stamped photos are recommended.
- Google Photos is a free and easy way to store and share photos.
- Helpful time stamp apps include PhotoStamp Camera, Timestamp Camera, and Marki.
- Continue using Move-In Move-Out Checklists; a combination of written and photographic evidence
 makes for stronger protections in case of potential litigation.

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