



MANAGEMENT BULLETIN #481

DATE: February 4, 2019
TO: Owners/Agents of Properties with IHDA Funding
CC: Asset Management Department Staff
FROM: Asset Management Department, IHDA
RE: 2019 Security Deposit Interest Rate

SUMMARY:

Beginning January 1, 2019 the applicable interest rate on security deposits for tenants in both Chicago and Illinois is 0.01%. The rate of interest applies to all residential rental agreements that become effective on or after January 1, 2019.

In the [City of Chicago](#), owner occupied buildings of 6 units or less are not required to pay interest on security deposits. In the [State of Illinois](#) outside of Chicago, residential developments with fewer than 25 units are not required to pay interest on security deposits, unless the same owner has adjacent buildings with a combined total of 25 units or more.

City of Chicago code also requires that a general summary of the [Residential Landlord Tenant Ordinance](#) and a separate summary on security deposits, including the required rate of interest, be attached to each newly executed 2019 lease.
