1156--A

2015-2016 Regular Sessions

IN ASSEMBLY

January 8, 2015

- Introduced by M. of A. DINOWITZ, GOTTFRIED, ROSENTHAL, MOSLEY, CLARK, PICHARDO, COOK, CRESPO, SEPULVEDA, BENEDETTO, KAVANAGH, PERRY --Multi-Sponsored by -- M. of A. ARROYO, DenDEKKER, GLICK, MAYER -- read once and referred to the Committee on Housing -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee
- AN ACT to amend the administrative code of the city of New York, the emergency tenant protection act of nineteen seventy-four, the emergency housing rent control law and the real property law, in relation to prohibiting charges for legal fees

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 Section 1. The administrative code of the city of New York is amended 2 by adding a new section 26-416 to read as follows:
- 3 S 26-416 UNAUTHORIZED LEGAL FEES. A LESSOR OR AGENT THEREOF SHALL BE 4 PROHIBITED FROM ASSESSING A LESSEE ANY FEE, SURCHARGE OR OTHER CHARGES 5 FOR LEGAL SERVICES IN CONNECTION WITH THE OPERATION OR RENTAL OF A RESI-6 DENTIAL UNIT UNLESS THE LESSOR HAS THE LEGAL AUTHORITY TO DO SO PURSUANT 7 TO A COURT ORDER. ANY AGREEMENT OR ASSESSMENT TO THE CONTRARY SHALL BE 8 VOID AS CONTRARY TO PUBLIC POLICY.
- 9 S 2. Section 6 of section 4 of chapter 576 of the laws of 1974, 10 constituting the emergency tenant protection act of nineteen seventy-11 four, is amended by adding a new subdivision f-1 to read as follows:
- 12 F-1. A LESSOR OR AGENT THEREOF SHALL BE PROHIBITED FROM ASSESSING A 13 LESSEE ANY FEE, SURCHARGE OR OTHER CHARGES FOR LEGAL SERVICES IN CONNECTION WITH THE OPERATION OR RENTAL OF A RESIDENTIAL UNIT UNLESS THE 14 THE LEGAL AUTHORITY TO DO SO PURSUANT TO A COURT ORDER. ANY 15 LESSOR HAS AGREEMENT OR ASSESSMENT TO THE CONTRARY SHALL BE VOID AS CONTRARY 16 TO 17 PUBLIC POLICY.
- 18 S 3. Section 26-512 of the administrative code of the city of New York 19 is amended by adding a new subdivision g to read as follows:

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

LBD01832-02-5

AGENT THEREOF SHALL BE PROHIBITED FROM ASSESSING A 1 G. A LESSOR OR 2 SURCHARGE LESSEE ANY FEE, OR OTHER CHARGES FOR LEGAL SERVICES IN 3 CONNECTION WITH THE OPERATION OR RENTAL OF A RESIDENTIAL UNIT UNLESS THE 4 LESSOR HAS THE LEGAL AUTHORITY TO DO SO PURSUANT TO A COURT ORDER. ANY 5 AGREEMENT OR ASSESSMENT TO THE CONTRARY SHALL BE VOID AS CONTRARY TO 6 PUBLIC POLICY.

7 S 4. Subdivision 4 of section 4 of chapter 274 of the laws of 1946, 8 constituting the emergency housing rent control law, is amended by 9 adding a new paragraph (f) to read as follows:

10 (F) A LESSOR OR AGENT THEREOF SHALL BE PROHIBITED FROM ASSESSING Α FEE, SURCHARGE OR OTHER CHARGES FOR LEGAL SERVICES IN 11 LESSEE ANY CONNECTION WITH THE OPERATION OR RENTAL OF A RESIDENTIAL UNIT UNLESS THE 12 LESSOR HAS THE LEGAL AUTHORITY TO DO SO PURSUANT TO A COURT ORDER. 13 ANY 14 AGREEMENT OR ASSESSMENT TO THE CONTRARY SHALL BE VOID AS CONTRARY TO 15 PUBLIC POLICY.

16 S 5. The real property law is amended by adding a new section 234-a to 17 read as follows:

18 S 234-A. UNAUTHORIZED LEGAL FEES. A LESSOR OR AGENT THEREOF SHALL BE 19 PROHIBITED FROM ASSESSING A LESSEE ANY FEE, SURCHARGE OR OTHER CHARGES 20 FOR LEGAL SERVICES IN CONNECTION WITH THE OPERATION OR RENTAL OF A RESI-21 DENTIAL UNIT UNLESS THE LESSOR HAS THE LEGAL AUTHORITY TO DO SO PURSUANT 22 TO A COURT ORDER. ANY AGREEMENT OR ASSESSMENT TO THE CONTRARY SHALL BE 23 VOID AS CONTRARY TO PUBLIC POLICY.

S 6. This act shall take effect immediately; provided that: (a) section 26-416 of the city rent and rehabilitation law as added by section one of this act shall remain in full force and effect only as long as the public emergency requiring the regulation and control of residential rents and evictions continues, as provided in subdivision 3 of section 1 of the local emergency housing rent control act;

30 (b) the amendments to section 4 of chapter 576 of the laws of 1974 31 constituting the emergency tenant protection act of nineteen seventy-32 four made by section two of this act shall expire on the same date as 33 such act expires and shall not affect the expiration of such act as 34 provided in section 17 of chapter 576 of the laws of 1974;

35 (c) the amendments to section 26-512 of chapter 4 of title 26 of the 36 administrative code of the city of New York, made by section three of 37 this act shall expire on the same date as such law expires and shall not 38 affect the expiration of such law as provided under section 26-520 of 39 such law; and

40 (d) the amendments to section 4 of the emergency housing rent control 41 law made by section four of this act shall expire on the same date as 42 such law expires and shall not affect the expiration of such law as 43 provided in subdivision 2 of section 1 of chapter 274 of the laws of 44 1946.