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2015-2016 Regular Sessions

IN ASSEMBLY

January 7, 2015

Introduced by M. of A. ROSENTHAL -- read once and referred to the Committee on Judiciary

AN ACT to amend the real property law and the administrative code of the city of New York, in relation to imposing civil penalties on landlords for including unenforceable provisions in residential leases

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

1 Section 1. The real property law is amended by adding a new section 2 235-h to read as follows:

S 235-H. CIVIL PENALTY. IN ADDITION TO ANY OTHER REMEDY PROVIDED 3 BY 4 A CIVIL PENALTY NOT TO EXCEED FIVE HUNDRED A COURT MAY IMPOSE LAW, 5 DOLLARS PER VIOLATION, UPON PROOF TO THE SATISFACTION OF THE COURT THAT 6 AN OWNER HAS INCLUDED IN A RESIDENTIAL LEASE CLAUSE OR RIDER ANY 7 PROVISION THAT IS PROHIBITED UNDER STATE OR LOCAL LAW, THAT RENDERING 8 PROVISION VOID OR UNENFORCEABLE. SUCH CIVIL PENALTY MAY BE SOUGHT BY APPLICATION BY THE ATTORNEY GENERAL IN THE NAME OF 9 THEPEOPLE OF THE STATE OF NEW YORK AND SHALL BE PAYABLE TO THE MUNICIPALITY IN WHICH THE 10 11 SUBJECT PREMISES IS LOCATED.

12 S 2. The administrative code of the city of New York is amended by 13 adding a new section 26-516.1 to read as follows:

26-516.1 CIVIL PENALTY. IN ADDITION TO ANY OTHER REMEDY PROVIDED BY 14 S LAW, THE COMMISSIONER OF THE STATE DIVISION OF HOUSING AND COMMUNITY 15 16 RENEWAL MAY IMPOSE A CIVIL PENALTY NOT TO EXCEED FIVE HUNDRED DOLLARS PER VIOLATION, UPON PROOF TO THE SATISFACTION OF THE COMMISSIONER 17 THAT 18 AN OWNER HAS INCLUDED IN A LEASE CLAUSE OR RIDER ANY PROVISION THAT IS PROHIBITED UNDER STATE OR LOCAL LAW, RENDERING THAT 19 PROVISION VOID OR 20 UNENFORCEABLE. SUCH CIVIL PENALTY MAY BE RECOVERED BY ADMINISTRATIVE ORDER AFTER A HEARING. SUCH ORDER SHALL BE DEEMED A FINAL DETERMINATION 21 22 PURPOSES OF JUDICIAL REVIEW. SUCH ACTION SHALL BE BROUGHT ON FOR THE 23 BEHALF OF THE CITY AND ANY AMOUNT RECOVERED SHALL BE PAID INTO THE CITY 24 SUCH PENALTY MAY, UPON THE EXPIRATION OF THE PERIOD FOR SEEK-TREASURY.

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

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1 ING REVIEW PURSUANT TO ARTICLE SEVENTY-EIGHT OF THE CIVIL PRACTICE LAW 2 AND RULES, BE DOCKETED AND ENFORCED IN THE MANNER OF A JUDGMENT OF THE 3 SUPREME COURT.

4 S 3. This act shall take effect immediately; and provided that the 5 amendment to chapter 4 of title 26 of the administrative code of the 6 city of New York made by section two of this act shall expire on the 7 same date as such law expires and shall not affect the expiration of 8 such law as provided under section 26-520 of such law.