STATE OF NEW YORK

2845--A

2019-2020 Regular Sessions

IN SENATE

January 29, 2019

Introduced by Sens. KRUEGER, ADDABBO, BAILEY, BENJAMIN, COMRIE, GIANAR-IS, HOYLMAN, JACKSON, KAVANAGH, MAYER, MONTGOMERY, PARKER, PERSAUD, RIVERA, SANDERS, SAVINO, SEPULVEDA, SERRANO, STAVISKY -- read twice and ordered printed, and when printed to be committed to the Committee on Housing, Construction and Community Development -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the emergency tenant protection act of nineteen seventy-four and the administrative code of the city of New York, in relation to the regulation of rents

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Subdivision (a-2) of section 10 of section 4 of chapter 576 of the laws of 1974, constituting the emergency tenant protection act of nineteen seventy-four, as amended by section 11 of part A of chapter 20 of the laws of 2015, is amended to read as follows:

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(a-2) [Provides that where] Where the amount of rent charged to and 5 6 paid by the tenant is less than the legal regulated rent for the housing 7 accommodation, the amount of rent for such housing accommodation which 8 may be charged [upon renewal or] upon vacancy thereof, may, at the 9 option of the owner, be based upon such previously established legal 10 regulated rent, as adjusted by the most recent applicable guidelines increases and other increases authorized by law; provided, however, that 11 12 for buildings that are subject to this statute by virtue of a regulatory 13 agreement with a local government agency and which buildings receive 14 federal project based rental assistance administered by the United 15 States department of housing and urban development or a state or local 16 section eight administering agency, where the rent set by the federal, state or local governmental agency is less than the legal regulated rent 17 18 for the housing accommodation, the amount of rent for such housing 19 accommodation which may be charged upon renewal or upon vacancy thereof,

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may, at the option of the owner, be based upon such previously established legal regulated rent, as adjusted by the most recent applicable 3 guidelines increases and other increases authorized by law; and further 4 provided that such vacancy shall not be caused by the failure of the owner or an agent of the owner, to maintain the housing accommodation in 6 compliance with the warranty of habitability set forth in subdivision 7 one of section two hundred thirty-five-b of the real property law. 8 housing accommodation shall be excluded from the provisions of this act 9 pursuant to paragraph thirteen of subdivision a of section five of this 10 act when subsequent to vacancy: (i) such legal regulated rent is two 11 thousand five hundred dollars per month, or more, for any housing accommodation that is, or becomes, vacant after the effective date of the 12 13 rent act of 2011 but prior to the effective date of the rent act of 2015 14 or (ii) such legal regulated rent is two thousand seven hundred dollars 15 per month or more for any housing accommodation that is or becomes 16 vacant on or after the rent act of 2015; starting on January 1, 2016, 17 and annually thereafter, the maximum legal regulated rent for this 18 deregulation threshold, shall also be increased by the same percent as 19 the most recent one year renewal adjustment, adopted by the applicable 20 rent guidelines board pursuant to the rent stabilization law. 21

2. Paragraph 14 of subdivision c of section 26-511 of the administrative code of the city of New York, as amended by section 12 of part A of chapter 20 of the laws of 2015, is amended to read as follows:

(14) [provides that] where the amount of rent charged to and paid by tenant is less than the legal regulated rent for the housing accommodation, the amount of rent for such housing accommodation which may be charged [upon renewal or] upon vacancy thereof, may, at the option of the owner, be based upon such previously established legal regulated rent, as adjusted by the most recent applicable guidelines increases and any other increases authorized by law; provided, however, that for 31 buildings that are subject to this statute by virtue of a regulatory 32 agreement with a local government agency and which buildings receive federal project based rental assistance administered by the United States department of housing and urban development or a state or local 34 section eight administering agency, where the rent set by the federal, state or local governmental agency is less than the legal regulated rent for the housing accommodation, the amount of rent for such housing accommodation which may be charged upon renewal or upon vacancy thereof, may, at the option of the owner, be based upon such previously established legal regulated rent, as adjusted by the most recent applicable 41 guidelines increases and other increases authorized by law; and further 42 provided that such vacancy shall not be caused by the failure of the 43 owner or an agent of the owner, to maintain the housing accommodation in 44 compliance with the warranty of habitability set forth in subdivision one of section two hundred thirty-five-b of the real property law. Such housing accommodation shall be excluded from the provisions of this code pursuant to section 26-504.2 of this chapter when, subsequent to vacancy: (i) such legal regulated rent prior to vacancy is two thousand five hundred dollars per month, or more, for any housing accommodation that is or becomes vacant after the effective date of the rent act of 2011 51 but prior to the effective date of the rent act of 2015 or (ii) such 52 legal regulated rent is two thousand seven hundred dollars per month or 53 more, provided, however that on January 1, 2016, and annually thereaft-54 er, the maximum legal regulated rent for this deregulation threshold shall be adjusted by the same percentage as the most recent one year 55 renewal adjustment as adjusted by the relevant rent guidelines board,

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1 for any housing accommodation that is or becomes vacant on or after the 2 rent act of 2015.

§ 3. This act shall take effect immediately; provided, however, that the amendments to section 10 of the emergency tenant protection act of nineteen seventy-four made by section one of this act shall expire on the same date as such act expires and shall not affect the expiration of such act as provided in section 17 of chapter 576 of the laws of 1974, as amended; and provided, further, that the amendments to section 26-511 of chapter 4 of title 26 of the administrative code of the city of New York made by section two of this act shall expire on the same date as such law expires and shall not affect the expiration of such law as provided under section 26-520 of such law.