STATE OF NEW YORK

5982--A

2019-2020 Regular Sessions

IN SENATE

May 16, 2019

Introduced by Sen. RIVERA -- read twice and ordered printed, and when printed to be committed to the Committee on Cities -- recommitted to the Committee on Cities in accordance with Senate Rule 6, sec. 8 -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, in relation to requiring contracts for a commercial lease

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

Section 1. Title 22 of the administrative code of the city of New York is amended by adding a new chapter 12 to read as follows:

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CHAPTER 12

COMMERCIAL LEASE CONTRACTS

- § 22-1201 Definitions. As used in this chapter the following terms have the following meanings:
- 1. "Written contract" means a commercial lease or lease for the 8 purposes of renting a commercial property, that shall be provided to a commercial tenant as an official agreement on contract terms.
- 10 2. "Commercial tenant" means a lessee or entity that is entering an 11 agreement to rent and lawfully occupy the commercial property.
- 12 3. "Commercial lease" means a written contract provided on paper or 13 <u>electronically</u>.
- 14 4. "Commercial property" means any non-residential real estate proper-15 ty that is owned or used for business purposes.
- 16 5. "Property owner" means a person, landlord, owner, or entity that 17 <u>owns or manages a commercial property.</u>
- 18 § 22-1202 Commercial lease contract requirements. 1. A landlord shall 19 provide a written contract to a commercial tenant. Such written contract 20 must include, but is not limited to, the:
 - a. address of the property and a description of the space leased;

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

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- b. contact information for the property owner or manager and the primary contact of the business, all contacts preferred by those parties should be included on the lease, which shall not be limited to only one contact;
- 5 <u>c. term of the lease, with the date of commencement and date of termi-</u> 6 <u>nation of such term;</u>
- 7 <u>d. lease extension or renewal information if any renewal option is</u> 8 provided with the date or dates on which such extension or renewal are 9 <u>exercisable</u>;
 - e. monthly rent and due date;

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- 11 <u>f. any terms that may result in termination of the written contract or</u> 12 <u>additional fees and charges;</u>
- g. explanation of any additional fees or charges, if any, such as
 contribution to property taxes, insurance, maintenance, facade or structural repairs, or utilities, whether this is consecutive or a one-time
 payment; and
- 17 <u>h. all the responsibilities for the commercial tenant and the land-</u> 18 <u>lord, if any.</u>
- 2. Commercial tenants may request that the start date of tenancy or other relevant information to prove occupancy and duration thereof be included or excluded in a written contract.
- 22 <u>3. Commercial tenants have the right to, upon request, receive any</u> 23 <u>information listed under subdivision one of this section.</u>
- 24 <u>4. Commercial tenants who do not receive a written contract including</u>
 25 <u>items required by this section shall be legally allowed to:</u>
- 26 a. continue their tenancy until the contract is provided;
- 27 b. withhold rent payment after thirty days without a contract; and
- 28 <u>c. suspend payment on the sixty-first day without a lease. Property</u>
- 29 <u>owners who do not provided a lease within sixty days forfeit the</u>
- 30 payments for that time period prior and until the issuance of the lease.
- 31 § 2. This act shall take effect immediately.