## STATE OF NEW YORK

2205

2019-2020 Regular Sessions

## IN SENATE

January 23, 2019

Introduced by Sens. BAILEY, HOYLMAN, KRUEGER, MONTGOMERY, PARKER, SERRA-NO, STAVISKY -- read twice and ordered printed, and when printed to be committed to the Committee on Housing, Construction and Community Development

AN ACT to amend the administrative code of the city of New York and the emergency tenant protection act of nineteen seventy-four, in relation to warehousing of housing accommodations and penalties therefor

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

1 Section 1. Legislative findings and intent. The legislature finds and 2 declares that each person in the state shall have a right to be housed 3 and that such right to housing is a basic human right.

The legislature further finds and declares that the practice of "warebousing", that is of intentionally withholding housing accommodations from the housing market, including the withholding of apartments for purposes of future co-operative apartment conversion, has contributed significantly to the shortage of housing in this state, especially in the city of New York.

10 The legislature further finds and declares that the practice of ware-11 housing has violated the right to housing of many of the citizens and 12 residents of this state.

13 It is thus the intent of the legislature to eliminate the practice of 14 warehousing by providing strong penalties to deter such practice.

15 § 2. Section 26-412 of the administrative code of the city of New York 16 is amended by adding a new subdivision g to read as follows:

17 g. It shall be unlawful to harass a tenant to obtain vacancy of his or

18 her housing accommodation or to have intentionally withheld a housing

19 accommodation from the market, including withholding such accommodation

20 for the purpose of future co-operative apartment conversion. For the

21 purposes of this subdivision, harassment consists of engaging in a

22 course of conduct or repeatedly committing acts which alarm or seriously

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

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1	annoy a tenant or other person residing in the tenant's housing accommo-
2	dation and which serve no legitimate purpose.
3	§ 3. Paragraph 2 of subdivision c of section 26-516 of the administra-
4	tive code of the city of New York, as amended by section 23 of part A of
5	chapter 20 of the laws of 2015, is amended to read as follows:
6	(2) to have harassed a tenant to obtain vacancy of his or her housing
7	accommodation or to have intentionally withheld a housing accommodation
8	from the market, including withholding such accommodation for the
9	purpose of future co-operative apartment conversion, the commissioner
10	may impose by administrative order after hearing, a civil penalty for
11	any such violation. Such penalty shall be at a minimum in the amount of
12	two thousand but not to exceed three thousand dollars for the first such
13	offense, and at minimum in the amount of ten thousand but not to exceed
14	eleven thousand dollars for each subsequent offense or for a violation
15	consisting of conduct directed at the tenants of more than one housing
16	accommodation.
17	§ 4. Paragraph 2 of subdivision c of section 26-516 of the administra-
18	tive code of the city of New York, as amended by section 24 of part A of
19	chapter 20 of the laws of 2015, is amended to read as follows:
20	(2) to have harassed a tenant to obtain vacancy of his or her housing
21	accommodation or to have intentionally withheld a housing accommodation
22 23	from the market, including withholding such accommodation for the purpose of future co-operative apartment conversion, the commissioner
23 24	may impose by administrative order after hearing, a civil penalty for
24 25	any such violation. Such penalty shall be at minimum in the amount of
26	two thousand but not to exceed three thousand dollars for the first such
27	offense, and at a minimum in the amount of ten thousand but not to
28	exceed eleven thousand dollars for each subsequent offense or for a
29	violation consisting of conduct directed at the tenants of more than one
30	housing accommodation.
31	§ 5. Clause (ii) of paragraph 3 of subdivision a of section 12 of
32	section 4 of chapter 576 of the laws of 1974, constituting the emergency
33	tenant protection act of nineteen seventy-four, as amended by section 27
34	of part A of chapter 20 of the laws of 2015, is amended to read as
35	follows:
36	(ii) to have harassed a tenant to obtain vacancy of his housing accom-
37	modation or to have intentionally withheld a housing accommodation from
38	the market, including withholding such accommodation for the purpose of
39	future co-operative apartment conversion, the commissioner may impose by
40	administrative order after hearing, a civil penalty for any such
41	violation. Such penalty shall be at minimum in the amount of two thou-
42	sand but not to exceed three thousand dollars for the first such
43	offense, and at minimum in the amount of ten thousand but not to exceed
44	eleven thousand dollars for each subsequent offense or for a violation
45	consisting of conduct directed at the tenants of more than one housing
46	accommodation.
47	§ 6. Clause (ii) of paragraph 3 of subdivision a of section 12 of
48	section 4 of chapter 576 of the laws of 1974, constituting the emergency
49	tenant protection act of nineteen seventy-four, as amended by section 28
50	of part A of chapter 20 of the laws of 2015, is amended to read as
51	follows:
52 52	(ii) to have harassed a tenant to obtain vacancy of his housing accom-
53 54	modation or to have intentionally withheld a housing accommodation from
54 55	the market, including withholding such accommodation for the purpose of future co-operative apartment conversion, the commissioner may impose by
55 56	
50	administrative order after hearing, a civil penalty for any such

1 violation. Such penalty shall be at minimum in the amount of two thou-2 sand but not to exceed three thousand dollars for the first such 3 offense, and at minimum in the amount of ten thousand but not to exceed 4 eleven thousand dollars for each subsequent offense or for a violation 5 consisting of conduct directed at the tenants of more than one housing 6 accommodation.

7 § 7. This act shall take effect immediately provided that the amend-8 ment to section 26-412 of the city rent and rehabilitation law made by 9 section two of this act shall remain in full force and effect only so 10 long as the public emergency requiring the regulation and control of residential rents and evictions continues, as provided in subdivision 3 11 of section 1 of the local emergency housing rent control act; and 12 provided further that the amendment to section 26-516 of the rent 13 14 stabilization law of nineteen hundred sixty-nine made by sections three 15 and four of this act shall expire on the same date as such law expires, 16 and provided further that the amendment to paragraph 2 of subdivision c 17 of section 26-516 of the administrative code of the city of New York made by section three of this act shall not affect the expiration of 18 such paragraph pursuant to subdivision 6 of section 46 of chapter 116 of 19 20 the laws of 1997, as amended, when upon such date section four of this 21 act shall take effect; provided further that the amendment to section 12 of the emergency tenant protection act of nineteen seventy-four made by 22 sections five and six of this act shall expire on the same date as such 23 24 act expires and shall not affect the expiration of such act as provided 25 in section 17 of chapter 576 of the laws of 1974, as amended; and 26 provided further that the amendments to clause (ii) of paragraph 3 of 27 subdivision a of section 12 of the emergency tenant protection act made 28 by section five of this act shall not affect the expiration of such clause pursuant to subdivision 6 of section 46 of chapter 116 of the 29 30 laws of 1997, as amended, when upon such date section six of this act 31 shall take effect.