STATE OF NEW YORK

3678

2019-2020 Regular Sessions

IN SENATE

February 12, 2019

Introduced by Sen. KAPLAN -- read twice and ordered printed, and when printed to be committed to the Committee on Judiciary

AN ACT to amend the real property actions and proceedings law, in relation to evictions and foreclosures of federal employees during a federal government shutdown

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

1 Section 1. Section 111 of the real property actions and proceedings 2 law is amended by adding two new subdivisions 6 and 7 to read as 3 follows:

4 <u>6. As used in sections 768 and 1392 of this chapter, the term:</u>

- 5 (a) "federal worker":
- 6 (i) means an employee of a federal government agency; and

7 (ii) is a resident of this state; and

8 (b) "shutdown" means any period in which there is more than a twenty-9 four hour lapse in appropriations for any federal government agency or 10 federal department as a result of a failure of the federal government to 11 enact a regular appropriations bill or continuing resolution.

12 7. As used in section 1392 of this chapter, the term:

13 (a) "covered period" means the period beginning on the date on which a 14 shutdown begins and ending on the date that is thirty days after the 15 date on which that shutdown ends; and

16 (b) "covered action" means an action relating to an obligation:

17 (i) with respect to real or personal property owned by a federal work-18 er; and

19 (ii) that:

20 (A) originated before the date on which a shutdown begins;

21 (B) is in effect on the date on which a shutdown begins; and

- 22 (C) is secured by a mortgage, trust deed, or other security in the
- 23 nature of a mortgage.

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

LBD09795-01-9

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1	§ 2. The real property actions and proceedings law is amended by
2	adding a new section 768 to read as follows:
3	§ 768. Evictions during federal government shutdown. 1. Except by the
4	order of a court, a landlord may not, during a shutdown, evict a federal
5	worker from premises that are occupied or intended to be occupied prima-
6	rily as a residence.
7	2. (a) Upon an application for eviction with respect to premises that
8	are occupied or intended to be occupied primarily as a residence, a
9	court may, upon motion of the court, and shall, if a request is made by
10	or on behalf of a federal worker, the ability of whom to pay the rent
11	that is the subject of the action is materially affected by a shutdown:
12	(i) stay the proceedings for a period of thirty days, unless, in the
13	opinion of the court, justice and equity require a longer or shorter
14	period of time; or
15	(ii) adjust the obligation under the lease to preserve the interests
16	<u>of all parties.</u>
17	(b) If a court grants a stay pursuant to this section the court may
18	grant to the landlord such relief as equity may require.
19	3. A person who knowingly takes part in an eviction described in this
20	section, or that knowingly attempts to take part in an eviction
21	described in this section, shall be guilty of a misdemeanor.
22	§ 3. The real property actions and proceedings law is amended by
23	adding a new section 1392 to read as follows:
24	<u>§ 1392. Foreclosures during government shutdown. 1. If a covered</u>
25	action is filed in a court during a covered period, the court may, after
26	a hearing and upon the motion of the court, and shall, upon application
27	by the federal worker if the ability of the federal worker to comply
28	with the covered obligation is materially affected by a shutdown:
29	(a) stay the proceedings for a period of time as justice and equity
30	<u>require; or</u>
31	(b) adjust the obligation to preserve the interests of all parties.
32	2. A sale, foreclosure, or seizure of property for a breach of an
33	obligation described in paragraph (b) of subdivision seven of section
34	one hundred eleven of this chapter by a federal worker shall not be
35	valid if made during a covered period except upon the order of a court
36	that is granted before such sale, foreclosure, or seizure.
37	3. A person who knowingly makes or causes to be made a sale, foreclo-
38	sure, or seizure of property that is prohibited under this section, or
39	that knowingly attempts to make or cause to be made a sale, foreclosure,
40	or seizure of property that is prohibited under this section, shall be
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41 guilty of a misdemeanor. 42 § 4. This act shall take effect immediately.