

# STATE OF NEW YORK

6853

2021-2022 Regular Sessions

## IN SENATE

May 19, 2021

Introduced by Sen. KAVANAGH -- read twice and ordered printed, and when printed to be committed to the Committee on Housing, Construction and Community Development

AN ACT to amend chapter 381 of the laws of 2020, establishing the "COVID-19 Emergency Eviction and Foreclosure Prevention Act of 2020"; to amend chapter 56 of the laws of 2021, establishing the "COVID-19 Emergency Rental Assistance Program of 2021"; and to amend the social services law, in relation to rental assistance; and to repeal certain provisions of the social services law upon expiration thereof

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

1 Section 1. Subdivision 4 of section 1 of part A of chapter 381 of the  
2 laws of 2020, establishing the "COVID-19 Emergency Eviction and Foreclo-  
3 sure Prevention Act of 2020", as amended by chapter 104 of the laws of  
4 2021, is amended to read as follows:  
5 4. "Hardship declaration" means the following statement, or a substan-  
6 tially equivalent statement in the tenant's primary language, in  
7 14-point type, published by the office of court administration, whether  
8 in physical or electronic written form:  
9 "NOTICE TO TENANT: If you have lost income or had increased costs  
10 during the COVID-19 pandemic, or moving would pose a significant health  
11 risk for you or a member of your household due to an increased risk for  
12 severe illness or death from COVID-19 due to an underlying medical  
13 condition, and you sign and deliver this hardship declaration form to  
14 your landlord, you cannot be evicted until at least August 31, 2021 for  
15 nonpayment of rent or for holding over after the expiration of your  
16 lease. You may still be evicted for violating your lease by persistently  
17 and unreasonably engaging in behavior that substantially infringes on  
18 the use and enjoyment of other tenants or occupants or causes a substan-  
19 tial safety hazard to others.

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

LBD10590-10-1

1 If your landlord has provided you with this form, your landlord must  
2 also provide you with a mailing address and e-mail address to which you  
3 can return this form. If your landlord has already started an eviction  
4 proceeding against you, you can return this form to either your land-  
5 lord, the court, or both at any time. You should keep a copy or picture  
6 of the signed form for your records. You will still owe any unpaid rent  
7 to your landlord. You should also keep careful track of what you have  
8 paid and any amount you still owe.

9 For more information about legal resources that may be available to  
10 you, go to [www.nycourts.gov/evictions/nyc/](http://www.nycourts.gov/evictions/nyc/) or call 718-557-1379 if you  
11 live in New York City or go to [www.nycourts.gov/evictions/outside-nyc/](http://www.nycourts.gov/evictions/outside-nyc/)  
12 or call a local bar association or legal services provider if you live  
13 outside of New York City. [~~Rent relief~~] Financial assistance may be  
14 available to you, [~~and you~~] even if you have not qualified for assist-  
15 ance in the past, under the COVID-19 Emergency Rental Assistance  
16 Program. You should contact your local housing assistance office or  
17 visit <https://otda.ny.gov> on the internet for information on how to  
18 apply.

19 TENANT'S DECLARATION OF HARDSHIP DURING THE COVID-19 PANDEMIC

20 I am a tenant, lawful occupant, or other person responsible for paying  
21 rent, use and occupancy, or any other financial obligation under a lease  
22 or tenancy agreement at (address of dwelling unit).  
23 YOU MUST INDICATE BELOW YOUR QUALIFICATION FOR EVICTION PROTECTION BY  
24 SELECTING OPTION "A" OR "B", OR BOTH.

25 A. ( ) I am experiencing financial hardship, and I am unable to pay my  
26 rent or other financial obligations under the lease in full or obtain  
27 alternative suitable permanent housing because of one or more of the  
28 following:

- 29 1. Significant loss of household income during the COVID-19 pandemic.
- 30 2. Increase in necessary out-of-pocket expenses related to performing  
31 essential work or related to health impacts during the COVID-19 pandem-  
32 ic.
- 33 3. Childcare responsibilities or responsibilities to care for an  
34 elderly, disabled, or sick family member during the COVID-19 pandemic  
35 have negatively affected my ability or the ability of someone in my  
36 household to obtain meaningful employment or earn income or increased my  
37 necessary out-of-pocket expenses.
- 38 4. Moving expenses and difficulty I have securing alternative housing  
39 make it a hardship for me to relocate to another residence during the  
40 COVID-19 pandemic.
- 41 5. Other circumstances related to the COVID-19 pandemic have negative-  
42 ly affected my ability to obtain meaningful employment or earn income or  
43 have significantly reduced my household income or significantly  
44 increased my expenses.

45 To the extent that I have lost household income or had increased  
46 expenses, any public assistance, including unemployment insurance,  
47 pandemic unemployment assistance, disability insurance, or paid family  
48 leave, that I have received since the start of the COVID-19 pandemic  
49 does not fully make up for my loss of household income or increased  
50 expenses.

51 B. ( ) Vacating the premises and moving into new permanent housing would  
52 pose a significant health risk because I or one or more members of my

1 household have an increased risk for severe illness or death from  
2 COVID-19 due to being over the age of sixty-five, having a disability or  
3 having an underlying medical condition, which may include but is not  
4 limited to being immunocompromised.

5 I understand that I must comply with all other lawful terms under my  
6 tenancy, lease agreement or similar contract. I further understand that  
7 lawful fees, penalties or interest for not having paid rent in full or  
8 met other financial obligations as required by my tenancy, lease agree-  
9 ment or similar contract may still be charged or collected and may  
10 result in a monetary judgment against me. I further understand that my  
11 landlord may be able to seek eviction after August 31, 2021, and that  
12 the law may provide certain protections at that time that are separate  
13 from those available through this declaration.

14 Signed:

15 Printed name:

16 Date signed:

17 NOTICE: You are signing and submitting this form under penalty of law.  
18 That means it is against the law to make a statement on this form that  
19 you know is false."

20 § 2. The opening paragraph of section 1 and sections 2, 3, 4, 5, 6 and  
21 8 of subpart A of part B of chapter 381 of the laws of 2020, establish-  
22 ing the "COVID-19 Emergency Eviction and Foreclosure Prevention Act of  
23 2020", sections 2, 5, and 8 as amended by chapter 104 of the laws of  
24 2021, are amended to read as follows:

25 This section shall apply to any action to foreclose a mortgage relat-  
26 ing to residential real property or a non-judicial foreclosure of shares  
27 in a residential dwelling, provided the owner or mortgagor of such prop-  
28 erty is a natural person, regardless of how title is held, and owns ten  
29 or fewer dwelling units whether directly or indirectly. The [~~ten~~] fifty  
30 or fewer dwelling units may be in more than one property or building as  
31 long as the total aggregate number of [~~ten~~] fifty units includes the  
32 primary residence [~~of~~] owned by the natural person requesting such  
33 relief, if any, and the remaining units are currently occupied by a  
34 tenant or are available for rent.

35 § 2. Definitions. For the purposes of this act, "Hardship Declaration"  
36 means the following statement, or a substantially equivalent statement  
37 in the mortgagor's primary language, in 14-point type, published by the  
38 office of court administration, whether in physical or electronic writ-  
39 ten form:

40 "NOTICE TO MORTGAGOR: If you have lost income or had increased costs  
41 during the COVID-19 pandemic, and you sign and deliver this hardship  
42 declaration form to your mortgage lender or the servicer of your mort-  
43 gage or other foreclosing party, you cannot be foreclosed on until at  
44 least August 31, 2021.

45 If your mortgage lender or mortgage servicer or other foreclosing  
46 party provided you with this form, the mortgage lender or mortgage  
47 servicer or other foreclosing party must also provide you with a mailing  
48 address and e-mail address to which you can return this form. If you are  
49 already in foreclosure proceedings, you may return this form to the  
50 court with a copy sent simultaneously to the foreclosing plaintiff's  
51 attorney. You should keep a copy or picture of the signed form for your  
52 records. You will still owe any unpaid mortgage payments and lawful fees  
53 to your lender. You may be eligible for forbearance under section 9-x of

1 the Banking Law if you have a mortgage with a state chartered bank or a  
 2 state licensed mortgage servicer. You should also keep careful track of  
 3 what you have paid and any amount you still owe.

4 For more information about the legal assistance that may be available  
 5 to you, please call the Homeowner Protection Program (HOPP) hotline at  
 6 (855) HOME-456 or (855) 466-3456 or visit <https://homeownerhelpny.org/>.

7 MORTGAGOR'S DECLARATION OF COVID-19-RELATED HARDSHIP

8 I am the mortgagor of the property at (address of dwelling unit).  
 9 Including my primary residence, I own, whether directly or indirectly,  
 10 [~~ten~~] fifty or fewer residential dwelling units. I am experiencing  
 11 financial hardship, and I am unable to pay my mortgage in full because  
 12 of one or more of the following:

- 13 1. Significant loss of household income during the COVID-19 pandemic.
- 14 2. Increase in necessary out-of-pocket expenses related to performing  
 15 essential work or related to health impacts during the COVID-19 pandem-  
 16 ic.
- 17 3. Childcare responsibilities or responsibilities to care for an  
 18 elderly, disabled, or sick family member during the COVID-19 pandemic  
 19 have negatively affected my ability or the ability of someone in my  
 20 household to obtain meaningful employment or earn income or increased my  
 21 necessary out-of-pocket expenses.
- 22 4. Moving expenses and difficulty I have securing alternative housing  
 23 make it a hardship for me to relocate to another residence during the  
 24 COVID-19 pandemic.
- 25 5. Other circumstances related to the COVID-19 pandemic have negative-  
 26 ly affected my ability to obtain meaningful employment or earn income or  
 27 have significantly reduced my household income or significantly  
 28 increased my expenses.
- 29 6. One or more of my tenants has defaulted on a significant amount of  
 30 their rent payments since March 1, 2020.

31 To the extent I have lost household income or had increased expenses,  
 32 any public assistance, including unemployment insurance, pandemic unem-  
 33 ployment assistance, disability insurance, or paid family leave, that I  
 34 have received since the start of the COVID-19 pandemic does not fully  
 35 make up for my loss of household income or increased expenses.

36 I understand that I must comply with all other lawful terms under my  
 37 mortgage agreement. I further understand that lawful fees, penalties or  
 38 interest for not having paid my mortgage in full as required by my mort-  
 39 gage agreement or any subsequent forbearance agreements to which I may  
 40 be entitled may still be charged or collected [~~and may result in a mone-~~  
 41 ~~tary judgment against me~~]. I also understand that my mortgage lender or  
 42 mortgage servicer or other foreclosing party may pursue a foreclosure  
 43 action or non-judicial foreclosure against me on or after August 31,  
 44 2021, if I do not fully repay any missed or partial payments and lawful  
 45 fees.

46 Signed:

47 Printed Name:

48 Date Signed:

49 NOTICE: You are signing and submitting this form under penalty of law.  
 50 That means it is against the law to make a statement on this form that  
 51 you know is false."

52 § 3. Any action to foreclose a mortgage pending on the effective date  
 53 of this act, including actions filed on or before March 7, 2020, or  
 54 commenced within thirty days of the effective date of this act shall be  
 55 stayed for at least sixty days, or to such later date that the chief  
 56 administrative judge shall determine is necessary to ensure that courts

1 are prepared to conduct proceedings in compliance with this act and to  
2 give mortgagors an opportunity to submit the hardship declaration pursu-  
3 ant to this act, unless the defendant waives such a stay. The court in  
4 each case shall promptly issue an order directing such stay and promptly  
5 mail the mortgagor a copy of the hardship declaration in English, and,  
6 to the extent practicable, the mortgagor's primary language, if other  
7 than English.

8 § 4. The foreclosing party shall include a "Hardship Declaration" in  
9 14-point type, with every notice provided to a mortgagor pursuant to  
10 sections 1303 and 1304 of the real property actions and proceedings law  
11 or subsection (f) of section 9-611 of the uniform commercial code. If  
12 the translation of the hardship declaration in the mortgagor's primary  
13 language is not available on the office of court administration's public  
14 website, as provided by section nine of this act, it shall be the fore-  
15 closing party's responsibility to obtain a suitable translation of the  
16 hardship declaration in the mortgagor's primary language. Such notice  
17 shall also include a mailing address, telephone number and active email  
18 address the mortgagor can use to contact the foreclosing party and  
19 return the hardship declaration.

20 § 5. If a mortgagor provides a hardship declaration to the foreclosing  
21 party or an agent of the foreclosing party, there shall be no initiation  
22 of an action to foreclose a mortgage against the mortgagor until at  
23 least August 31, 2021, and in such event [~~any specific time limit~~] the  
24 statute of limitations for the commencement of an action to foreclose a  
25 mortgage or a non-judicial foreclosure shall be tolled until August 31,  
26 2021.

27 § 6. No court shall accept for filing any action to foreclose a mort-  
28 gage, nor shall any mortgage lender or mortgage servicer commence any  
29 non-judicial foreclosure sale pursuant to article 9 of the uniform  
30 commercial code unless the foreclosing party or an agent of the fore-  
31 closing party files an affidavit, under penalty of perjury:

32 (i) of service demonstrating the manner in which the foreclosing  
33 party's agent served a copy of the hardship declaration in English and  
34 the mortgagor's primary language, if other than English, with the  
35 notice, if any, provided to the mortgagor pursuant to sections 1303 and  
36 1304 of the real property actions and proceedings law, and

37 (ii) attesting that at the time of filing, neither the foreclosing  
38 party nor any agent of the foreclosing party has received a hardship  
39 declaration from the mortgagor.

40 At the earliest possible opportunity, the court shall seek confirma-  
41 tion on the record or in writing that the mortgagor has received a copy  
42 of the hardship declaration and that the mortgagor has not returned the  
43 hardship declaration to the foreclosing party or an agent of the fore-  
44 closing party. If the court determines a mortgagor has not received a  
45 hardship declaration, then the court shall stay the proceeding for a  
46 reasonable period of time, which shall be no less than [~~ten~~] 30 business  
47 days or any longer period provided by law, to ensure the mortgagor  
48 received and fully considered whether to submit the hardship declara-  
49 tion.

50 § 8. 1. In any action to foreclose a mortgage in which a judgment of  
51 sale has been issued prior to the effective date of this act but has not  
52 yet been executed as of the effective date of this act, including  
53 actions filed on or before March 7, 2020, the court shall stay the  
54 execution of the judgment at least until the court has held a status  
55 conference with the parties. In any action to foreclose a mortgage, if  
56 the mortgagor provides a hardship declaration to the foreclosing party,

1 the court, or an agent of the foreclosing party or the court, prior to  
2 the execution of the judgment, the execution shall be stayed until at  
3 least August 31, 2021. If such hardship declaration is provided to the  
4 foreclosing party or agent of the foreclosing party, such foreclosing  
5 party or agent shall promptly file it with the court, advising the court  
6 in writing the index number of all relevant cases.

7 2. In any non-judicial foreclosure of shares in a residential dwelling  
8 where a sale has been scheduled prior to the effective date of this act  
9 but has not yet occurred as of the effective date of this act, including  
10 non-judicial foreclosures filed on or before March 7, 2020, the mortgage  
11 lender or mortgage servicer or other foreclosing party shall not proceed  
12 with such sale until at least the mortgage lender or mortgage servicer  
13 or other foreclosing party has held a status conference with the mortga-  
14 gor. In any non-judicial foreclosure of shares in a residential dwell-  
15 ing, if the mortgagor provides a hardship declaration to the foreclosing  
16 party prior to the sale, the sale shall be stayed until at least May 1,  
17 2021.

18 § 3. Section 1, subdivision 3 of section 2, and subdivision 2 of  
19 section 3 of subpart B of part B of chapter 381 of the laws of 2020,  
20 establishing the "COVID-19 Emergency Eviction and Foreclosure Prevention  
21 Act of 2020", subdivision 3 of section 2 as amended by chapter 104 of  
22 the laws of 2021, are amended to read as follows:

23 Section 1. Application. This act shall apply to any action to fore-  
24 close on delinquent taxes or [~~sell-a~~ sales of tax [~~lien~~ liens relating  
25 to residential real property, provided the owner or mortgagor of such  
26 property is a natural person, regardless of how title is held, and owns  
27 [~~ten~~ fifty or fewer dwelling units whether directly or indirectly. The  
28 [~~ten~~ fifty or fewer dwelling units may be in more than one property or  
29 building as long as the total aggregate number of [~~ten~~ fifty units  
30 includes the primary residence of the natural person requesting such  
31 relief, if any, and the remaining units are currently occupied by a  
32 tenant or are available for rent.

33 (a) For purposes of this act, real property shall include shares in a  
34 residential cooperative.

35 (b) For purposes of this act, real property shall not include property  
36 that is vacant and abandoned, as defined in subdivision 2 of section  
37 1309 of the real property actions and proceedings law, which was listed  
38 on the statewide vacant and abandoned property electronic registry, as  
39 defined in section 1310 of the real property actions and proceedings  
40 law, prior to March 7, 2020 and that remains on such registry.

41 3. "Hardship Declaration" means the following statement, or a substan-  
42 tially equivalent statement in the owner's primary language, in 14-point  
43 type, whether in physical or electronic written form:

44 "OWNER DECLARATION OF COVID-19-RELATED HARDSHIP

45 I am the owner of the property at (address). Including my primary  
46 residence, I own, whether directly or indirectly, [~~ten~~ fifty or fewer  
47 residential dwelling units. I am experiencing financial hardship, and I  
48 am unable to pay my full tax bill because of one or more of the follow-  
49 ing:

50 1. Significant loss of household income during the COVID-19 pandemic.

51 2. Increase in necessary out-of-pocket expenses related to performing  
52 essential work or related to health impacts during the COVID-19 pandem-  
53 ic.

54 3. Childcare responsibilities or responsibilities to care for an  
55 elderly, disabled, or sick family member during the COVID-19 pandemic  
56 have negatively affected my ability or the ability of someone in my

1 household to obtain meaningful employment or earn income or increased my  
2 necessary out-of-pocket expenses.

3 4. Moving expenses and difficulty I have securing alternative housing  
4 make it a hardship for me to relocate to another residence during the  
5 COVID-19 pandemic.

6 5. Other circumstances related to the COVID-19 pandemic have negative-  
7 ly affected my ability to obtain meaningful employment or earn income or  
8 have significantly reduced my household income or significantly  
9 increased my expenses.

10 6. One or more of my tenants has defaulted on a significant amount of  
11 their rent payments since March 1, 2020.

12 To the extent that I have lost household income or had increased  
13 expenses, any public assistance, including unemployment insurance,  
14 pandemic unemployment assistance, disability insurance, or paid family  
15 leave, that I have received since the start of the COVID-19 pandemic  
16 does not fully make up for my loss of household income or increased  
17 expenses.

18 I understand that lawful fees, penalties or interest for not having  
19 paid my taxes in full may still be charged or collected and may result  
20 in a foreclosure action against me on or after August 31, 2021, if I do  
21 not fully repay any missed or partial payments and fees.

22 Signed:

23 Printed Name:

24 Date Signed:

25 NOTICE: You are signing and submitting this form under penalty of law.  
26 That means it is against the law to make a statement on this form that  
27 you know is false."

28 2. At least thirty days prior to the date on which a sale of a tax  
29 lien is scheduled to occur, or upon the filing of a petition of foreclo-  
30 sure of a tax lien, the enforcing officer or other person or entity  
31 conducting such tax lien sale or tax foreclosure shall notify the owner  
32 of the affected property of such owner's rights under this act and shall  
33 notify the owner that a copy of the hardship declaration can be accessed  
34 on the New York State Department of Tax and Finance's website and also  
35 provide a [~~link to such~~] copy of the declaration form. For the purposes  
36 of this act, "enforcing officer" shall have the same meaning as defined  
37 in subdivision 3 of section 1102 of the real property tax law. The New  
38 York State Department of Tax and Finance shall publish a copy of the  
39 hardship declaration on its website.

40 § 4. The opening paragraph of subdivision 1 and subdivision 2 of  
41 section 1 of subpart C of part B of chapter 381 of the laws of 2020,  
42 establishing the "COVID-19 Emergency Eviction and Foreclosure Prevention  
43 Act of 2020", subdivision 2 of section 1 as amended by chapter 104 of  
44 the laws of 2021, are amended to read as follows:

45 This act shall apply to an owner of residential real property,  
46 provided the owner or mortgagor of such property is a natural person,  
47 regardless of how title is held, and owns [~~ten~~] fifty or fewer dwelling  
48 units whether directly or indirectly. The [~~ten~~] fifty or fewer dwelling  
49 units may be in more than one property or building as long as the total  
50 aggregate number of [~~ten~~] fifty units includes the primary residence  
51 [~~of~~] owned by the natural person requesting such relief, if any, and the  
52 remaining units are currently occupied by a tenant or are available for  
53 rent.

54 2. Hardship declaration. For purposes of this act, "hardship declara-  
55 tion" shall mean the following statement, or a substantially equivalent  
56 statement in the owner or mortgagor's primary language, in 14-point

1 type, whether in physical or electronic written form, and the department  
2 of financial services shall publish a copy of the hardship declaration  
3 on its website:

4 "NOTICE TO OWNER/MORTGAGOR: If you have lost income or had increased  
5 costs due to the COVID-19 pandemic, and you sign and deliver this hard-  
6 ship declaration form to your lending institution, you cannot be  
7 discriminated against in the determination of whether credit should be  
8 extended or reported negatively to a credit reporting agency until at  
9 least August 31, 2021.

10 If a lending institution provided you with this form, the lending  
11 institution must also provide you with a mailing address and e-mail  
12 address to which you can return this form. You should keep a copy or  
13 picture of the signed form for your records.

14 OWNER/MORTGAGOR DECLARATION OF COVID-19-RELATED HARDSHIP

15 I am the OWNER/MORTGAGOR of the property at (address of dwelling  
16 unit). Including my primary residence, I own, whether directly or indi-  
17 rectly, [~~ten~~] fifty or fewer residential dwelling units. I am experi-  
18 encing financial hardship, and I am unable to pay my mortgage in full  
19 because of one or more of the following:

- 20 1. Significant loss of household income during the COVID-19 pandemic.
- 21 2. Increase in necessary out-of-pocket expenses related to performing  
22 essential work or related to health impacts during the COVID-19 pandem-  
23 ic.
- 24 3. Childcare responsibilities or responsibilities to care for an  
25 elderly, disabled, or sick family member during the COVID-19 pandemic  
26 have negatively affected my ability or the ability of someone in my  
27 household to obtain meaningful employment or earn income or increased my  
28 necessary out-of-pocket expenses.
- 29 4. Moving expenses and difficulty I have securing alternative housing  
30 make it a hardship for me to relocate to another residence during the  
31 COVID-19 pandemic.
- 32 5. Other circumstances related to the COVID-19 pandemic have negative-  
33 ly affected my ability to obtain meaningful employment or earn income or  
34 have significantly reduced my household income or significantly  
35 increased my expenses.
- 36 6. One or more of my tenants has defaulted on a significant amount of  
37 their rent payments since March 1, 2020.

38 To the extent that I have lost household income or had increased  
39 expenses, any public assistance, including unemployment insurance,  
40 pandemic unemployment assistance, disability insurance, or paid family  
41 leave, that I have received since the start of the COVID-19 pandemic  
42 does not fully make up for my loss of household income or increased  
43 expenses.

44 Signed:

45 Printed Name:

46 Date Signed:

47 NOTICE: You are signing and submitting this form under penalty of law.  
48 That means it is against the law to make a statement on this form that  
49 you know is false."

50 § 5. Subparagraph (i) of paragraph (a) of subdivision 1 of section 5  
51 of section 1 of subpart A of part BB of chapter 56 of the laws of 2021,  
52 establishing the "COVID-19 Emergency Rental Assitance Program of 2021",  
53 is amended to read as follows:

54 (i) is a tenant or occupant obligated to pay rent in their primary  
55 residence in the state of New York, including both tenants and occupants  
56 of dwelling units and manufactured home tenants[~~, provided however that~~



~~occupants of federal or state funded subsidized public housing authorities or other federal or state funded subsidized housing that limits the household's share of the rent to a set percentage of income shall only be eligible to the extent that funds are remaining after serving all other eligible populations];~~

§ 6. Section 8 of section 1 of subpart A of part BB of chapter 56 of the laws of 2021, establishing the "COVID-19 Emergency Rental Assistance Program of 2021", is amended to read as follows:

§ 8. Restrictions on eviction. 1. Eviction proceedings for a holdover or expired lease, or non-payment of rent or utilities that would be eligible for coverage under this program shall not be commenced against a household who has applied for this program unless or until a determination of ineligibility is made. If such eviction proceedings are commenced against a household who subsequently applies for benefits under this program, all proceedings shall be stayed pending a determination of eligibility. Evidence of a payment received pursuant to this act may be presented in such proceeding and create a presumption that the tenant's or occupant's rent or utility obligation for the time period covered by the payment has been fully satisfied.

2. Nothing in subdivision one of this section shall prevent eviction proceedings from being commenced or shall cause eviction proceedings to be stayed if the tenant is persistently and unreasonably engaging in behavior that substantially infringes on the use and enjoyment of other tenants or occupants or causes a substantial safety hazard to others, provided: (a) if an eviction proceeding is pending on the date a household applies for this program, but the petitioner has not previously alleged that the tenant persistently and unreasonably engaged in such behavior, the petitioner shall be required to submit a new petition with such allegations and comply with all notice and service requirements under article 7 of the real property actions and proceedings law and this section; (b) if the court has awarded a judgment against a respondent prior to the date a household applies for this program on the basis of objectionable or nuisance behavior, the court shall hold a hearing to determine whether the tenant is continuing to persist in engaging in unreasonable behavior that substantially infringes on the use and enjoyment of other tenants or occupants or causes a substantial safety hazard to others; (c) for the purposes of this section, a mere allegation of the behavior by the petitioner or an agent of the petitioner alleging such behavior shall not be sufficient evidence to establish that the tenant has engaged in such behavior; (d) if the petitioner fails to establish that the tenant persistently and unreasonably engaged in such behavior and the tenant has applied for this program, the court shall stay or continue to stay any further proceedings unless or until a determination of ineligibility is made; and (e) if the petitioner establishes that the tenant persistently and unreasonably engaged in such behavior, if the tenant has not applied for this program, or if a determination of ineligibility for this program has been made, the proceeding may continue pursuant to article 7 of the real property actions and proceedings law and this section.

§ 7. Subdivision 1 of section 9 of section 1 of subpart A of part BB of chapter 56 of the laws of 2021, establishing the "COVID-19 Emergency Rental Assistance Program of 2021", is amended to read as follows:

1. Payments shall be made for rental payments or rental and utility arrears accrued on or after March 13, 2020. No more than ~~[12]~~ 18 months of rental and/or utility assistance for arrears ~~[and 3 months of prospective rental assistance]~~ may be paid on behalf of any eligible

1 household. To the extent the commissioner finds that adequate federal  
2 funding is available after accounting for actual payments of rental and  
3 utility assistance for arrears to eligible households and estimated  
4 amounts of such arrears projected to be paid on behalf of eligible  
5 households who have applied for the program, up to 3 months of prospec-  
6 tive rental assistance may be paid on behalf of an eligible household.  
7 Provided, however that only rent burdened households shall be eligible  
8 to receive prospective rent payments and provided further that in no  
9 event may the total combined amount of rental arrears and prospective  
10 rent paid on behalf of any household exceed 18 months.

11 § 8. Paragraph (d) of subdivision 2 of section 9 of section 1 of  
12 subpart A of part BB of chapter 56 of the laws of 2021, establishing the  
13 "COVID-19 Emergency Rental Assistance Program of 2021", is amended and a  
14 new paragraph (e) is added to read as follows:

15 (d) Acceptance of payment for rent or rental arrears from this program  
16 shall constitute agreement by the recipient landlord or property owner:  
17 (i) that the arrears covered by this payment are satisfied and will not  
18 be used as the basis for a non-payment eviction; (ii) to waive any late  
19 fees due on any rental arrears paid pursuant to this program; (iii) to  
20 not increase the monthly rent due for the dwelling unit such that it  
21 shall not be greater than the amount that was due at the time of appli-  
22 cation to the program for any and all months for which rental assistance  
23 is received and for one year after the first rental assistance payment  
24 is received; (iv) except as provided in paragraph (e) of this subdivi-  
25 sion, not to evict for reason of expired lease or holdover tenancy any  
26 household on behalf of whom rental assistance is received for 12 months  
27 after the first rental assistance payment is received, unless the dwell-  
28 ing unit that is the subject of the lease or rental agreement is located  
29 in a building that contains 4 or fewer units, in which case the landlord  
30 may decline to extend the lease or tenancy if the landlord intends to  
31 immediately occupy the unit for the landlord's personal use as a primary  
32 residence or the use of an immediate family member as a primary resi-  
33 dence; and (v) to notify the tenant of the protections established under  
34 this subdivision.

35 (e) Nothing in paragraph (d) of this subdivision shall prevent  
36 eviction proceedings from being commenced or shall cause eviction  
37 proceedings to be stayed if the tenant is persistently and unreasonably  
38 engaging in behavior that substantially infringes on the use and enjoy-  
39 ment of other tenants or occupants or causes a substantial safety hazard  
40 to others, provided: (i) if an eviction proceeding is pending on the  
41 date a landlord or property owner accepts payment for rent or rental  
42 arrears from this program, but the petitioner has not previously alleged  
43 that the tenant persistently and unreasonably engaged in such behavior,  
44 the petitioner shall be required to submit a new petition with such  
45 allegations and comply with all notice and service requirements under  
46 article 7 of the real property actions and proceedings law and this  
47 paragraph; (ii) if the court has awarded a judgment against a respondent  
48 prior to the date a landlord or property owner accepts payment for rent  
49 or rental arrears from this program on the basis of objectionable or  
50 nuisance behavior, the court shall hold a hearing to determine whether  
51 the tenant is continuing to persist in engaging in unreasonable behavior  
52 that substantially infringes on the use and enjoyment of other tenants  
53 or occupants or causes a substantial safety hazard to others; (iii) for  
54 the purposes of this paragraph, a mere allegation of the behavior by the  
55 petitioner or an agent of the petitioner alleging such behavior shall  
56 not be sufficient evidence to establish that the tenant has engaged in

1 such behavior; (iv) if the petitioner fails to establish that the tenant  
2 persistently and unreasonably engaged in such behavior and the landlord  
3 or property owner accepts payment for rent or rental arrears from this  
4 program, the court shall stay or continue to stay any further  
5 proceedings until the 12 month period provided for in paragraph (d) of  
6 this subdivision has elapsed; and (e) if the petitioner establishes that  
7 the tenant persistently and unreasonably engaged in such behavior, the  
8 proceeding may continue pursuant to article 7 of the real property  
9 actions and proceedings law and this paragraph.

10 § 9. The social services law is amended by adding a new section 131-bb  
11 to read as follows:

12 § 131-bb. Proof of eligibility for rental assistance. Under no circum-  
13 stances shall a local social services district require proof that a  
14 court proceeding has been initiated against a tenant as a condition of  
15 eligibility for a rent arrears grant or ongoing rental assistance  
16 including rental assistance provided pursuant to this article.

17 § 10. Section 131-w of the social services law, as added by chapter 41  
18 of the laws of 1992, is amended to read as follows:

19 § 131-w. Limitations in the payment of rent arrears. 1. Districts  
20 shall not provide assistance to pay rent arrears, property taxes or  
21 mortgage arrears for persons not eligible for home relief, aid to  
22 dependent children, emergency assistance to needy families with children  
23 or emergency assistance for aged, blind and disabled persons, except to  
24 persons who are without income or resources immediately available to  
25 meet the emergency need, whose gross household income does not exceed  
26 one hundred twenty-five percent of the federal income official poverty  
27 line and who sign a repayment agreement agreeing to repay the assistance  
28 in a period not to exceed twelve months. The districts shall enforce  
29 the repayment agreements by any legal method available to a creditor, in  
30 addition to any rights it has pursuant to this chapter. The department  
31 shall promulgate regulations to implement this section which shall,  
32 among other things, establish standards for the contents of repayment  
33 agreements and establish standards to ensure that assistance is provided  
34 only in emergency circumstances.

35 2. Notwithstanding the provisions of subdivision one of this section,  
36 no repayment agreement shall be required for assistance provided between  
37 March seventh, two thousand twenty and February twenty-eighth, two thou-  
38 sand twenty-two. Any payment due and owing under this section shall be  
39 suspended until the later of the end of the state of emergency declared  
40 pursuant to executive order number 202 of 2020 or February twenty-  
41 eighth, two thousand twenty-two.

42 § 11. Subdivision 1 of section 131-s of the social services law, as  
43 amended by chapter 318 of the laws of 2009, is amended to read as  
44 follows:

45 1. (a) In the case of a person applying for public assistance, supple-  
46 mental security income benefits or additional state payments pursuant to  
47 this chapter, the social services official of the social services  
48 district in which such person resides shall, unless alternative payment  
49 or living arrangements can be made, make a payment to a gas corporation,  
50 electric corporation or municipality for services provided to such  
51 person during a period of up to, but not exceeding, four months imme-  
52 diately preceding the month of application for such assistance or bene-  
53 fits if such payment is needed to prevent shut-off or to restore  
54 service. Persons whose gross household income exceeds the public assist-  
55 ance standard of need for the same size household must sign a repayment  
56 agreement to repay the assistance within two years of the date of

1 payment as a condition of receiving assistance, in accordance with regu-  
2 lations established by the department. Such repayment agreement may be  
3 enforced in any manner available to a creditor, in addition to any  
4 rights the district may have pursuant to this chapter.

5 (b) Notwithstanding the provisions of paragraph (a) of this subdivi-  
6 sion, no repayment agreement shall be required for assistance provided  
7 between March seventh, two thousand twenty and the later of the end of  
8 the state of emergency declared pursuant to executive order number 202  
9 of 2020 or February twenty-eighth, two thousand twenty-two.

10 § 12. Section 106-b of the social services law, as amended by chapter  
11 81 of the laws of 1995, is amended to read as follows:

12 § 106-b. Adjustment for incorrect payments. 1. Any inconsistent  
13 provision of law notwithstanding, a social services official shall, in  
14 accordance with the regulations of the department and consistent with  
15 federal law and regulations, take all necessary steps to correct any  
16 overpayment or underpayment to a public assistance recipient; provided,  
17 however, that a social services official may waive recovery of a past  
18 overpayment, in the case of an individual who is not currently a recipi-  
19 ent of public assistance, where the cost of recovery is greater than the  
20 cost of collections as determined in accordance with department regu-  
21 lations consistent with federal law and regulations. For purposes of  
22 this section, overpayment shall include payments made to an eligible  
23 person in excess of his or her needs as defined in this chapter and  
24 payments made to ineligible persons (including payments made to such  
25 persons pending a fair hearings decision). The commissioner shall  
26 promulgate regulations to implement procedures for correcting overpay-  
27 ments and underpayments. The procedures for correcting overpayments  
28 shall be designed to minimize adverse impact on the recipient, and to  
29 the extent possible avoid undue hardship. Notwithstanding any other  
30 provision of law to the contrary, no underpayment shall be corrected  
31 with respect to a person who is currently not eligible for or in receipt  
32 of home relief or aid to dependent children, except that corrective  
33 payments may be made with respect to persons formerly eligible for or in  
34 receipt of aid to dependent children to the extent that federal law and  
35 regulations require.

36 2. Notwithstanding the provisions of subdivision one of this section,  
37 no collection of overpayments shall be conducted, regardless of when the  
38 overpayment accrued, until the later of the end of the state of emergen-  
39 cy declared pursuant to executive order number 202 of 2020 or February  
40 twenty-eighth, two thousand twenty-two.

41 § 13. The social services law is amended by adding a new section 131-  
42 cc to read as follows:

43 § 131-cc. Family homelessness and eviction prevention supplement  
44 program. Notwithstanding any other provision of law to the contrary,  
45 for a local social services district with a population of five million  
46 or more, the commissioner shall designate such local social services  
47 district to make vouchers available to eligible families under the fami-  
48 ly homelessness and eviction prevention supplement ("FHEPS") program,  
49 and to administer the program in accordance with a plan approved pursu-  
50 ant to 18 N.Y.C.R.R. § 352.3(a)(3), provided however, that the maximum  
51 rent for such vouchers shall be set at the United States department of  
52 housing and urban development's fair market rent level. The state shall  
53 reimburse the local social services district for payments made under the  
54 FHEPS program in a manner consistent with title two of this article.

55 § 14. Severability clause. If any clause, sentence, paragraph, subdivi-  
56 sion, section or part of this act shall be adjudged by any court of

1 competent jurisdiction to be invalid, such judgment shall not affect,  
2 impair, or invalidate the remainder of this act, but shall be confined  
3 in its operation to the clause, sentence, paragraph, subdivision,  
4 section or part of this act directly involved in the controversy in  
5 which such judgment shall have been rendered. It is hereby declared to  
6 be the intent of the legislature that this act would have been enacted  
7 even if such invalid clause, sentence, paragraph, subdivision, section  
8 or part had not been included herein.

9 § 15. This act shall take effect immediately; provided, however, that  
10 the amendments to parts A and B of chapter 381 of the laws of 2020 made  
11 by this act shall not affect the expiration of such parts and shall  
12 expire therewith; provided further that the amendments to subpart A of  
13 part BB of chapter 56 of the laws of 2021 made by this act shall not  
14 affect the expiration of such subpart and shall be deemed repealed ther-  
15 ewith; and provided, further that sections nine, ten, eleven, and twelve  
16 of this act shall expire and be deemed repealed at the later of the end  
17 of the state of emergency declared pursuant to executive order number  
18 202 of 2020 or February 28, 2022.