STATE OF NEW YORK

464

2023-2024 Regular Sessions

IN ASSEMBLY

January 9, 2023

Introduced by M. of A. JOYNER -- read once and referred to the Committee on Housing

AN ACT to amend the administrative code of the city of New York, the emergency tenant protection act of nineteen seventy-four and the emergency housing rent control law, in relation to prohibiting the adjustment of maximum allowable rent where any modification, increase or improvement is made to accommodate the needs of a disabled tenant

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

Section 1. Subparagraph (e) of paragraph 1 of subdivision g of section 26-405 of the administrative code of the city of New York, as amended by section 20 of part Q of chapter 39 of the laws of 2019, is amended to read as follows:

5 (e) The landlord and tenant by mutual voluntary written agreement demonstrating informed consent agree to a substantial increase or 7 decrease in dwelling space or a change in furniture, furnishings or equipment provided in the housing accommodations. An adjustment under this subparagraph shall be equal to one-one hundred sixty-eighth, in the 9 10 case of a building with thirty-five or fewer housing accommodations or 11 one-one hundred eightieth in the case of a building with more than thir-12 ty-five housing accommodations where such temporary adjustment takes effect on or after the effective date of [the] chapter thirty-six of the laws of two thousand nineteen [that amended this subparagraph], of the 14 total actual cost incurred by the landlord in providing such reasonable 15 and verifiable modification or increase in dwelling space, furniture, 16 furnishings, or equipment, including the cost of installation but 17 excluding finance charges and any costs that exceed reasonable costs 19 established by rules and regulations promulgated by the division of 20 housing and community renewal. Such rules and regulations shall include: (i) requirements for work to be done by licensed contractors and prohib-22 it common ownership between the landlord and the contractor or vendor;

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

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and (ii) a requirement that the owner resolve within the dwelling space all outstanding hazardous or immediately hazardous violations of the Uniform Fire Prevention and Building Code (Uniform Code), New York City Fire Code, or New York City Building and Housing Maintenance Codes, if applicable. Provided further that an owner who is entitled to a rent 5 increase pursuant to this subparagraph shall not be entitled to a 7 further rent increase based upon the installation of similar equipment, or new furniture or furnishings within the useful life of such new 9 equipment, or new furniture or furnishings. Provided further that the 10 recoverable costs incurred by the landlord, pursuant to this subpara-11 graph shall be limited to an aggregate cost of fifteen thousand dollars 12 that may be expended on no more than three separate individual apartment 13 improvements in a fifteen year period beginning with the first individ-14 ual apartment improvement on or after June fourteenth, two thousand 15 nineteen. Provided further that increases to the legal regulated rent 16 pursuant to this subparagraph shall be removed from the legal regulated 17 rent thirty years from the date the increase became effective inclusive of any increases granted by the applicable rent guidelines board. The 18 owner shall give written notice to the city rent agency of any such 19 20 temporary adjustment pursuant to this subparagraph; provided, however, 21 an owner shall not be entitled to any adjustment pursuant to this 22 subparagraph where any modification or increase in dwelling space, services, furniture, furnishings or equipment is made to accommodate the 23 needs of a disabled tenant. For purposes of this subparagraph, "disa-24 25 bled" means an individual (i) with a physical or mental impairment, including, but not limited to, those of neurological, emotional or 26 27 sensory organs, which substantially limits one or more of the individ-28 ual's major life activities, and (ii) who is regarded as having such an 29 impairment as certified by a licensed physician of this state; or

§ 2. Paragraph 13 of subdivision c of section 26-511 of the administrative code of the city of New York, as amended by section 19 of part Q of chapter 39 of the laws of 2019, is amended to read as follows:

(13) provides that an owner is entitled to a rent increase where there has been a substantial modification or increase of dwelling space, or installation of new equipment or improvements or new furniture or furnishings provided in or to a tenant's housing accommodation, on writinformed tenant consent to the rent increase. In the case of a vacant housing accommodation, tenant consent shall not be required. The temporary increase in the legal regulated rent for the affected housing accommodation shall be one-one hundred sixty-eighth, in the case of a building with thirty-five or fewer housing accommodations or one-one hundred eightieth in the case of a building with more than thirty-five housing accommodations where such increase takes effect on or after the effective date of [the] chapter thirty-six of the laws of two thousand nineteen [that amended this paragraph], of the total actual cost incurred by the landlord in providing such reasonable and verifiable modification or increase in dwelling space, furniture, furnishings, or equipment, including the cost of installation but excluding finance charges and any costs that exceed reasonable costs established by rules and regulations promulgated by the division of housing and community renewal. Such rules and regulations shall include: (i) requirements for work to be done by licensed contractors and prohibit common ownership between the landlord and the contractor or vendor; and (ii) a requirement that the owner resolve within the dwelling space all outstanding hazardous or immediately hazardous violations of the Uniform Fire 56 Prevention and Building Code (Uniform Code), New York City Fire Code, or

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New York City Building and Housing Maintenance Codes, if applicable. Provided further that an owner who is entitled to a rent increase pursuant to this paragraph shall not be entitled to a further rent increase based upon the installation of similar equipment, or new furniture or 5 furnishings within the useful life of such new equipment, or new furniture or furnishings. Provided further that the recoverable costs 7 incurred by the landlord, pursuant to this paragraph, shall be limited to an aggregate cost of fifteen thousand dollars that may be expended on 9 more than three separate individual apartment improvements in a 10 fifteen year period beginning with the first individual apartment 11 improvement on or after June fourteenth, two thousand nineteen. Provided 12 further that increases to the legal regulated rent pursuant to this paragraph shall be removed from the legal regulated rent thirty years 13 14 from the date the increase became effective inclusive of any increases 15 granted by the applicable rent guidelines board. Provided, however, an 16 owner shall not be entitled to any rent increase pursuant to this para-17 graph where any modification, increase or improvement in dwelling space, 18 services, furniture, furnishings or equipment is made to accommodate the needs of a disabled tenant. For purposes of this paragraph, "disabled" 19 20 means an individual (i) with a physical or mental impairment, including, 21 but not limited to, those of neurological, emotional or sensory organs, which substantially limits one or more of the individual's major life 23 activities, and (ii) who is regarded as having such an impairment as certified by a licensed physician of this state. 24

- § 3. Paragraph 1 of subdivision d of section 6 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 18 of part Q of chapter 39 of the laws of 2019, is amended to read as follows:
- 29 (1) there has been a substantial modification or increase of dwelling 30 space, or installation of new equipment or improvements or new furniture 31 furnishings, provided in or to a tenant's housing accommodation, on 32 written informed tenant consent to the rent increase. In the case of a 33 vacant housing accommodation, tenant consent shall not be required. The 34 temporary increase in the legal regulated rent for the affected housing accommodation shall be one-one hundred sixty-eighth, in the case of a 35 36 building with thirty-five or fewer housing accommodations or one-one 37 hundred eightieth in the case of a building with more than thirty-five housing accommodations where such increase takes effect on or after the 39 effective date of [the] chapter thirty-six of the laws of two thousand nineteen [that amended this paragraph], of the total actual cost 40 incurred by the landlord up to fifteen thousand dollars in providing 41 42 such reasonable and verifiable modification or increase in dwelling 43 space, furniture, furnishings, or equipment, including the cost of installation but excluding finance charges and any costs that exceed 45 reasonable costs established by rules and regulations promulgated by the 46 division of housing and community renewal. Such rules and regulations 47 shall include: (i) requirements for work to be done by licensed 48 contractors and a prohibition on common ownership between the landlord and the contractor or vendor; and (ii) a requirement that the owner 49 resolve within the dwelling space all outstanding hazardous or imme-50 diately hazardous violations of the Uniform Fire Prevention and Building 51 52 Code (Uniform Code), New York City Fire Code, or New York City Building 53 and Housing Maintenance Codes, if applicable. Provided further that an owner who is entitled to a rent increase pursuant to this paragraph 55 shall not be entitled to a further rent increase based upon the installation of similar equipment, or new furniture or furnishings within the

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useful life of such new equipment, or new furniture or furnishings. Provided further that the recoverable costs incurred by the landlord, pursuant to this paragraph, shall be limited to an aggregate cost of fifteen thousand dollars that may be expended on no more than three 5 separate individual apartment improvements in a fifteen year period beginning with the first individual apartment improvement on or after 7 June fourteenth, two thousand nineteen. Provided further that increases to the legal regulated rent pursuant to this paragraph shall be removed 9 from the legal regulated rent thirty years from the date the increase 10 became effective inclusive of any increases granted by the applicable 11 rent guidelines board. Provided, however, an owner shall not be enti-12 tled to any rent increase pursuant to this paragraph where any modification, increase or improvement in dwelling space, services, furniture, 13 14 furnishings or equipment is made to accommodate the needs of a disabled 15 tenant. For purposes of this paragraph, "disabled" means an individual (i) with a physical or mental impairment, including, but not limited to, 16 17 those of neurological, emotional or sensory organs, which substantially limits one or more of the individual's major life activities, and (ii) 18 who is regarded as having such an impairment as certified by a licensed 19 20 physician of this state.

- § 4. Subparagraph 5 of the second undesignated paragraph of paragraph (a) of subdivision 4 of section 4 of chapter 274 of the laws of 1946, constituting the emergency housing rent control law, as amended by section 36 of part Q of chapter 39 of the laws of 2019, is amended to read as follows:
- 26 (5) the landlord and tenant by mutual voluntary written informed 27 agreement agree to a substantial increase or decrease in dwelling space, 28 furniture, furnishings or equipment provided in the housing accommo-29 dations; provided that an owner shall be entitled to a rent increase 30 where there has been a substantial modification or increase of dwelling 31 space, or installation of new equipment or improvements or new furniture 32 or furnishings provided in or to a tenant's housing accommodation. The 33 temporary increase in the maximum rent for the affected housing accommo-34 dation shall be one-one hundred sixty-eighth, in the case of a building 35 with thirty-five or fewer housing accommodations, or one-one hundred 36 eightieth, in the case of a building with more than thirty-five housing 37 accommodations where such increase takes effect on or after the effective date of [the] chapter thirty-nine of the laws of two thousand nine-38 39 teen [that amended this subparagraph], of the total actual cost incurred by the landlord up to fifteen thousand dollars in providing such reason-40 able and verifiable modification or increase in dwelling space, furni-41 42 furnishings, or equipment, including the cost of installation but 43 excluding finance charges and any costs that exceed reasonable costs established by rules and regulations promulgated by the division of 44 45 housing and community renewal. Such rules and regulations shall include: 46 (i) requirements for work to be done by licensed contractors and a 47 prohibition on common ownership between the landlord and the contractor 48 or vendor; and (ii) a requirement that the owner resolve within the dwelling space all outstanding hazardous or immediately hazardous 49 violations of the uniform fire prevention and building code (Uniform 50 Code), New York city fire code, or New York city building and housing 51 52 maintenance codes, if applicable. Provided further that an owner who is 53 entitled to a rent increase pursuant to this clause shall not be entitled to a further rent increase based upon the installation of similar equipment, or new furniture or furnishings within the useful life of 55 such new equipment, or new furniture or furnishings. Provided further

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that the recoverable costs incurred by the landlord, pursuant to this subparagraph, shall be limited to an aggregate cost of fifteen thousand dollars that may be expended on no more than three separate individual apartment improvements in a fifteen year period beginning with the first individual apartment improvement on or after June fourteenth, two thousand nineteen. Provided further that increases to the legal regulated 7 rent pursuant to this paragraph shall be removed from the legal regulated rent thirty years from the date the increase became effective 9 inclusive of any increases granted by the applicable rent guidelines 10 board. The owner shall give written notice to the commission of any such adjustment pursuant to this clause; provided, however, an owner shall 12 not be entitled to any adjustment pursuant to this clause where any modification, improvement or increase in dwelling space, services, 13 furniture, furnishings or equipment is made to accommodate the needs of 14 15 a disabled tenant. For purposes of this clause, "disabled" means an individual (i) with a physical or mental impairment, including, but not 16 limited to, those of neurological, emotional or sensory organs, which 17 substantially limits one or more of the individual's major life activ-18 ities, and (ii) who is regarded as having such an impairment as certi-19 20 fied by a licensed physician of this state; or

- § 5. This act shall take effect immediately; provided that:
- (a) the amendments to section 26-405 of the city rent and rehabilitation law made by section one of this act shall remain in full force and effect only as long as the public emergency requiring the regulation and control of residential rents and evictions continues, as provided in subdivision 3 of section 1 of the local emergency housing rent control act; and
- 28 (b) the amendments made to section 26-511 of chapter 4 of title 26 of 29 the administrative code of the city of New York made by section two of 30 this act shall expire on the same date as such law expires and shall not 31 affect the expiration of such law as provided under section 26-520 of 32 such law.