

# STATE OF NEW YORK

4969

2023-2024 Regular Sessions

## IN SENATE

February 17, 2023

Introduced by Sen. JACKSON -- 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 576 of the laws of 1974, constituting the emergency tenant protection act of nineteen seventy-four and the administrative code of the city of New York, in relation to placing limitations on initial regulated rents

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

1 Section 1. Subdivision b of section 6 of section 4 of chapter 576 of  
2 the laws of 1974, constituting the emergency tenant protection act of  
3 nineteen seventy-four, is amended to read as follows:  
4 b. The initial legal regulated rents for housing accommodations in a  
5 city having a population of less than one million or a town or village  
6 as to which a declaration of emergency has been made pursuant to this  
7 act shall be:  
8 (1) For housing accommodations subject to the emergency housing rent  
9 control law which become vacant on or after the local effective date of  
10 this act, the rent agreed to by the landlord and the tenant and reserved  
11 in a lease or provided for in a rental agreement; provided that such  
12 initial legal regulated rent shall not exceed the average rent for a  
13 comparable rent regulated housing accommodation, as determined by the  
14 rent guidelines board with jurisdiction over such housing accommodation,  
15 and may be adjusted on application of the owner or tenant pursuant to  
16 subdivision a of section nine of this act; and provided further that no  
17 increase of such initial regulated rent pursuant to annual guidelines  
18 adopted by the rent guidelines board shall become effective until the  
19 expiration of the first lease or rental agreement taking effect after  
20 the local effective date, but in no event before one year from the  
21 commencement of such rental agreement.

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

LBD04206-01-3

1 (2) For all other housing accommodations, the rent reserved in the  
2 last effective lease or other rental agreement; provided that an initial  
3 rent based upon the rent reserved in a lease or other rental agreement  
4 which became effective on or after January first, nineteen hundred  
5 seventy-four may be adjusted on application of the tenant pursuant to  
6 subdivision b of section nine of this act or on application of either  
7 the owner or tenant pursuant to subdivision a of such section; and  
8 further provided that if a lease is entered into for such housing accom-  
9 modations after the local effective date, but before the effective date  
10 of the first guidelines applicable to such accommodations, the lease may  
11 provide for an adjustment of rent pursuant to such guidelines, to be  
12 effective on the first day of the month next succeeding the effective  
13 date of such guidelines.

14 § 2. Subdivision b of section 26-512 of the administrative code of the  
15 city of New York is amended to read as follows:

16 b. The initial regulated rent for housing accommodations subject to  
17 this law on the local effective date of the emergency tenant protection  
18 act of nineteen seventy-four or which become subject to this law there-  
19 after, pursuant to such act, shall be:

20 (1) For housing accommodations which were regulated pursuant to this  
21 law or the city rent and rehabilitation law prior to July first, nine-  
22 teen hundred seventy-one, and which became vacant on or after such date  
23 and prior to the local effective date of the emergency tenant protection  
24 act of nineteen seventy-four, the rent reserved in the last effective  
25 lease or other rental agreement; provided that such initial rent may be  
26 adjusted on application of the tenant pursuant to subdivision b of  
27 section 26-513 of this chapter.

28 (2) For housing accommodations which were regulated pursuant to the  
29 city rent and rehabilitation law on the local effective date of the  
30 emergency tenant protection act of nineteen seventy-four, and thereafter  
31 become vacant, the rent agreed to by the landlord and the tenant and  
32 reserved in a lease or provided for in a rental agreement; provided that  
33 such initial rent shall not exceed the average rent for a comparable  
34 rent regulated housing accommodation, as determined by the commissioner,  
35 and may be adjusted on application of the tenant pursuant to subdivision  
36 b of section 26-513 of this chapter.

37 (3) For housing accommodations other than those described in para-  
38 graphs one and two of this subdivision, the rent reserved in the last  
39 effective lease or other rental agreement.

40 (4) For any plot or parcel of land which had been regulated pursuant  
41 to the city rent and rehabilitation law prior to July first, nineteen  
42 hundred seventy-one and which,

43 (i) became vacant on or after July first, nineteen hundred seventy-one  
44 and prior to July first, nineteen hundred seventy-four, the rent  
45 reserved in a lease or other rental agreement in effect on June thirti-  
46 eth, nineteen hundred seventy-four plus increases authorized by the rent  
47 guidelines board under this law for leases or other rental agreements  
48 commencing thereafter; provided that such initial rent may be adjusted  
49 on application of the tenant pursuant to subdivision b of section 26-513  
50 of this chapter or,

51 (ii) became vacant on or after July first, nineteen hundred seventy-  
52 four, the rent agreed to by the landlord and the tenant and reserved in  
53 a lease or other rental agreement plus increases authorized by the rent  
54 guidelines board under this law for leases or other rental agreements  
55 commencing thereafter; provided that such initial rent shall not exceed  
56 the average rent for a comparable rent regulated housing accommodation,

1 as determined by the commissioner, and may be adjusted on application of  
2 the tenant pursuant to subdivision b of section 26-513 of this chapter.

3 (iii) Where the commissioner has determined that the rent charged is  
4 in excess of the lawful rents as stated in subparagraph (i) or (ii)  
5 hereof, plus lawful increases thereafter, he or she shall provide for a  
6 cash refund or a credit, to be applied against future rent, in the  
7 amount of any rent overcharge collected by an owner and any penalties,  
8 costs, attorneys' fees and interest from the date of the overcharge at  
9 the rate of interest payable on a judgment pursuant to section five  
10 thousand four of the civil practice law and rules for which the owner is  
11 assessed.

12 § 3. This act shall take effect immediately, provided, however, that  
13 the amendments to section 26-512 of the administrative code of the city  
14 of New York made by section two of this act shall expire on the same  
15 date as such chapter expires and shall not affect the expiration of such  
16 chapter as provided under section 26-520 of such chapter.