[First Reprint] SENATE, No. 3124

STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED OCTOBER 18, 2018

Sponsored by: Senator BRIAN P. STACK District 33 (Hudson) Assemblyman RAJ MUKHERJI District 33 (Hudson)

Co-Sponsored by: Assemblywoman Reynolds-Jackson

SYNOPSIS

Requires landlords to allow tenants to pay rent up to three business days after eviction order or lockout is executed and accept rent payments by any means.

CURRENT VERSION OF TEXT

As reported by the Senate Community and Urban Affairs Committee on June 3, 2019, with amendments.



(Sponsorship Updated As Of: 12/17/2019)

AN ACT concerning tenant payment of rent to landlords, and

supplementing P.L.1974, c.47 (C.2A:42-10.15 et seq.) and Title

1 2

3 46 of the Revised Statutes. 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 1. a. In an eviction action for nonpayment of rent, pursuant to 8 9 subsection a. of section 2 of P.L.1974, c.49 (C.2A:18-61.1), the court shall provide a period of three business days after the date on 10 which ¹[an eviction order or] <u>a warrant for removal is posted to the</u> 11 unit or a¹ lockout is executed due to ¹[late payment] <u>nonpayment¹</u> 12 of rent, for ¹[all tenants] <u>the tenant</u>¹ to submit a rent payment. A 13 late fee shall not be imposed ¹in excess of the amount set forth in 14 the application for a warrant for removal¹ if ${}^{1}all^{1}$ rent ${}^{1}due$ and 15 \underline{owing}^1 is paid ¹[on or before the third business day after the day on 16 which the eviction order or lockout is executed] within the three 17 business day period established by this subsection¹. 18 b. ${}^{1}(1)^{1}$ A landlord shall 1 [be required to] 1 accept all payments 19 20 of rent made by a tenant within the three business day period 21 established by subsection a. of this section and ¹[shall be required to relinquish control of the property to the tenant] upon payment of 22 23 the rent due and owing, within two business days thereafter, the 24 landlord shall provide the court with written notice that the rent due 25 and owing was paid. A copy of this notice shall be provided to the 26 tenant. 27 (2) Upon receipt of the written notice as provided in this subsection, the court shall dismiss with prejudice the action for 28 29 nonpayment of rent. 30 (3) If the tenant makes a timely payment within the three business day period established by subsection a. of this section, and 31 32 the landlord fails to provide the court with written notice of the rent 33 payment, the tenant may file a motion to dismiss with prejudice the 34 action for nonpayment of rent upon notice to the landlord¹. 35 2. a. A landlord shall ¹[be required to]¹ accept a rent payment 36 37 made ¹[by any means, including but not limited to cash payments, 38 personal checks, or payments made by third parties such as rental 39 assistance programs or charitable organizations] within the three business day period established by subsection a. of section 1 of 40 P.L., c. (C.) (pending before the Legislature as this bill), 41

42 whether made by cash, certified check, or money order, or through 43

Matter underlined thus is new matter. Matter enclosed in superscript numerals has been adopted as follows: ¹Senate SCU committee amendments adopted June 3, 2019.

any federal, State, or local rental assistance program or bona fide

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

charitable organization¹ on behalf of the tenant. A landlord shall 1 ¹[provide a signature on any forms or documents required for a 2 tenant to secure rental assistance from a third party. A landlord 3 shall not deny payment of rent due to the means by which the 4 5 payment is made] cooperate with any federal, State, or local rental assistance program or bona fide charitable organization which has 6 7 committed to pay the rent due and owing¹. If a landlord does not respond to a tenant's efforts to resolve the issue of late payment 8 9 through a third party, the tenant may seek a remedy by requesting 10 an order to show cause.

b. A landlord shall provide the tenant with a receipt after each
rent payment ¹<u>is</u>¹ made ¹<u>within the three business day period</u>
established by subsection a. of section 1 of P.L. , c. (C.)
(pending before the Legislature as this bill),¹ which shall include
the date on which the payment was made.

c. In the event that a landlord ¹of a rent-controlled property¹ is 16 17 entitled to recover attorney's fees or expenses under the lease 18 agreement, incurred as a result of the failure of the tenant to ¹[perform any agreement in the lease] pay rent due and owing, 19 unless otherwise limited by local ordinance¹, the ¹court shall take 20 into consideration all factors associated with each case and may 21 22 limit the¹ amount awarded to the landlord ¹[shall not exceed 30] percent of the attorney's fees and expenses paid by the landlord] to 23 a reasonable fee based on those factors¹. 24

d. A landlord who violates any provision of P.L., c. (C.)
(pending before the legislature as this bill), shall be subject to a
penalty of not more than \$500 for each offense. The penalty shall be
collected and enforced by summary proceedings pursuant to the
"Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10
et seq.), in ¹[the municipal] <u>a</u>¹ court ¹[having] <u>of competent</u>¹
jurisdiction.

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33 3. This act shall take effect on the first day of the second month34 next following enactment.