SENATE, No. 306 STATE OF NEW JERSEY 219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by: Senator RONALD L. RICE District 28 (Essex) Senator DECLAN J. O'SCANLON, JR. District 13 (Monmouth)

Co-Sponsored by: Senator Gopal

SYNOPSIS

Clarifies and expands landlord registration procedures; creates certain rights for tenants; makes certain changes concerning tenant notifications, inspections, and maintenance in multiple dwellings; permits percentage of affordable housing obligation to be satisfied by certain rehabilitation projects.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



AN ACT establishing the "Landlord Registration and Tenant
 Protection Act" and amending, supplementing, and repealing
 various parts of the statutory law.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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8 1. Section 1 of P.L.1974, c.50 (C.46:8-27) is amended to read9 as follows:

10 1. [The term "landlord," as used in this act, shall mean the 11 person or persons who own or purport to own, or exercise control of 12 any building or project in which there is rented or offered for rent 13 housing space for living or dwelling purposes under either a written 14 or oral lease, provided that this definition shall not include owner-15 occupied two unit premises. This definition shall include but not be 16 limited to any multiple dwelling subject to the "Hotel and Multiple 17 Dwelling Law," P.L.1967, c.76 (C.55:13A-1 et seq.).

18 Whenever: the owner of an apartment in a horizontal property 19 regime as defined in P.L.1963, c.168 (C.46:8A-1 et seq.), a unit owner of a unit in a condominium as defined in P.L.1969, c.257 20 21 (C.46:8B-1 et seq.), an owner of a unit in a fee simple community 22 as defined in section 1 of P.L.1989, c.299 (C.40:67-23.2) or an 23 owner in a cooperative entity as defined in section 3 of 24 P.L.1987, c.381 (C.46:8D-3) leases an apartment or unit to a tenant, 25 that owner shall be deemed the landlord for the purposes of filing 26 the certificate of registration as required by section 2 of 27 P.L.1974, c.50 (C.46:8-28). Nothing in P.L.1974, c.50 shall be 28 construed as requiring a council of co-owners of a horizontal property regime, a condominium association, an association 29 30 managing the common or shared elements or interests in a fee 31 simple community or a cooperative association to comply with the 32 certificate of registration requirement unless the council or 33 association is the owner or lessor of the apartment or unit. Nothing 34 in P.L.1974, c.50 shall be construed to require a cooperative 35 corporation to comply with the certificate of registration 36 requirement unless the corporation leases a unit to a person other 37 than a proprietary shareholder of the cooperative. The foregoing 38 provisions notwithstanding, the council, association or cooperative 39 corporation having jurisdiction over a "multiple dwelling," as 40 defined in section 3 of P.L.1967, c.76 (C.55:13A-3), shall comply 41 with the registration requirements of section 12 of P.L.1967, c.76 42 (C.55:13A-12) with respect to the multiple dwelling as a whole. The 43 term "project" as used in this act shall mean a group of buildings 44 which are or are represented to be under common or substantially 45 common ownership and which stand on a single parcel of land or 46 parcels of land which are contiguous and which group of buildings 47 is named, designated or advertised as a common entity. The

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

Matter underlined <u>thus</u> is new matter.

contiguity of such parcels shall not be adversely affected by public 1 2 rights-of-way incidental buildings. to such As used in P.L.1974, c.50 (C.46:8-27 et seq.): 3 "Common ownership association" means an association 4 5 managing the common or shared elements or interests of owners, 6 including, but not limited to: a council of co-owners of a horizontal 7 property regime, as defined in section 2 of P.L.1963, c.168 8 (C.46:8A-2 et seq.); an association of condominiums, as defined in 9 section 3 of P.L.1969, c.257 (C.46:8B-3 an association managing 10 the common or shared elements or interests in a fee simple community, as defined in section 1 of P.L.1989, c.299 (C.40:67-11 12 23.2); or an association of a cooperative, as defined in section 3 of 13 P.L.1987, c.381 (C.46:8D-3). 14 "Landlord" means an owner of a building or project, or a unit 15 thereof, in which there are residential rental premises, including, 16 but not limited to: a multiple dwelling; an apartment in a horizontal property regime as defined in section 2 of P.L.1963, c.168 17 18 (C.46:8A-1 et seq.); an owner of a dwelling unit in a condominium 19 as defined in P.L.1969, c.257 (C.46:8B-1 et seq.); a dwelling unit in a fee simple community as defined in section 1 of P.L.1989, c.299 20 21 (40:67-23.2); a cooperative association as defined in section 3 of 22 P.L.1987, c.381 (C.46:8D-3); or any other planned real estate 23 development of a kind now existing or yet to be developed, but the 24 term shall not include a cooperative corporation unless the 25 corporation rents a dwelling unit to a person other than a 26 proprietary shareholder of the cooperative. Nothing in 27 P.L.1974, c.50 (C.46:8-27 et seq.) shall be construed as creating an 28 exemption to the registration requirements of section 12 of 29 P.L.1967, c.76 (C.55:13A-12) with respect to any multiple dwelling <u>as a who</u>le. 30 "Mailing address" means the street address, and if applicable, the 31 dwelling unit or room number, of the home or actual place of 32 33 business of the person or entity being registered. A post office box 34 may be included in addition to, but not in lieu of, a street address. 35 "Multiple dwelling" shall have the same definition as set forth in 36 subsection (k) of section 3 of P.L.1967, c.76 (C.55:13A-3). 37 "Owner" means the person who holds record title to a building, 38 project, or dwelling unit. 39 "Owner-occupied" means personally and lawfully occupied as 40 the primary residence of the owner or a member of the owner's 41 household if the owner has temporarily taken lodging elsewhere. 42 "Primary residence" means the residence where the owner 43 resides a majority of the time. 44 "Project" means a group of buildings under common or 45 substantially common ownership that stand on a single parcel or 46 more than one contiguous parcel of land, and is named, designated 47 or advertised as a common entity. The contiguity of such parcels

1 shall not be adversely affected by public rights-of-way incidental to 2 such buildings. 3 "Temporarily" means for a period lasting no more than 90 days 4 when the owner either already maintains a primary residence or 5 intends to establish a primary residence and does so within 90 days 6 after taking lodging elsewhere. "Unit of dwelling space" or "dwelling unit" means a room or 7 8 rooms, floor or floors of rooms, suite, or apartment, whether 9 furnished or unfurnished, occupied or intended or designed to be 10 occupied for sleeping or dwelling purposes by one person, including 11 but not limited to the owner, or by one household, including but not 12 limited to the household of the owner. 13 (cf: P.L.2003, c.56, s.1) 14 15 2. Section 2 of P.L.1974, c.50 (C.46:8-28) is amended to read 16 as follows: 17 2. Every landlord shall [, within 30 days following the 18 effective date of this act, or at the time of the creation of the first tenancy in any newly constructed or reconstructed building,] file a 19 20 certificate of registration on the form prescribed by the 21 Commissioner of Community Affairs, within seven days of 22 becoming a landlord of a rental premises. The certificate of 23 registration shall be filed with the clerk of the municipality, or 24 [with such other municipal official as is designated by the clerk] 25 the clerk's designee, in which the residential property is situated, in 26 the case of a one-dwelling unit rental or a two-dwelling unit non-27 owner occupied premises, or with the Bureau of Housing Inspection 28 in the Department of Community Affairs in the case of a multiple 29 dwelling [as defined in section 3 of P.L.1976 the "Hotel and 30 Multiple Dwelling Law" (C.55:13A-3), a certificate of registration 31 on forms prescribed by the Commissioner of Community Affairs, which] . The certificate of registration shall contain the following 32 33 information: 34 The name [and] , mailing address [of the record owner or a. 35 owners of the premises and the record owner or owners of the rental 36 business if not the same persons. In the case of a partnership the 37 names of all general partners shall be provided], e-mail address, 38 and telephone number of each owner of the rental premises and the 39 rental business, if not the same persons; 40 b. If the [record] owner [is a corporation, the name and 41 address of the registered agent and corporate officers of said 42 corporation] of the rental premises or the rental business is: 43 (1) a general partnership or a limited liability partnership, the name and mailing address of the managing partner or agent who has 44 45 the authority to act on behalf of the partnership; 46 (2) a corporation, the names and mailing addresses of the 47 registered agent and corporate officers of the corporation; or

1 (3) a limited liability company, the names and mailing addresses 2 of the managing members of the limited liability company; 3 If the address of any record owner is not located in the c. county in which the premises are located, the name and address of 4 5 a person who resides in the county in which the premises are 6 located and is authorized to accept notices from a tenant and to 7 issue receipts therefor and to accept service of process on behalf of 8 the record owner an owner is not located in the county in which 9 the rental premises are located, the name, mailing address, e-mail 10 address, and telephone number of a person who resides in the 11 county in which the rental premises are located and is authorized to 12 accept notices from a tenant and to issue receipts therefor, and to 13 accept service of process on behalf of the owner; 14 d. The name [and], <u>mailing</u> address [of the managing agent of 15 the premises, if any], e-mail address, and telephone number of the 16 property manager or managing agent of the rental premises, if any; 17 The name [and], mailing address, including the [dwelling e. 18 unit, apartment or room number of the superintendent, janitor, 19 custodian or other individual employed by the record owner or 20 managing agent to provide regular maintenance service, if any] unit 21 number, email address, and telephone number of the superintendent, 22 janitor, custodian, or other individual employed by the owner or 23 managing agent to provide regular maintenance service at the rental 24 premises, if any; 25 f. The name, mailing address and telephone number of a 26 representative of the record owner or managing agent who may be 27 reached or contacted at any time in the event of an emergency 28 affecting the premises or any unit of dwelling space therein, 29 including such emergencies as the failure of any essential service or 30 system, and who has the authority to make emergency decisions 31 concerning the building and any repair thereto or expenditure in 32 connection therewith and shall, at all times, have access to a current 33 list of building tenants that shall be made available to emergency 34 personnel as required in the event of an emergency], e-mail 35 address, and telephone number of an individual who: (1) has the 36 authority to make emergency decisions concerning repairs or 37 expenditures related to repairs to the rental premises; (2) may be 38 reached at any time in the event of any emergency affecting the 39 rental premises or any unit therein; and (3) shall, at all times, have 40 access to a current list of tenants residing in the rental premises that 41 shall be made available to emergency personnel as required in the 42 event of an emergency; 43 g. The name and mailing address of the mortgage service 44 provider, and every holder of a recorded mortgage on the rental 45 premises , if known ; 46 If fuel oil is **[**used to heat the building and **]** provided by the h.

landlord [furnishes the] to heat [in] the building, the name

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1 and <u>, mailing</u> address <u>, and telephone number</u> of the fuel oil dealer 2 servicing the building and the grade of fuel oil used; and 3 i. The date of preparation of the certificate of registration. 4 (cf: P.L.2003, c.56, s.2) 5 6 3. Section 3 of P.L.1981, c.442 (C.46:8-28.1) is amended to 7 read as follows: 8 In the case of a filing under section 2 of P.L.1974, c.50 3. 9 (C.46:8-28) with the municipal clerk, or with such other municipal 10 official as is designated by the clerk, the clerk or designated official 11 shall index and file the certificate and make it reasonably available 12 for public inspection. 13 In the case of a filing with the Bureau of Housing Inspection 14 shall be accompanied by the filing fee required pursuant to section 15 12 of P.L.1967, c.76 (C.55:13A-12). The bureau shall review the 16 certificate and, if it is found to be in conformity with this law and 17 any regulations promulgated hereunder, validate the certificate and 18 issue a validated copy to the landlord and a validated copy to the 19 clerk of the municipality in which the building or project is located. 20 The clerk shall index the validated certificates, or forward them to 21 the designated official for indexing, and the certificates shall be 22 made available as with the certificates required of one and two 23 dwelling unit nonowner occupied premises a. All certificates 24 of registration filed with the Bureau of Housing Inspection shall be 25 reviewed, and if determined to be in compliance with the certificate 26 of registration requirements set forth in P.L.1974, c.50 (C.46:8-27 27 et seq.) and any regulation promulgated thereunder, validated by the 28 bureau. The bureau then shall issue a copy of the validated 29 certificate of registration to the record owner, or the person who 30 filed the original, if different than the record owner, and to the clerk 31 of the municipality in which the building or project is located. 32 b. All certificates of registration filed with the clerk of a 33 municipality and all validated certificates of registration issued to the clerk by the bureau shall be indexed and recorded by the clerk 34 35 and made reasonably available for public inspection. The clerk may 36 disclose to any person making inquiry whether a validated 37 certificate of registration has been filed for any designated property. 38 (cf: P.L.2001, c.264, s.2) 39 40 4. Section 4 of P.L.1981, c.442 (C.46:8-28.2) is amended to 41 read as follows: 42 4. Every landlord required to file a certificate of registration as 43 described in section 2 of P.L.1974, c.50 (C.46:8-28) shall file an 44 amended certificate of registration within [20] <u>10 business</u> days 45 after any change in the information required to be included thereon. 46 [No] A fee shall not be required for the filing of an amendment 47 except where the ownership of the premises is changed. The

amended certificate of registration shall contain the date of its 1 2 preparation. 3 (cf: P.L.1981, c.442, s.4) 4 5 5. Section 8 of P.L.1981, c.442 (C.46:8-28.3) is amended to 6 read as follows: 7 8. [Nothing herein shall require a] <u>A</u> landlord who has 8 [heretofore] complied with [all] the provisions of P.L.1974, c.50 9 (C.46:8-27 et seq.) or the "Hotel and Multiple Dwelling Law" 10 (P.L.1967, c.76, C. 55:13A-1 et seq.), or both, [applicable to any 11 building or project to register the building or project again pursuant 12 to this amendatory and supplementary act. Whenever, after the 13 effective date of this amendatory and supplementary act, any owner 14 or landlord shall be required to file an amended certificate of 15 registration pursuant to the provisions of this amendatory and 16 supplementary act, the "Hotel and Multiple Dwelling Law," or 17 P.L.1974, c.50, then that filing shall be in accordance with this 18 amendatory and supplementary act] shall not be required to register 19 the building or project again pursuant to P.L., c. (C.) (pending before the Legislature as this bill). On and after the 20 21 effective date of P.L., c. (C.) (pending before the Legislature 22 as this bill), a landlord who is required to file an amended 23 certificate of registration shall do so in accordance with the 24 provisions set forth in section 4 of P.L.1981, c.442 (C.46:8-28.2). 25 (cf: P.L.1981, c.442, s.8) 26 27 6. Section 3 of P.L.1974, c.50 (C.46:8-29) is amended to read 28 as follows: 29 3. [Within 30 days following the effective date hereof, and at 30 the time a. Unless a tenancy is governed by a written lease 31 that includes or attaches, in a prominent manner, the information 32 that is required by section 2 of P.L.1974, c.50 (C.46:8-28) to be 33 contained in the certificate of registration, within seven days of the 34 creation of a new tenancy, [every] <u>a</u> landlord shall provide each 35 [occupant or] tenant [in his building or project] with a copy of the certificate of registration required by section 2 of [this act] 36 37 P.L.1974, c.50 (C.46:8-28). [If] 38 b. In the case of an amended certificate [is] filed in accordance 39 with section 4 of P.L.1981, c.442 (C.46:8-28.2), the landlord shall 40 furnish each [occupant or] tenant with a copy of the amended 41 certificate within seven days after the amended certificate is filed 42 with the municipal clerk, or with such other municipal official as is 43 designated by the clerk, in the case of a tenant occupied one family 44 dwelling or a non-owner occupied two family dwelling and within 45 seven days of receipt of a validated certificate from the Bureau of 46 Housing Inspection in the case of a [building or project] multiple

dwelling subject to the "Hotel and Multiple Dwelling Law," 1 2 P.L.1967, c.76 (C.55:13A-1 et seq.). 3 c. (1) In the case of a tenant-occupied one family dwelling 4 or a non-owner occupied two family dwelling, a landlord shall post 5 a copy of the current filed or validated certificate of registration in 6 one or more locations at the rental premises so that the statement is 7 prominent and accessible to all tenants and public officials. 8 (2) In the case of a tenant-occupied multiple dwelling, a 9 landlord shall post in a least one conspicuous area, where the 10 information is most likely to be viewed by tenants, and on the Internet website of any management company that manages a 11 12 tenant-occupied multiple dwelling: 13 (a) emergency contact instructions and the name, mailing 14 address, email address, and telephone number of the individual who 15 may be reached or contacted at any time in the event of an 16 emergency affecting the rental premises or any unit of dwelling 17 space, in accordance with the landlord registration requirements set 18 forth in subsection f. of section 2 of P.L.1974, c.50 (C.46:8-28); and 19 (b) instructions on how to access the comprehensive social 20 services information toll-free telephone hotline service, established pursuant to section 1 of P.L.1991, c.524 (C.30:1-1.1). 21 22 d. The following information shall be contained in a printed 23 notice, conspicuously set forth in prominent boldface type, in every 24 lease offered to a tenant in a multiple dwelling: 25 (1) the Internet website address of the management company 26 that manages the multiple dwelling, if any; and 27 (2) instructions on how to access the comprehensive social 28 services information toll-free telephone hotline service, established 29 pursuant to section 1 of P.L.1991, c.524 (C.30:1-1.1). 30 e. The information provided to tenants in accordance with 31 subsection a., b., c., and d. of this section shall be made available in 32 English and Spanish. 33 (cf: P.L.2001, c.264, s.3) 34 35 7. Section 5 of P.L.1974, c.50 (C.46:8-31) is amended to read 36 as follows: 37 5. In any action in the Superior Court, Law Division, Special 38 Civil Part or municipal court by an occupant or tenant or to recover penalties against a landlord who has not complied with [this act] 39 40 P.L.1974, c.50 (C.46:8-27 et seq.) and who cannot be served within 41 the county or municipality, the summons and complaint may be 42 served by certified and regular mail upon the record owner at the 43 last address listed in the tax records of either the municipality or 44 county, or, if the owner has not changed since the last certificate of 45 registration filing or validation, at the mailing address listed in the 46 most current or validated certification of registration. If the owner 47 is a limited liability company or a corporation, the summons and 48 complaint may be served by certified and regular mail upon the

1 company or corporation's registered agent. Service [of such 2 summons and complaint by certified and regular mail shall be 3 effective to bring <u>in accordance with this section shall be deemed</u> 4 proper service on the landlord [before the Superior Court, Law 5 Division, Special Civil Part or municipal court] even if [it were] 6 the landlord is not served within the county or municipality in 7 which the court issuing the summons is located. 8 (cf: P.L.1991, c.91, s.455) 9 10 8. Section 6 of P.L.1974, c.50 (C.46:8-32) is amended to read 11 as follows: 6. [Service] If service of process, as provided in section 5 12 13 P.L.1974, c.50 (46:8-31), cannot be made, service of process on the 14 clerk of the Superior Court, Law Division, Special Civil Part or 15 municipal court having jurisdiction over the municipality in which 16 the property is located shall be deemed service on the landlord upon 17 submission to the court of the following: 18 [A certification of the tenant stating that he] The tenant's a. 19 certification that the tenant does not know the landlord's 20 whereabouts after having made a diligent effort, satisfactory to the 21 court, to determine the same; and b. Proof of failure of service by certified mail as provided in 22 23 section 5 [of this act] of P.L.1974, c.50 (46:8-31). 24 (cf: P.L.1991, c.91, s.456) 25 26 9. Section 7 of P.L.1974, c.50 (C.46:8-33) is amended to read 27 as follows: 28 7. In any action for possession instituted by a landlord who 29 has failed to comply with the provisions of this act, no judgment for 30 possession shall be entered until there has been compliance. The 31 court shall continue such case for up to 90 days and if there has not 32 been compliance within such period, the action shall be dismissed] 33 A judgment of possession shall not be entered in favor of a landlord 34 who has failed to comply with sections 2 and 3 of P.L.1974, c.50 35 (C.46:8-28 et seq.). The court shall defer the entry of a judgment for 36 possession for up to 60 days, at which time the action shall be 37 dismissed unless the landlord submits to the court proof of the 38 certificate of registration and service thereof on the tenant, within 39 <u>30 days.</u> 40 (cf: P.L.1974, c.50, s.7) 41 10. Section 9 of P.L.1974, c.50 (C.46:8-35) is amended to read 42 43 as follows: [Any] <u>A</u> landlord who [shall violate] violates any 44 9. 45 provision of P.L.1974, c.50 (C.46:8-27 et seq.) or sections 3, 4, and 46 8 of P.L.1981, c.442 (C.46:8-28.1 through C.46-8-28.3) shall be liable [to] for a penalty of not more than [\$500.00 for each] \$100 47

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1 for a first offense, \$500 for a second offense, and \$1,000 for a third 2 or subsequent offense, recoverable by a summary proceeding under ["the penalty enforcement law" (N.J.S.2A:58-1 et seq.)] the 3 "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 4 5 et seq.). The Superior Court, Law Division, Special Civil Part in the 6 county or the municipal court of the municipality in which the 7 premises are located shall have jurisdiction to enforce [said] the 8 penalty. 9 The Attorney General, the municipality in which the premises 10 are located, or any other person may institute the proceeding; where 11 the municipality or any other person other than the Attorney 12 General institutes the proceeding, a recovered penalty should be 13 remitted by the court to the municipality in which the premises 14 subject to the proceeding are located. 15 (cf: P.L.1991, c.91, s.458) 16 17 11. Section 13 of P.L.1967, c.76 (C.55:13A-13) is amended to 18 read as follows: 19 13. (a) Each multiple dwelling and each hotel shall be 20 inspected [at least once in every five years] for the purpose of 21 determining the extent to which each hotel or multiple dwelling 22 complies with the provisions of P.L.1967, c.76 (C.55:13A-1 et seq.) 23 and regulations promulgated hereunder. The commissioner shall 24 establish by regulation the frequency of inspections, which shall be 25 conducted as follows: 26 (1) Each hotel shall be inspected at least once every five years; 27 and 28 (2) Each multiple dwelling shall be tiered based upon the 29 number of reinspections required to correct the violations that were 30 served upon the owner in the initial inspection. The commissioner 31 shall require that inspections be conducted as follows: 32 (a) a multiple dwelling in which all violations have been abated 33 by the first reinspection shall be placed in the highest tier and shall 34 next be inspected in seven years, and the inspection fee shall be due 35 at that time; (b) a multiple dwelling in which all violations have been abated 36 37 by the second or third reinspection shall be placed in the middle tier and shall next be inspected in five years, and the inspection fee 38 39 shall be due at that time; and 40 (c) a multiple dwelling in which all violations have not been 41 abated by the third reinspection shall be placed in the lowest tier 42 and shall next be inspected in two years, and the inspection fee shall 43 be due at that time. 44 (3) notwithstanding the provisions of paragraph (2) of this 45 section to the contrary, if the commissioner determines that tiered 46 inspection schedules do not adequately protect the health and safety 47 of residents of multiple dwellings, the commissioner may, by 1 regulation, require that multiple dwellings be inspected once every

2 <u>five years.</u>

3 (b) Within 90 days of the most recent inspection, the owner of 4 each hotel shall file with the commissioner, upon forms provided by 5 the commissioner, an application for a certificate of inspection. 6 [Said] The application shall include such information as the commissioner shall prescribe to enforce the provisions of this law. 7 [Said] <u>The</u> application shall be accompanied by a fee as follows: 8 9 \$15 per unit of dwelling space for the first 20 units of dwelling 10 space in any building or project, \$12 per unit of dwelling space for 11 the 21st through 100th unit in any building or project, \$8 per unit of 12 dwelling space for the 101st through 250th unit in any building or 13 project, and \$5 per unit of dwelling space for all units over 250 in 14 any building or project, except that in the case of hotels open and 15 operating less than six months in each year the fee shall be one-half that which would otherwise be required. A certificate of inspection 16 and the fees therefor shall [not] be required [more often than once 17 18 every five years] based upon the frequency of inspections as 19 determined in accordance with subsection (a). of this section.

Additionally, there shall be reinspection fees for hotels in the amount of \$10 for each dwelling unit reinspected.

22 Within 90 days of the most recent inspection of any multiple 23 dwelling occupied or intended to be occupied by three or more 24 persons living independently of each other, the owner of each such 25 multiple dwelling shall file with the commissioner, upon forms provided by the commissioner, an application for a certificate of 26 inspection. [Said] <u>The</u> application shall include such information 27 as the commissioner shall prescribe to enforce the provisions of this 28 29 law. **[Said]** <u>The</u> application shall be accompanied by a fee of \$33 30 per unit of dwelling space for the first 7 units in any building or 31 project, \$21 per unit of dwelling space for the 8th through the 24th 32 unit in any building or project, \$18 per unit for the 25th through the 33 48th unit in any building or project, and \$12 per unit of dwelling 34 space for all units of dwelling space over 48 in any building or 35 project, provided that the maximum total fee for owner-occupied three-unit multiple dwellings shall be limited to \$65 for owners 36 37 having a household income that is less than 80 percent of the 38 median income for households of similar size in the county in 39 which the multiple dwelling is located, and the maximum total fee 40 for owner-occupied four-unit multiple dwellings shall be limited to 41 \$80 for owners having a household income that is less than 80 42 percent of the median income for households of similar size in the 43 county in which the multiple dwelling is located. A certificate of 44 inspection and the fees therefor shall [not] be required [more often 45 than once every five years] <u>based upon the frequency of inspections</u> 46 as determined in accordance with subsection (a) of this section.

Additionally, there shall be reinspection fees for multiple
 dwellings in the amount of \$40 for each dwelling unit reinspected,
 but only after the first reinspection.

4 The commissioner may waive the inspection fee for any unit 5 upon a finding that the unit has been thoroughly inspected within 6 the previous 12-month period under a municipal ordinance 7 requiring inspection upon change of occupancy in accordance with 8 the maintenance standards established by the commissioner under 9 P.L.1967, c.76 (C.55:13A-1 et seq.), and has received a municipal 10 certificate of occupancy as a result of that inspection.

11 A multiple dwelling which is located in a municipality that does 12 not have a municipal ordinance requiring inspection upon change of 13 occupancy may be inspected by the Bureau of Housing Inspection 14 upon change of occupancy, at the request of the municipality. If the 15 commissioner adopts a change of occupancy inspection program in 16 a municipality, following the municipality's request, a landlord of a 17 multiple dwelling subject to such inspection by the bureau shall 18 provide the bureau with at least seven days' notice of the pending 19 change of occupancy of a unit and the bureau shall inspect the 20 premises witin seven days of receiving such notice. The fee for an 21 inspection upon change of occupancy shall not exceed the fee 22 established for the inspection of multiple dwellings established 23 pursuant to subsection (e) of this section.

24 If the commissioner finds that (1) a building has been thoroughly 25 inspected prior to resale since the most recent inspection in 26 accordance with this section, (2) the inspection prior to resale was 27 conducted by the municipality in accordance with the maintenance 28 standards established by the commissioner under P.L.1967, c.76 29 (C.55:13A-1 et seq.), and (3) a municipal certificate of occupancy 30 was issued as a result of that inspection, the commissioner may 31 accept the inspection done prior to resale in lieu of a current 32 inspection under this section. If the commissioner accepts an 33 inspection prior to resale in lieu of a current inspection, no fee shall 34 be charged for any inspection done by the commissioner within five 35 years after the date of the inspection so accepted.

(c) If the commissioner determines, as a result of the most 36 37 recent inspection of any hotel or multiple dwelling as required by 38 subsection (a) of this section, that any hotel or multiple dwelling 39 complies with the provisions of P.L.1967, c.76 (C.55:13A-1 et seq.) 40 and regulations promulgated hereunder, then the commissioner shall 41 issue to the owner thereof, upon receipt of the application and fee as 42 required by subsection (b) of this section, a certificate of inspection. 43 Any owner to whom a certificate of inspection is issued shall keep 44 [said] the certificate posted in a conspicuous location in the hotel 45 or multiple dwelling to which the certificate applies. The certificate 46 of inspection shall be in such form as may be prescribed by the 47 commissioner.

1 The commissioner may, upon finding a consistent pattern of 2 compliance with the maintenance standards established under 3 P.L.1967, c.76 (C.55:13A-1 et seq.) in at least 20 percent of the 4 units in a building or project, issue a certificate of inspection for the 5 building or project, in which case the inspection fee shall be 6 charged on the basis of the number of units inspected.

7 The commissioner may by rule establish standards for self-8 inspection by condominium associations exercising control over 9 buildings of not more than three stories, constructed after 1976, and 10 certified by the local enforcing agency having jurisdiction as being 11 in compliance with the Uniform Fire Code promulgated pursuant to 12 P.L.1983, c.383 (C.52:27D-192 et seq.), in which at least 80 percent 13 of the dwelling units are occupied by the unit owners. The 14 commissioner shall issue a certificate of acceptance, which shall be 15 in lieu of a certificate of inspection, upon acceptance of any such 16 self-inspection and upon payment of a fee of \$25.

17 (d) If the commissioner determines, as a result of the most 18 recent inspection of any hotel or multiple dwelling as required by 19 subsection (a) of this section, that any hotel or multiple dwelling 20 does not comply with the provisions of P.L.1967, c.76 (C.55:13A-1 21 et seq.) and regulations promulgated thereunder, then the 22 commissioner shall issue to the owner thereof a written notice 23 stating the manner in which any such hotel or multiple dwelling 24 does not comply with P.L.1967, c.76 (C.55:13A-1 et seq.) or regulations promulgated thereunder. [Said] The notice shall fix 25 26 such date, not less than 60 days nor more than 180 days, on or 27 before which any such hotel or multiple dwelling must comply with 28 the provisions of P.L.1967, c.76 (C.55:13A-1 et seq.) and 29 regulations promulgated thereunder. If any such hotel or multiple 30 dwelling is made to comply with the provisions of P.L.1967, c.76 31 (C.55:13A-1 et seq.) and regulations promulgated thereunder on or 32 before the date fixed in [said] the notice, then the commissioner 33 shall issue to the owner thereof a certificate of inspection as 34 described in subsection (c) of this section. If any such hotel or multiple dwelling is not made to comply with the provisions of 35 36 P.L.1967, c.76 (C.55:13A-1 et seq.) and regulations promulgated 37 thereunder on or before the date fixed in [said] the notice, then the 38 commissioner shall not issue to the owner thereof a certificate of 39 inspection as described in subsection (c) of this section, and shall 40 enforce the provisions of P.L.1967, c.76 (C.55:13A-1 et seq.) 41 against the owner thereof.

42 (e) The commissioner shall annually review the cost of 43 enforcing P.L.1967, implementing and c.76 (C.55:13A-44 1 et seq.), including the cost to municipalities of carrying out inspec 45 tions pursuant to section 21 of P.L.1967, c.76 (C.55:13A-21), and 46 shall establish by rule, not more frequently than once every three 47 years, such fees as may be necessary to cover the costs of such 48 implementation and enforcement; provided, however, that any

increase or decrease shall be applied as a uniform percentage to 1 2 each category of fee established herein, and provided, further, that 3 the percentage amount of any increase shall not exceed the 4 percentage increase in salaries paid to State employees since the 5 then current fee schedule was established. The commissioner shall 6 provide by rule to owners the option of paying inspection fees in installments in the form of an annual fee. The commissioner shall 7 8 annually prepare and file with the presiding officers of the Senate 9 and General Assembly and the legislative committees having 10 jurisdiction in housing matters a report setting forth the amounts of fees and penalties received by the Bureau of Housing Inspection, 11 12 the cost to the bureau of enforcing [this act] P.L.1967, c.76 13 (C.55:13A-1 et seq.), and information concerning the productivity 14 of the bureau. Copies of the report shall also be submitted to the 15 Office of Administrative Law for publication in the New Jersey 16 Register. If in any State fiscal year the fee revenue received by the 17 bureau exceeds the cost of enforcement of P.L.1967, c.76 18 (C.55:13A-1 et seq.), the excess revenue shall be distributed pro 19 rata to persons who paid inspection fees during that fiscal year. Such distribution shall be made within three months after the end of 20 21 the fiscal year.

(f) Except as otherwise provided in section 2 of P.L.1991, c.179
(C.55:13A-26.1), the fees established by or pursuant to the
provisions of this section are dedicated to meeting the costs of
implementing and enforcing P.L.1967, c.76 (C.55:13A-1 et seq.)
and shall not be used for any other purpose. All receipts in excess
of \$2,200,000 are hereby appropriated for the purposes of
P.L.1967, c.76 (C.55:13A-1 et seq.).

29 (cf: P.L.2013, c.253, s.56)

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31 12. Section 16 of P.L.1967, c.76 (C.55:13A-16) is amended to 32 read as follows:

33 16. (a) If the commissioner shall discover any violation of the 34 provisions of this act or any rules and regulations promulgated 35 thereunder upon any inspection of any hotel or multiple dwelling, 36 then the commissioner shall issue and cause to be served on the 37 owner thereof a written order requiring said owner to terminate, or 38 cause to be terminated, any such violation. Such written order shall 39 state the nature of any such violation and a reasonable specified 40 time within which any such violation must be terminated. Such 41 written order shall also require and direct the owner to whom it is 42 issued to take, or cause to be taken, such affirmative action as may 43 be necessary to correct any such violation.

(b) The commissioner may petition the Superior Court of this
State for mandatory injunctive relief enforcing any order issued by
the commissioner pursuant to subsection (a) of this section. In any
such proceeding the Superior Court may proceed in a summary
manner or otherwise, and shall have power to grant such temporary

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1 relief or restraining order as it may deem just and proper, and to 2 make and enter a decree enforcing, modifying, and enforcing as so 3 modified, or setting aside in whole or in part any order issued by the 4 commissioner pursuant to subsection (a) of this section. 5 (c) If a significant violation is discovered upon an inspection or 6 reinspection: 7 (1) the commissioner shall serve written notice upon the owner 8 within 48 hours of completing the inspection that identifies a 9 significant violation; and 10 (2) the written notice shall identify all such violations and the time period that the owner shall be afforded to correct the 11 12 violations. 13 (d) If an application for a hearing is filed pursuant to section 18 14 of P.L.1967, c.76 (C.55:13A-18) for a significant violation as 15 provided in subsection (c) of this section, the hearing shall be held 16 within no more than 30 days and a final decision shall be rendered 17 by the commissioner within 60 days from the date of the hearing. 18 (e) For the purposes of this section, "significant violation" 19 means conditions that are a threat to the health or safety of the tenants, which remain unaddressed, including but not limited to: 20 21 failure to provide heat, running water, or adequate sewage disposal 22 facilities; structural deficiency; or an infestation of rats, mice, 23 roaches, termites, or other vermin. 24 (cf: P.L.1967, c.76, s.16) 25 26 13. (New section) The information to be provided to tenants, as 27 set forth in subsection c. of section 3 of P.L.1974, c.50 (C.46:8-29) 28 shall be posted in each multiple dwelling in the manner provided in that subsection. 29 30 31 14. (New section) a. Each multiple dwelling shall be 32 adequately staffed to meet the maintenance requirements 33 established by the commissioner under P.L.1967, c.76 (C.55:13A-1 34 et seq.). A multiple dwelling that meets the following staffing 35 levels, either through employees or contractors, shall be deemed by the commissioner to be in compliance with this section: 36 37 (1) 70 to 100 units - One full-time maintenance worker or other 38 full-time equivalent; 39 (2) 101 to 150 units - Two full-time maintenance workers or 40 other full-time equivalent; 41 (3) 151 to 225 units - Three full-time maintenance workers or 42 other full-time equivalent; 43 (4) 226 to 325 units - Four full-time maintenance workers or 44 other full-time equivalent; 45 (5) 326 or more units – Four full-time maintenance workers or 46 full-time equivalent, with other one additional full-time 47 maintenance worker or other full-time equivalent for each

48 additional 100 units above 325 units.

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b. The owner of a multiple-dwelling of nine or more units who 1 2 does not reside on the property either shall provide a superintendent 3 who lives within a two-block radius of the property, or provide 4 emergency services in the following manner: 5 (1) The owner shall provide tenants with the ability to submit 6 emergency maintenance requests to management on a 24-hour 7 basis; 8 (2) Maintenance staff or contractors shall be available to 9 respond to emergency maintenance requests as soon as is 10 reasonably practicable given the nature of the request; (3) Maintenance staff or contractors shall be capable of arriving 11 12 at the property within 15 minutes of being dispatched; and 13 (4) Nonemergency requests given outside of normal business 14 hours shall be responded to in accordance with the property's 15 standard maintenance practices. The owner of a multiple-dwelling shall provide the 16 c. 17 following minimum maintenance services: 18 (1) Setting out and returning waste disposal receptacles, 19 including storing away receptacles on days when there is no waste 20 pickup; (2) Providing regular daily care for all common areas, including 21 22 the removal of garbage, litter, or other accumulations; 23 (3) Attending to sidewalks, pedestrian walkways, parking areas, 24 and driveways; 25 (4) Operating the equipment designed to provide heat; and 26 (5) Any other routine operational and maintenance service 27 required of the owner pursuant to the "Hotel and Multiple Dwelling 28 Law," P.L.1967, c.76 (C.55:13A-1 et seq.). 29 15. (New section) If a tenant successfully defends against eviction by asserting a breach of the implied warranty of habitability, the court shall make such a finding on the record and mark the case as "Dismissed for Reasons Concerning Habitability" in any record disclosed to the public. 36 16. (New section) Notwithstanding any provision of law, rule, 37 or regulation to the contrary, a municipality may satisfy up to ten 38 percent of its obligation to provide a fair share of the region's 39 present and prospective need for affordable housing by establishing a program encouraging the rehabilitation of substandard dwelling 40 41 units and the dedication of rehabilitated units for rental as low 42 income housing for periods of at least 30 years. A municipality 43 may accept funds from any source, including a municipal affordable 44 housing trust fund, the "New Jersey Affordable Housing Trust 45 Fund," established pursuant to section 20 of P.L.1985, c.222 46 (C.52:27D-320), any other State entity, and the federal government, 47 for the purpose of awarding or granting payments to property owners as incentives for the rehabilitation of substandard dwelling 48

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units and the dedication of those units for rental as low income 1 2 housing for periods of at least 30 years. 3 4 17. The following sections are repealed: 5 Section 4 of P.L 1974, c.50 (C.46:8-30); and 6 Section 1 of P.L.1974, c.48 (C.46:8-38). 7 8 18. This act shall take effect on first day of the seventh month 9 next following the date of enactment, except that the Commissioner 10 of Community Affairs may take any anticipatory action in advance as shall be necessary for the implementation of this act. 11 12 13 14 **STATEMENT** 15 This bill, designated as the "Landlord Registration and Tenant 16 17 Protection Act," would create a streamlined and expanded landlord registration process and make certain changes concerning multiple 18 19 dwelling inspections and maintenance. The bill would also 20 establish certain protections for tenants and permit municipalities to satisfy up to ten percent of their affordable housing obligations by 21 22 establishing a program encouraging the rehabilitation of 23 substandard dwelling units and the dedication of rehabilitated units 24 for rental as low income housing. 25 26 Landlord Registration 27 Current law provides that all landlords of rental premises are 28 required to be registered either with the Department of Community 29 Affairs (DCA), the municipality in which the rental premises is 30 located, or both, depending on circumstances. The bill makes 31 several changes to current registration procedures, including: 32 Requiring landlords to: (1) provide tenants with a copy of the 33 landlord registration; and (2) display the registration certificate 34 in a common area of the rental premises. 35 Expanding and clarifying the information landlords have to provide for purposes of registration. The expansion includes, 36 but is not limited to the provision of: (1) email addresses; (2) 37 38 mailing addresses that include a street address, not just a post office box; (3) in the case of business entities, such as a limited 39 40 liability company, the personal information of certain people 41 with authority over the property; (4) for out-of-county owners, 42 the name and contact information for a person who resides in the county and is authorized to issue receipts and accept notices 43 44 and service of process; and (5) the names and contact 45 information of any party who regularly provides maintenance 46 to the rental. 47 Requiring that certificates of registration be filed within seven 48 days of the creation of a tenancy, and that amended certificates

1	of registration be filed within 10 days of a change in
2	information.
3	• Changing the penalty for landlords who do not comply with
4	registration requirements. Under current law, the penalty is
5	\$500 for each offense. Under the bill, the penalty for a first
6	offense would be \$100; a second offense would be \$500; and a
7	third or subsequent offense would be \$1,000.
8	
9	Inspections
10	Current law provides that multiple dwellings are to be inspected
11	at least once every five years by the Bureau of Housing Inspection
12	(BHI) in DCA. The bill provides for a tiered system of inspection
13	as follows:
14	• a multiple dwelling in which all violations have been abated by
15	the first reinspection would be inspected every seven years;
16	• a multiple dwelling in which all violations have been abated by
17	the second or third reinspection would be inspected every five
18	years; and
19	• a multiple dwelling in which all violations have not been
20	abated by the third reinspection would be inspected every two
21	years.
22	Under the bill, if a significant violation is found following an
23	inspection or reinspection of a multiple dwelling, the Commissioner
24 25	of Community Affairs is required to serve written notice upon the
25 26	owner within 48 hours of completing an inspection that identifies a significant violation. The notice is required to identify every
26 27	significant violation. The notice is required to identify every violation and provide a period of time in which the owner is
28	afforded to correct the violations.
20 29	The bill defines "significant violation" to mean conditions that
30	are a threat to the health or safety of the tenants, which remain
31	unaddressed, including but not limited to: failure to provide heat,
32	running water, or adequate sewage disposal facilities; structural
33	deficiency; or an infestation of rats, mice, roaches, termites, or
34	other vermin.
35	The bill further provides that if an application for a hearing is
36	filed pursuant to section 18 of P.L.1967, c.76 (C.55:13A-18) for a
37	significant violation, the hearing has to be held within no more than
38	30 days and a final decision has to be rendered by the commissioner
39	within 60 days from the date of the hearing.
40	The bill also provides that DCA may establish a program of
41	change-of-occupancy inspections, to be conducted by BHI in
42	municipalities which do not provide for the inspections by
43	ordinance, and which request DCA to conduct the inspections.
44 45	Maintenance
46	The bill provides that multiple dwellings are to be adequately
47	staffed to meet the maintenance requirements established by the

1	commissioner. The bill specifies that the following maintenance
2	staffing levels are to be deemed in compliance:
3	• 70 to 100 units - One full-time maintenance worker or other
4	full time equivalent;
5	• 101 to 150 units - Two full-time maintenance workers or other
6	full time equivalent;
7	• 151 to 225 units - Three full-time maintenance workers or
8	other full time equivalent;
9	• 226 to 325 units - Four full-time maintenance workers or other
10	full time equivalent; and
11	• 326 or more units - One additional full-time maintenance
12	worker or other full-time equivalent for each additional 100
13	units above 325 units.
14	The bill also provides that owners of multiple dwellings are
15	required to provide tenants with access to emergency maintenance
16	response and certain minimum maintenance services.
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18	Miscellaneous Provisions
19	Under the bill, if a tenant successfully defends against eviction
20	by asserting a breach of the implied warranty of habitability, the
21	court would make such a finding on the record and mark the case as
22	"Dismissed for Reasons Concerning Habitability" in any record
23	disclosed to the public.
24	Additionally, the bill permits a municipality to satisfy up to ten
25	percent of its affordable housing obligation by establishing a
26	program encouraging the rehabilitation of substandard dwelling
27	units and the dedication of rehabilitated units for rental as low
28	income housing for periods of at least 30 years. Under the bill, a
29	municipality could accept funds from any source, including a
30	municipal affordable housing trust fund, the "New Jersey
31	Affordable Housing Trust Fund," established pursuant to section 20
32	of P.L.1985, c.222 (C.52:27D-320), any other State entity, and the
33	federal government, for the purpose of awarding or granting
34	payments to property owners as incentives for the rehabilitation of
35	substandard dwelling units.
36	Finally, the bill repeals sections of law which would become
37	obviated by enactment of the bill, as the requirements contained in
38	those sections would be consolidated into other sections of law as
39	provided in the bill.