[Second Reprint] SENATE, No. 3955

STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED JUNE 15, 2021

Sponsored by: Senator M. TERESA RUIZ District 29 (Essex) Senator NELLIE POU District 35 (Bergen and Passaic) Assemblywoman BRITNEE N. TIMBERLAKE District 34 (Essex and Passaic) Assemblywoman SHANIQUE SPEIGHT District 29 (Essex) Assemblyman WILLIAM W. SPEARMAN District 5 (Camden and Gloucester)

Co-Sponsored by:

Assemblyman Zwicker, Assemblywoman Vainieri Huttle, Assemblymen Karabinchak, Caputo, Wimberly, Assemblywomen Lopez, Reynolds-Jackson, Quijano and Senator Turner

SYNOPSIS

recommendations.

Establishes "Rental Assistance Navigation Program" in DCA; makes appropriation.

CURRENT VERSION OF TEXT

As amended on December 2, 2021 by the Senate pursuant to the Governor's

(Sponsorship Updated As Of: 12/20/2021)

S3955 [2R] RUIZ, POU 2

1 AN ACT establishing a program to facilitate the prevention of residential evictions ²[during the COVID period, and making an 2 appropriation]². 3 4 5 BE IT ENACTED by the Senate and General Assembly of the State 6 of New Jersey: 7 1. As used in this act: 8 9 "Commissioner" means the Commissioner of Community Affairs. 10 ²["COVID period" means the period beginning on March 1, 2020, and ending on December 31, 2021. 11 "COVID period residential nonpayment or habitually late payment 12 13 court record" means: 14 a. any information maintained by a court in any form in 15 connection with a landlord-tenant case or proceeding, including but 16 not limited to pleadings, evidentiary exhibits, indices, calendars, and 17 dockets; 18 b. any order, judgment, or warrant related to a landlord-tenant 19 action; c. any official transcript or recording of a public landlord-tenant 20 21 proceeding, in any form; d. any information in a computerized case management system 22 23 created or prepared by the court in connection with a landlord-tenant 24 action; and e. any record provided to, made, or maintained by a judicial 25 officer or special civil part officer.]² 26 "DCA navigator" means a not-for-profit or other entity, qualified 27 in accordance with department standards, that facilitates the prevention 28 of residential evictions in one or more ² [regions] <u>vicinages</u>² of the 29 State through fulfilling the responsibilities of the program delegated to 30 the DCA navigator pursuant to a contract with the department. 31 32 "Department" means the Department of Community Affairs. 33 ²"Eligible tenant" means a tenant facing or at risk of facing a nonpayment eviction action who has directly or indirectly incurred 34 35 financial hardship because of the COVID-19 pandemic and whose 36 household income is not more than 120 percent of the area median income for a household of the same size and composition.² 37 "Nonpayment eviction action" means a residential eviction action 38 for nonpayment, for habitual late payment of rent, or for refusal to pay 39 or agree to a rental increase 2 [during the COVID period] 2 . 40 "Program" means the Rental Assistance Navigation Program, 41 42 established pursuant to section 2 of this act. 43 ²"Resource navigator" means an employee or contractor of a DCA navigator.² 44

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 thus is new matter. Matter enclosed in superscript numerals has been adopted as follows: ¹Senate SBA committee amendments adopted June 17, 2021. ²Senate amendments adopted in accordance with Governor's recommendations December 2, 2021.

"Rental assistance" means cash payments to compensate for unpaid
 rent provided to the landlord by any federal, State, county, or local
 rental assistance program.

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2. The "Rental Assistance Navigation Program" shall be 5 established in the department, and ²[to]² be administered by the 6 department as a program to facilitate the ²diversion from and² 7 8 prevention of residential evictions due to nonpayment and habitual late 9 payment of rent or for refusal to pay or agree to a rental increase ²[during the COVID period]². The department may contract the 10 responsibilities of the program to one or more DCA navigators, as 11 deemed appropriate by the commissioner. ²<u>The purpose of the</u> 12 program is to provide support for tenants facing or at risk of eviction 13 14 who have suffered financial hardship as a result of the COVID-19 pandemic and provide resources to alleviate the burden placed on 15 16 landlord-tenant courts that may be facing increased caseloads and additional resource constraints as a result of the COVID-19 17 pandemic.² 18

a. The department shall publish information about the program on
the department's Internet website, and shall engage in ²[a campaign]
<u>efforts²</u> to enhance public awareness of the program among the
residential landlords and tenants in the State.

23 b. ²[If a tenant has missed one or more rent payment, owed during 24 the COVID period, a residential tenant, or the tenant's landlord, may 25 apply for rental assistance through the program. Upon application for 26 rental assistance through the program by a residential landlord or 27 tenant, the applicant party shall provide notice of the application to the 28 other party.] As part of the program, Resource Navigators shall be 29 allocated to court vicinages in the State for one year beginning on the effective date of P.L., c. (C.) (pending before the Legislature 30 as this bill). Resource Navigators may be proportionally allocated to 31 32 vicinages based on need, as determined by the number of nonpayment eviction filings in the vicinage or according to other criteria 33 34 established by the department.²

c. ²[The department shall review rental assistance applications
submitted through the program. In association with each application,
the department shall:

(1) conduct outreach to each party to ensure the identity of each
party and the accuracy of the information submitted through the
application;

41 (2) determine eligibility for rental assistance available through the42 department and through other sources;

43 (3) assist with applications for rental assistance through sources44 other than the department; and

(4) maintain the confidentiality of information associated with
each rental assistance application, though the department shall provide
monthly reporting in the aggregate to the Legislature by municipality

S3955 [2R] RUIZ, POU

1 of the number of households assisted, race, ethnicity, and whether the 2 households are very-low-income, low-income, or moderate-income 3 households, the amounts of assistance provided, and the results of 4 mediation through the program.] Each Resource Navigator shall 5 attend eviction proceedings where possible in the Resource 6 Navigator's vicinage or vicinages and shall otherwise conduct 7 outreach and work in conjunction with the department, the 8 Administrative Office of the Courts, and local resource agencies of the county or counties that comprise the Resource Navigator's assigned 9 10 vicinage or vicinages to identify eligible tenants as defined by section 11 <u>1 of P.L.</u>, c. (C.) (pending before the Legislature as this bill).² 12 d. ²[After a rental assistance application submitted pursuant to 13 subsection c. of this section has been submitted and either granted or 14 denied:] A Resource Navigator shall provide services to eligible 15 tenants in the Resource Navigator's vicinage or vicinages in the form 16 of information and connections to resources that may help the eligible tenant avoid eviction, which may include but need not be limited to:² 17

(1)²[if rental assistance sufficient to compensate for the rent 18 19 unpaid by the tenant has been received by the landlord, the landlord shall agree to refrain from initiating or continuing any nonpayment 20 21 eviction action, or money judgment action for unpaid rent, against the 22 tenant for rent due during the COVID period. information about the 23 availability of local, State, or federal rental assistance and other 24 benefits, including benefits intended to provide relief due to hardships 25 incurred because of the COVID-19 pandemic, and about how to apply for such assistance and other benefits;² 26

(2)² [if rental assistance sufficient to compensate for the rent 27 28 unpaid by the tenant has not been received by the landlord, the 29 department shall facilitate a conference among the landlord, tenant, 30 and a mediator to pursue a resolution.] information about how to 31 obtain protections against evictions, including those protections 32 established in subsection d. of section 3 of P.L.2021, c.188 (C.52:27D-33 287.9) for households that were unable to pay rent due to 34 circumstances arising from the COVID-19 pandemic;²

35 ²[(a) Through mediation, if the landlord agrees to refrain from 36 pursuing or continuing any landlord-tenant or money judgment action, 37 the landlord shall notify the court that any pending case should be 38 dismissed and if a money judgment was issued it should be satisfied. (3) connections to counseling, legal services, and other resources 39 related to helping eligible tenants prevent evictions;² 40

41 ²[(b) Through mediation, if the tenant agrees to voluntarily vacate 42 the property, then the tenant shall be permitted no less than 30 days to 43 vacate, and shall be referred to a housing counselor certified by the federal Department of Housing and Urban Development. (4) 44 45 connections to other intervention supports for households facing 46 financial hardships; and

1 (5) any other services or supports the department or the DCA 2 navigator deems necessary to assist an eligible tenant in avoiding eviction.² 3 e. ²[The department shall complete the processes established 4 5 pursuant to subsections c. and d. of this section within 45 days of the submission of a rental assistance application though the program.] A 6 7 DCA navigator and a Resource Navigator shall have experience in 8 fulfilling one or more responsibilities of the program and shall be 9 qualified in accordance with criteria established by the department.² 10 3. ²[a. A landlord shall not file a nonpayment eviction action, or 11 money judgment action for unpaid rent, against a residential tenant 12 13 while a rental assistance application, submitted through the program, is 14 pending. 15 b. Effective immediately and in any action for unpaid rent during the COVID period, a landlord shall certify upon the filing of a 16 17 nonpayment eviction action whether the landlord or tenant has applied for rental assistance, either through the program or otherwise. A 18 19 landlord who has a pending nonpayment eviction action on the 20 effective date of this act shall certify that the landlord or tenant has 21 applied for rental assistance or participated in the program prior to 22 continuing to advance the eviction action. 23 A COVID period residential nonpayment or habitually late c. 24 payment court record shall be confidential and unavailable to the public.] The department may collaborate with counties and 25 municipalities that received an allocation of federal Emergency Rental 26 27 Assistance from the United States Department of the Treasury to 28 facilitate the collection of applications for and distribution of such assistance.² 29 30 4. On or before ²[August 31, 2022] June 1, 2023², the 31 commissioner, in consultation with the Administrative Director of the 32 33 Courts, shall submit a report to the Governor, and to the Legislature 34 pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), to detail the 35 outcomes of the program, providing information that shall include, but shall not be limited to: 36 a. the number of ²[landlords and] <u>eligible</u>² tenants who have 37 ²[used] <u>been served by</u>² the program; and 38 b. ²[the number of program participants who were and were not 39 40 able to reach an agreement that allowed the tenant to remain in the home. non-personally identifiable information on the race, ethnicity, 41 gender, primary language spoken, household size, and vicinage of 42 43 tenants assisted by the program.² 44 5. ²[a. The Commissioner of Community Affairs, in accordance 45 with the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 46 et seq.), and in consultation with the Administrative Director of the 47

S3955 [2R] RUIZ, POU

Courts, shall adopt rules and regulations to effectuate the provisions of
 this act. The form indicating certification of program completion
 pursuant to subsection b. of section 3 of this act shall be developed and
 made available by the Administrative Director of the Courts.

b.]² Notwithstanding the limitations established in section 1 of
P.L.2011, c.215 (C.52:14B-3a) on the use of regulatory guidance
documents, the commissioner ²[shall] may² prepare and disseminate
regulatory guidance documents as defined in subsection d. of section 1
of P.L.2011, c.215 (C.52:14B-3a), in advance of the adoption of
regulations as necessary for the administration of this act.

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12 6. ²[There is appropriated from funds provided to the State by 13 the United States government under the "Coronavirus Aid, Relief, 14 and Economic Security Act," Pub.L.116-136, to the Department of 15 Community Affairs the sums necessary to administer the program 16 and assist in the training of mediators. If sufficient funding for this 17 purpose is not available through the "Coronavirus Aid, Relief, and 18 Economic Security Act," Pub.L.116-136, then the remainder of this 19 amount shall be appropriated from other federal funding authorized for coronavirus relief as it is, or becomes, available.] The 20 Commissioner of Community Affairs shall consult with the 21 22 Division of Disaster Recovery and Mitigation to effectuate the 23 purposes of this act, to establish appropriate administrative costs, 24 and to ensure that any expenditure of federal funds in connection to 25 this act are expended in compliance with federal rules and guidance, 26 including with respect to the American Rescue Plan Act, Pub.L.117-2.² 27 28

7. This act shall take effect ²[on] <u>immediately.</u>² ¹[the first day
of the fourth month following enactment, except that the
Commissioner of Community Affairs and the Administrative
Director of the Courts may take any anticipatory action as may be
necessary and that section 3 of this act shall take effect
immediately] ²[August 31, 2021¹.]²