§§1-5 -C.52:27D-287.7 to 52:27D-287.11 §7 - Approp.

(CORRECTED COPY) P.L. 2021, CHAPTER 188, approved August 4, 2021 Senate No. 3691 (First Reprint)

AN ACT ¹relating to matters of civil law by¹ providing financial 1 relief to certain landlords and tenants in response to the COVID-2 19 pandemic ¹ and by altering certain court fees¹, supplementing 3 4 Title 52 of the Revised Statutes, and amending P.L.2020, c.1 ¹and P.L.1991 c.177, and making an appropriation¹. 5 6 7 **BE IT ENACTED** by the Senate and General Assembly of the State 8 of New Jersey: 9 10 1. (New section) The Legislature finds and declares that: 11 a. The mortal threat posed by the COVID-19 pandemic 12 compelled the Governor and Legislature to take drastic but necessary action. Executive Order No. 103 of 2020 effectively shut down the 13 14 New Jersey economy on March 9, 2020, in order to hinder the rapid 15 spread of the virus and to limit as much as possible the number of 16 infections, severe illnesses, and deaths. During the same time period, the Governor and Legislature enacted P.L.2020, c.1 (C.2A:18-59.3) 17 and the Governor issued Executive Order No. 106 of 2020, and 18 19 implemented a moratorium on evictions, so as to ensure that during the covered period, households would be able to shelter in place and 20 21 eliminate the threat posed by displacement, overcrowding, and the 22 resultant spread of the virus. 23 b. The foregoing measures caused severe economic difficulties 24 for landlords and tenants alike. Tenants, who in general have lower-25 incomes and far less wealth than homeowners, have been 26 disproportionately affected: a large number of them immediately 27 became and remain unemployed or underemployed. This is especially 28 so for lower-income people of color, who are predominantly tenants 29 and who continue to be victimized by systemic and structural racism, 30 which has left them severely disadvantaged and extremely vulnerable 31 to health emergencies and economic downturns. 32 c. Millions of jobs in our State and elsewhere have been 33 permanently lost, and a significant number of jobs abruptly interrupted 34 by the virus-driven shutdown have yet to return. 35 d. As a result, thousands of tenants in our State are unable to pay 36 all or even part of the rental arrearages caused by the pandemic when 37 the moratorium ends, and these tenants will also find it extremely difficult to make their future, ongoing regular monthly rental payments 38 39 once they resume.

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 21, 2021.

1 e. An overwhelming number of struggling tenant households, that 2 are disproportionately Black and brown, will therefore be at risk of 3 eviction for non-payment of all or part of their rent due and owing 4 shortly after the moratorium is lifted. Combining the number of 5 struggling tenants with the number of people at risk of displacement if the arrearage and future rent payment issues are not addressed, 6 7 evictions and the resulting overcrowding, could create conditions that 8 will lead to a resurgence and new spread of COVID-19.

9 f. At the same time, landlords have shouldered the financial 10 burden of housing over a million tenants, as well as the costs of 11 maintaining the buildings, paying their mortgages, taxes, and other 12 financial obligations with ¹[little to no] <u>insufficient</u>¹ help from the 13 State or federal government.

g. While housing is a necessity, ¹[it is unfair to require]¹ private sector landlords ¹[to provide such housing without] <u>have thus far</u> <u>maintained their properties and paid their financial obligations,</u> <u>including State and local taxes, despite a lack of full</u>¹ compensation or assistance ¹[, while at the same time, requiring them to continue to maintain those properties and pay their financial obligations, including State and local taxes]¹.

21 h. In Executive Order No. 106 of 2020, the Governor expressly 22 stated that protection and preservation of personal and public health 23 was the primary reason driving the imposition of the economic 24 shutdown and eviction moratorium, a health-centered concern echoed 25 and reinforced by the national eviction moratorium subsequently 26 mandated by the federal Centers for Disease Control and Prevention. 27 With the surge in vaccinations and a corresponding drop in COVID-19 28 pandemic-related hospitalizations, the public health justification to 29 maintain the eviction moratorium will ¹[also end] eventually subside¹, and the Legislature deems it necessary to help struggling 30 31 tenants avoid displacement and to compensate landlords for providing 32 this necessary shelter to many tenants without compensation during 33 the pandemic.

34 i. In providing these protections, the State must ensure that rent 35 arrearages accrued during the covered period are not used as a 36 mechanism for eviction. Rather, such debt shall be treated as civil 37 debt, subject to recovery by the landlord in a civil suit for a money 38 judgment, which will balance the obligations of the tenant under a lease contract with the need to provide housing stability. 39 ¹[In addition, the monetary jurisdiction of the courts that normally deal 40 41 with civil debt must be increased.

j. It is also incumbent upon the State to make the distinction
between those tenants who were legitimately impacted by the
pandemic and those who were and are either exploiting the eviction
moratorium or have the means to pay their rent but refuse to do so.

46 k.] \underline{j} .¹ It is, therefore, necessary for the Legislature to assist 47 landlords who have suffered deep economic losses through no fault of

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1 their tenants or themselves, and, simultaneously, make efforts to assist 2 tenants who need help as a result of this crisis, in order to ensure some 3 measure of security and stability for their families and communities; 4 provide landlords with the restored rental income stream required to 5 safely and efficiently operate their buildings; and prevent a resurgence of the COVID-19 pandemic that will threaten the health and safety of 6 7 tenants, landlords, and the public at large. 8 9 2. (New section) As used in P.L. (C. , c.) (pending 10 before the Legislature as this bill): ¹"Area median income" means the median income by household 11 size for an applicable county as determined by the department.¹ 12 13 "Assistance" means cash payments for unpaid rent provided to 14 the landlord by any federal, State, county, or local rental assistance 15 program¹, including, but not limited to, payments ultimately provided to a landlord through an application submitted by a tenant 16 17 through the Eviction Prevention Program, as established pursuant to 18 section 4 of P.L., c. (C.) (pending before the Legislature 19 as this bill)¹. "Commissioner" means the Commissioner of Community 20 21 Affairs. 22 "Covered period" means the period beginning on March 1, 2020, and ending on ¹ [July] <u>August</u>¹ 31, 2021. 23 "COVID-19 pandemic" means the outbreak of COVID-19 24 25 throughout the world, recognized as a pandemic by the World 26 Health Organization on March 11, 2020. "Credit reporting agency" means any consumer reporting agency 27 as that term is defined by the federal "Fair Credit Reporting Act," 28 29 15 U.S.C. s.1681 et seq., which shall include any agencies which 30 specialize in tenant screening or rental history reporting. 31 "Deep subsidy" means a rental housing subsidy which limits the 32 tenant's share of the monthly rent to a percentage of the tenant's 33 income, and which can be adjusted to maintain that percentage 34 should the tenant's income change. 35 "Department" means the Department of Community Affairs. "Household income" means the ¹lower of the following numbers: 36 37 (1) the¹ combined income of all household members ¹over the twelve months immediately preceding an application for assistance 38 or protection, or (2) the combined income of all household members 39 in the three months immediately preceding an application for 40 assistance or protection,¹ annualized ¹[at the time of filing of an 41 42 application for assistance or protection] by multiplying the 43 combined income by a factor of four¹. 44 "Low-income household" means a household with a total current 45 annual household income equal to 50 percent or less of the area

46 median income for a household of the same size and composition.

"Middle-income household" means a household with a total
 current gross annual household income of 80 percent or more than,
 but less than 120 percent of, the area median income for a
 household of the same size and composition.

5 "Moderate-income household" means a household with a total 6 current gross annual household income in excess of 50 percent but 7 less than 80 percent of the area median income for a household of 8 the same size and composition.

9 "Shallow subsidy" means a rental housing subsidy ¹[provided in
10 an amount based on the percentage of the fair market rent of the
11 unit, depending on the household size and location, which] that
12 limits the tenant's share of the rent to a percentage of the tenant's
13 income, provided however, that the subsidy¹ shall be capped at a
14 fixed amount.

15 "Very low-income household" means a household with a total 16 current annual household income less than or equal to 30 percent of 17 the area median income for a household of the same size and 18 composition.

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3. (New section) a. Notwithstanding any other law to the 20 21 contrary, no residential tenant of a ¹very low-income household,¹ 22 low-income household, moderate-income household, or middle-23 income household shall be evicted based upon nonpayment or habitual late payment of rent¹, or failure to pay a rent increase,¹ 24 25 that accrued during the covered period. Payments made by a tenant 26 after the covered period ends shall be credited first to the current month's rental obligation, and any balance shall be credited to any 27 arrearage owed by the tenant ¹incurred following the conclusion of 28 29 the covered period, and then to any arrearages incurred during the 30 <u>covered period</u>¹.

b. Any amount of rent ¹found by a court to be¹ due and owing 31 by a residential tenant described in subsection a. of this section to a 32 landlord during the covered period ¹for which compensation is not 33 otherwise provided by any public or private source,¹ shall be 34 35 considered civil debt and may be pursued as a money judgment in 36 the appropriate division of the Superior Court. Such civil debt based on rental arrears shall be considered evidence of housing 37 38 instability or risk of homelessness for the purpose of qualifying a 39 household for rental assistance under any federal, State, county, or 40 local program ¹, including, but not limited to, the Eviction Prevention Program, as revised pursuant to section 4 of P.L., c. 41 42 (C. <u>) (pending before the Legislature as this bill)¹.</u>

43 c. ¹Notwithstanding any law to the contrary, no person shall sell
44 or assign any civil debt relating to rent that accrued during the
45 covered period.

46 <u>d.</u>¹ Any amount of rent due and owing either prior to the start of
 47 the covered period or after the covered period ends may be pursued

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1 in the manner allowed by law for any other landlord-tenant action 2 for rent due outside of the covered period. ¹The provisions of P.L., c. (C.) (pending before the Legislature as this bill) 3 4 shall not restrict a landlord from pursuing a money judgment action 5 during the covered period, or following the covered period, for 6 unpaid rent due during the covered period. An action by a landlord 7 against a residential tenant to recover unpaid rent which accrued 8 during the covered period may be commenced in the Superior 9 Court, Special Civil Part, regardless of the amount in controversy. 10 The Administrative Director of the Courts may take any 11 administrative action as may be necessary to provide a process for filing these actions in the Superior Court, Special Civil Part.¹ 12 (1) ${}^{1}(\underline{a})^{1}$ Notwithstanding the provisions of this section to the 13 contrary, ¹any tenant of a very low-income household, a¹ low-14 income household ¹[tenants], or a moderate-income household¹ 15 shall have continued protections from evictions ¹as those that are 16 applicable during the covered period pursuant to subsections a. and 17 b. of this section¹ for residential rent arrearages incurred from the 18 end of the covered period through ¹[August] <u>December</u>¹ 31, 2021 19 20 if the household ¹[pays 50 percent of their rent due for the month of August 2021, and the remaining 50 percent of rent due for that 21 22 month shall be considered civil debt] certifies under penalty of 23 perjury: 24 (i) the household's income; 25 (ii) that the household was unable to pay rent due to 26 circumstances arising from the COVID-19 pandemic; and 27 (iii) that the household has applied for State, county, or local 28 rental assistance programs for which they are eligible. 29 The certification required by subparagraph (a) of this (b) 30 paragraph shall be made on a form established by the department. 31 The tenant shall provide a copy of the completed form to the 32 landlord, and, if there is a pending eviction action, to the court¹. ¹[Notwithstanding the provisions of this section to the 33 (2)contrary, moderate-income household tenants shall have continued 34 35 protections from evictions for residential rent arrearages incurred 36 from the end of the covered period through August 31, 2021 if the 37 household pays 75 percent of their rent due for the month of August 38 2021, and the remaining 25 percent of rent due for that month shall be considered civil debt] The Administrative Director of the Courts 39 shall provide notice to any residential tenant who is party to a 40 landlord-tenant dispute for nonpayment of rent that includes 41 42 information regarding tenant protections, income and COVID-19 43 impact attestation, and rental assistance programs established pursuant to P.L., c. (C.) (pending before the Legislature as 44 this bill)¹. 45

¹[d.] <u>e.</u>¹ All pending ¹[landlord-tenant] <u>eviction</u>¹ actions 1 alleging nonpayment or habitual late payment of residential rent $\frac{1}{2}$ 2 or failure to pay a rent increase,¹ that accrued during the covered 3 period shall be ¹[stayed and shall be]¹ dismissed upon certification 4 by the tenant, under penalty of perjury, ¹in accordance with 5 subparagraph (b) of paragraph (1) of subsection d. of this section¹ 6 that the tenant is a ¹very low-income household, ¹ low-income 7 8 household, moderate-income household, or middle-income 9 household and that the reason for filing was nonpayment or habitual late payment of rent ¹, or failure to pay a rent increase, ¹ during the 10 11 covered period.

¹[e. For any case that is stayed pursuant to P.L., c. (C. 12) (pending before the Legislature as this bill), the Superior Court 13 14 shall return or credit to the landlord all fees paid by the landlord to file such cases **]** f. If a case is dismissed and the landlord is required 15 16 to subsequently file against the same tenant, the landlord may 17 request that the case be reinstated with the court. In such 18 circumstances the landlord shall pay the fees to serve the amended action, but no court filing fees shall be required¹. 19

¹[f. After the expiration of the covered period, a landlord shall 20 be entitled to pursue a money judgment against a residential tenant 21 22 for any and all lawfully due and owing unpaid rent that was 23 converted into civil debt pursuant to P.L., c. (C.) (pending 24 before the Legislature as this bill), for which compensation is not 25 otherwise provided by any public or private source, by filing an 26 action in the appropriate division of the Superior Court. Nothing in , c. (C. 27 P.L.) (pending before the Legislature as this bill) 28 shall impact any action for a money judgment or vacate any money 29 judgment entered during the covered period, unless the debt is 30 satisfied.]¹

g. ¹[The Administrative Director of the Courts shall modify the
jurisdictional limits of the Small Claims Section of the Special Civil
Part to \$9,000 for actions to recover unpaid residential rent that
accrued during the covered period.

h. The Administrative Director of the Courts shall modify the
jurisdictional limits of the regular Special Civil Part to \$45,000 for
actions to recover unpaid residential rent that accrued during the
covered period.

i.]¹ A tenant in such an action shall retain the right to assert any
and all counterclaims, setoffs, legal defenses, affirmative defenses,
and equitable defenses that would otherwise be available to them.

42 ¹[j. A landlord shall not impose any late fees for residential rent
43 payments not made during the covered period.

44 k.] <u>h. As a condition of receiving any State or federal rental</u>
45 assistance on behalf of a tenant for rent due and owing, a landlord

1 shall waive all late fees assessed for rent unpaid during the period 2 for which assistance is being provided. $\underline{i.}^{1}$ (1) Consistent with the provisions of 15 U.S.C. s.1681s-3 4 2(a)(1)(F), a landlord shall not at any time furnish information about the nonpayment or late payment of residential rent ¹, or 5 failure to pay a rent increase,¹ which accrued during the covered 6 7 period, or summary dispossess or other court filings or proceedings 8 related to non-payment or late payment of residential rent which accrued during the covered period, directly to another residential 9 10 landlord, or to a debt collection or credit reporting agency. This 11 paragraph shall not: 12 (a) apply to a tenant's rent payments that remain due as the 13 result of a payment missed prior to the March 1, 2020, including 14 payments held in escrow before that date; or 15 (b) limit the ability of a landlord to share information with the 16 landlord's attorney or property management company, or to notice 17 the tenant in compliance with the Anti-Eviction Act, P.L.1974, c.49 18 (C.2A:18-61.1 et seq.). 19 (2) As a result of any record or information reflecting a tenant's 20 non-payment or late payment of residential rent, or a related court 21 filing, during the covered period, a landlord shall not: 22 (a) refuse to rent to a prospective tenant of residential rental 23 housing; or 24 (b) place, or disseminate a residential tenant's information for 25 the purpose of placing, a tenant on a list for the use of other 26 landlords for any purpose. 27 (3) In addition to a tenant's right to pursue an action seeking 28 injunctive or declaratory relief for a violation of this subsection, the 29 Attorney General, in response to a complaint from a tenant, or on 30 the Attorney General's independent initiative, may bring an action 31 alleging a landlord has violated the provisions of this subsection. 32 Regarding a first violation, the court shall provide the landlord with 33 an opportunity to correct the violation prior to imposing a penalty. 34 Following the provision of this opportunity to correct any first 35 violation, upon a finding that non-compliance with this subsection 36 has occurred, a court of competent jurisdiction may: 37 (a) order the non-compliant landlord to retract the report of debt 38 or court filing data provided to the collection or credit reporting 39 agency, bureau, or data collection facility; 40 (b) impose a fine on the non-compliant landlord, not to exceed 41 \$500 for a first violation, \$1,000 for a second violation, and \$2,500 42 for each subsequent violation; 43 (c) order the non-compliant landlord to pay a reasonable counsel 44 fee in connection with a tenant whose debt has been reported to a 45 debt collection or credit reporting agency, bureau, or data collection 46 facility; 47 (d) provide a copy of the order immediately upon the request of 48 the tenant and at no cost to the tenant;

1 (e) order the non-compliant landlord to take such steps as are 2 necessary, within 30 days of the order, to rehabilitate the credit 3 record of the tenant, with an exact copy provided to the tenant at no 4 cost, of the efforts made in that regard; and

5 (f) if the tenant is able to show actual damages that have 6 resulted from a violation of this section, order the non-compliant 7 landlord to pay an award of damages to the tenant not to exceed 25 8 percent of the debt attempted to be collected or reported by the non-9 complaint landlord to the collection or credit reporting agency, 10 bureau, or data collection facility, with a minimum award of \$350.

11 If a landlord furnishes rental payment data to another (4) 12 landlord, collection or credit reporting agency related to the non-13 payment of rent during the covered period, but before the enactment 14 of P.L. , c. (C.) (pending before the Legislature as this 15 bill), the landlord shall not be subject to the penalty provisions of 16 this section, except for an order to retract the report pursuant to 17 paragraph (3) of this subsection.

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19 4. (New section) a. The commissioner shall ¹[rename the current "Homelessness Prevention Program" established pursuant to 20 21 the provisions of P.L.1984, c.180 (C.52:27D-280 et al.), as the 22 "Eviction and Homelessness Prevention Program."] establish an 23 "Eviction Prevention Program" to provide rental relief for New Jersey 24 residents who have been or continue to be unable to pay rent because 25 of financial hardship directly or indirectly incurred because of the 26 COVID-19 pandemic.¹

b. ¹[The commissioner shall revise and amend the "Homeless
Prevention Program Regulations" established pursuant to chapter 41 of
Title 5 of the New Jersey Administrative Code to meet or provide for
the following:

(1) the regulations shall be renamed the "Eviction and
Homelessness Prevention Program Regulations"] <u>The commissioner</u>
shall administer the program in accordance with the following
principles, and, notwithstanding the provisions of the "Administrative
<u>Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), shall publish</u>
regulatory guidance to that effect:

37 (1) The Eviction Prevention Program shall be considered a
38 supplement to the COVID-19 Emergency Rental Assistance Program
39 Phase II (CVERAP II) program opened by the department on March
40 22, 2021. Accordingly, to the greatest extent allowable and feasible,
41 the department should utilize programmatic infrastructure, processes,
42 and vendor contracts established under CVERAP II in order to
43 administer relief under the Eviction Prevention Program¹;
44 (2) a household shall be eligible to participate in the program if ¹I.

44 (2) a household shall be eligible to participate in the program if ¹[,
45 due to reasons beyond the household's control, ¹ the household is
46 unable to make residential rental payments which are due and owing
47 pursuant to a valid and enforceable oral or written lease, stipulation of

1 settlement, judgment, order or other type of legally binding agreement 2 ¹, because of a financial hardship sustained as a result of the COVID-3 <u>19 pandemic¹;</u> 4 (3) a household shall be eligible for assistance under this program 5 regardless of whether the household has been served with a summons and complaint for eviction ¹[, and an oral or written communication 6 7 from the landlord indicating that an eviction filing is imminent or 8 contemplated shall be sufficient to trigger eligibility for the 9 program]¹; 10 (4) a household shall be eligible for assistance if their annualized 11 current income is no more than 120 percent of the area median 12 income; however, the commissioner may establish funding priorities to 13 benefit very low-income and low-income households; 14 (5) a household shall be eligible for assistance under this program 15 although it may be unlikely for the household to have the ability to pay 16 shelter costs after the period of assistance has ended; 17 (6) ¹<u>a household may utilize the assistance to pay current rent</u>, 18 accrued rent, and future rent, as determined by the department; 19 (7) the department shall award grants to be paid on behalf of¹ 20 eligible households ¹[shall be awarded grants for periods of] to be applied to¹ up to two years ¹of rent¹, depending upon the person's or 21 household's particular circumstances ¹ and available funds in the 22 23 program¹. The department shall provide assistance along a continuum 24 based upon the income level of the tenant household, and shall include deep subsidies, shallow subsidies, and flat amounts. ¹[Such grants] 25 Grants representing fewer than two years' worth of rental assistance¹ 26 27 may be renewed ¹ [to prevent eviction or homelessness] based on a renewed showing of need by the individual or household¹. ¹[The] 28 29 Notwithstanding the provisions of the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), the¹ commissioner shall prepare 30 31 detailed guidance covering the amount and duration of such grants 32 ¹[,]. Any grants that are provided to cover ongoing rent shall be <u>awarded</u>¹ in accordance with the following guidelines and principles: 33

(a) for a very low-income household, a deep subsidy ¹[shall]
<u>may</u>¹ be provided in the amount necessary to limit the household's share of ongoing rent to not more than ¹[40] <u>30</u>¹ percent of the household's income;

(b) for a low- ¹or moderate-¹ income household that is not also
very low-income, a shallow subsidy ¹[shall] <u>may</u>¹ be provided in the
amount necessary to limit the household's share of ongoing rent to not
more than ¹[40] <u>30</u>¹ percent of the household's income, provided,
however, that the amount of any such subsidy shall not exceed \$800
per month; ¹[and]¹

44 (c) for a ¹[moderate-income or]¹ middle-income household, 45 assistance in the form of a ¹[flat monthly grant of \$250 shall be

1 provided to the household if the household pays more than 50 percent 2 of the household's income as ongoing rent] subsidy may be provided in the amount necessary to limit the household's share of ongoing rent 3 4 to not more than 30 percent of the household's income, provided, 5 however, that the amount of any such subsidy shall not exceed \$500 6 per month¹. 7 ¹[(7)] (8) To qualify for rental assistance under the program, 8 households shall demonstrate that a person in the household: 9 (a) qualifies for unemployment or has experienced a reduction in 10 household income, incurred significant costs, or experienced a 11 financial hardship, directly or indirectly, to the COVID-19 pandemic; 12 (b) demonstrates a risk of experiencing homelessness or housing 13 instability; 14 (c) falls within a household income threshold that establishes 15 eligibility for rental assistance under the program; 16 (d) has a lack of assets and savings to pay rent arrears or current 17 and future rent; 18 (e) is a New Jersey resident; and 19 (f) is obligated to pay rent on a residential dwelling. 20 A household that has previously received rental assistance under 21 CVERAP II may apply for additional assistance under the Eviction 22 Prevention Program, but any additional grant of assistance shall take 23 into account the rental assistance previously provided pursuant to 24 CVERAP II. 25 $(9)^{1}$ during the course of the payment period, if the department is 26 notified by either the landlord or the program participant that a person 27 or household has begun to experience difficulty paying rent as a result 28 of ¹[reasons beyond the household's control] <u>continued hardships</u> 29 suffered as a result of the COVID-19 pandemic¹, the household's 30 income and family situation shall be reevaluated in light of the 31 changed conditions, and the person or household shall be placed in a 32 different assistance tier, if necessary, to prevent eviction; ¹[and]¹ $[(8)] (10)^1$ during the course of the payment period, a participant 33 household shall certify the household's current income once every 34 ¹[three] <u>six</u>¹ months, using a ¹[one-page] <u>brief</u>¹ form to be developed 35 by the department, including any necessary attachments. Beginning the 36 37 month following receipt of a certification, the department shall 38 increase or decrease the amount of subsidy provided to the household 39 in accordance with the subsidy category applicable to the most recent 40 reported income, provided that limited non-recurring short term 41 increases in income shall not require a subsidy adjustment ¹; and 42 (11) during the course of the payment period, if a participant 43 household experiences conditions that violate the implied warranty of 44 habitability, the tenant may so certify those conditions to the 45 department in writing. Based on the tenant's written certification, the 46 department shall have an inspection conducted on the dwelling. Upon 47 confirmation that the violation of the implied warranty of habitability

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1 exists, the department shall, after serving the landlord with written 2 notification of such violation and providing the landlord with 3 sufficient opportunity to cure, consider whether and in what amount to 4 withhold rent based on those conditions¹. 5 c. Notwithstanding any other law or regulation to the contrary, any revisions to ¹[the] <u>existing</u>¹ program regulations or operating 6 7 procedures required by this section shall take effect immediately. 8 d. ¹[At least 30 days prior to the expiration of the covered period] 9 As soon as possible following the enactment of P.L., c. (C.) 10 (pending before the Legislature as this bill), and no later than August 11 <u>31, 2021¹</u>, the department shall implement a comprehensive public 12 information plan to create awareness among eligible tenants of the assistance provided by the program ¹and the provisions of section 3 of 13 14 P.L., c. (C.) (pending before the Legislature as this bill) prohibiting eviction and providing credit protection relating to 15 16 nonpayment or habitual late payment of rent, or failure to pay a rent 17 increase, during the covered period¹. This plan shall include but not 18 be limited to public service announcements, information about the 19 program in governmental notices and utility providers billings, notices 20 to landlords as to how to assist their tenants in applying for the 21 program, outreach to underserved populations, ¹including, but not 22 limited to providing all information in both English and Spanish,¹ postings on social media, and any other means likely to ensure that 23 tenants will be aware of the ¹[programs] program's¹ existence ¹, 24 tenant protections, tenant attestation, and the provisions of section 3 of 25 P.L., c. (C.) (pending before the Legislature as this bill)¹. In 26 addition, the department shall prepare a form notice 1, which shall 27 include the tenant attestation, in languages including, but not limited 28 to, English and Spanish,¹ describing the program ¹and the provisions 29 of section 3 of P.L., c. (C.) (pending before the Legislature as 30 <u>this bill</u>¹ and ¹<u>shall</u>¹ distribute the notice to ¹[all]¹ landlords for 31 32 inclusion with any notice or complaint sent to a tenant related to an eviction for nonpayment of rent ¹, habitual late payment, or failure to 33 34 pay a rent increase, or an action seeking repayment of rental arrears 35 pursuant to P.L., c. (C.) (pending before the Legislature as 36 this bill). The notice shall also be posted on the department's Internet 37 website¹. Prior to the end of covered period, the landlord shall post ¹[a written notice] the form notice provided by the department¹ in a 38 39 conspicuous location within the common area of a multiple dwelling ¹[highlighting the potential availability of rental assistance from the 40 41 Eviction and Homelessness Prevention Program and other 42 governmental assistance programs included in the department's form 43 notice]¹. 44 e. ¹As soon as possible following the enactment of P.L., c. (C.) (pending before the Legislature as this bill), and no later than 45 August 31, 2021, the commissioner shall start accepting applications 46

1 for assistance through the Eviction Prevention Program, as revised 2 pursuant to this section.¹ (1) A program application shall state the ¹[total amount of rent 3 4 due from the landlord's residential tenants] monthly rent as¹ established in the ¹[corresponding leases] <u>lease or other rental</u> 5 <u>agreement</u>¹, the amount $\frac{1}{\text{of rent}}$ paid by the $\frac{1}{\text{[tenants]}}$ tenant or 6 third parties, if any, the amount ¹of rent¹ unpaid, the amount of 7 security deposit funding that the ¹[landlord's tenants have] tenant 8 has¹ applied against rent pursuant to Executive Order No. 128 of 2020, 9 10 and any other information required by the department for determining 11 financial need. 12 (2) An application shall include a certification by the tenant as to: 13 (a) the number of occupants of the unit; 14 (b) the tenant household's income; and 15 (c) if a specific funding source is involved, a certification 1 and any documentation¹ providing the minimum amount of information needed 16 to comply with the requirements of that funding source. 17 18 The commissioner shall make the application forms and related 19 verification requirements as simple as possible, shall require the 20 minimum documentation permissible by said funding sources, and 21 shall rely on self-certification and verification to the greatest extent 22 possible. Any certifications made by a tenant under this program shall 23 remain confidential to the maximum extent possible. 24 ¹[(3) A residential tenant household applying for assistance shall 25 be deemed presumptively eligible if it meets the income requirements and is in need of the immediate provision of assistance to avoid an 26 27 eviction filing, judgment for possession, or actual displacement. Such 28 assistance as is needed shall be provided, and shall be extended in 29 monthly increments as necessary in order for the application process, 30 including any administrative appeals, to be completed and a final 31 determination made with regard to eligibility. A court of this State 32 may take into consideration any pending application for rental 33 assistance with regard to the timing of the entry of a judgment for 34 possession.]¹ 35 f. The program established by this section shall work closely with 36 the Office of Eviction Prevention established by section 5 of P.L., c. 37 (C.) (pending before the Legislature as this bill) in order to (1) 38 ensure that tenants receive the maximum assistance for which they are 39 qualified to avoid displacement and retain or obtain decent, affordable, 40 safe and suitable housing; and (2) ensure that all available sources of 41 potential assistance are explored and utilized in order to effectively 42 and efficiently extend the reach and efficacy of the funding provided 43 to this program by the State. 44 45 5. (New section) a. Within 1 [30] <u>60</u> 1 days of the enactment of P.L. , c. (C. 46) (pending before the Legislature as this bill), the

department shall establish an "Office of Eviction Prevention," which
 shall be responsible for:

3 (1) identifying all federal, State, local and other sources of 4 financial assistance which are intended or could be used to prevent the 5 eviction of residential tenants, including but not limited to programs 6 which provide both deep and shallow rental subsidies;

7 (2) becoming knowledgeable with regard to the application8 process for each such program; and

9 (3) identifying, and proposing remedies for, the gaps in the overall 10 assistance system, especially in relation to eligibility requirements and 11 the need for addition to, or revision of, subsidy programs so as to 12 provide appropriate assistance of various sorts and in various amounts 13 to households at different income levels.

b. This office shall be responsible for the compilation, publication, and ongoing update of this information, and shall also be responsible for ¹[identifying and training] working collaboratively <u>with</u>¹ at least one non-profit, community-based organization in each county ¹[with regard to] so that such organizations are able to provide information regarding¹ the availability of and means of accessing such financial assistance by at-risk tenants.

21

6. Section 1 of P.L.2020, c.1 (C.2A:18-59.3) is amended to read as follows:

 $(1)^{1}$ Notwithstanding any other law to the contrary, 24 1. a. 25 whenever a Public Health Emergency, pursuant to the "Emergency Health Powers Act," P.L.2005, c.222 (C.26:13-1 et seq.) [, or a 26 27 State of Emergency, pursuant to P.L.1942, c.251 (C.App.A.9-33 et 28 seq.), or both, has been declared by the Governor in response to 29 the COVID-19 pandemic and is in effect, the Governor may issue 30 an executive order to declare that a lessee, tenant, homeowner or 31 any other person shall not be removed from a residential property as the result of an eviction ¹[action based on the nonpayment or 32 habitual late payment of rent]¹ or foreclosure proceeding. This 33 34 executive order shall remain in effect [for no longer than two 35 months following the end of the Public Health Emergency or State of Emergency] ¹[until July 31, 2021, except that the executive 36 37 order may be extended if there is substantial evidence that 38 hospitalizations and deaths due to the COVID-19 pandemic are 39 likely to recur or substantially worsen if an extension is not ordered. 40 The Governor shall adjust the executive order issued pursuant to 41 P.L.2020, c.1 (C.2A:18-59.3) through the issuance of a subsequent 42 executive order, in order to comply with P.L., c. (C.) 43 (pending before the Legislature as this bill) for no longer than two 44 months following the end of the Public Health Emergency except as 45 provided in paragraphs (2) and (3) of this subsection¹.

46 ¹(2) (a) For eviction actions based upon reasons other than
47 nonpayment or habitual late payment of rent, or failure to pay a rent

1 increase, Executive Order No. 106 of 2020 shall expire upon the 2 effective date of P.L., c. (C.) (pending before the 3 Legislature as this bill). 4 (b) For eviction actions based upon nonpayment or habitual late 5 payment of rent, or failure to pay a rent increase, Executive Order 6 No. 106 of 2020 shall expire on August 31, 2021, for any lessee or 7 tenant who is not a very low-income, low-income, or moderate-8 income household. 9 (c) For eviction actions based upon nonpayment or habitual late 10 payment of rent, or failure to pay a rent increase, Executive Order 11 No. 106 of 2020 shall expire on December 31, 2021, for any lessee 12 or tenant who is a very low-income, low-income, or moderate-13 income household. Provided, however, that the protections 14 conferred on such tenants by this section shall expire on August 31, 15 2021, to the extent that such tenants do not comply with the 16 certification requirements of subsection c. of section 3 of P.L., c. 17 (C.) (pending before the Legislature as this bill). 18 (d) To the extent that it prohibits the removal from a residential 19 property as a result of a foreclosure proceeding of any homeowner, 20 Executive Order No. 106 of 2020 shall expire on November 15, 21 2021. 22 (e) The Governor shall have the ability to revoke or modify 23 Executive Order No. 106 of 2020 prior to December 31, 2021 in a 24 manner not inconsistent with the provisions of this section. 25 (3) Notwithstanding the provisions of paragraph (2) of this 26 subsection, Executive Order No. 106 of 2020 may be extended 27 pursuant to the procedures set forth in subsection b. of section 3 of 28 P.L. 2021, c. 103, if there is substantial evidence that 29 hospitalizations and deaths due to the COVID-19 pandemic are 30 likely to recur or substantially worsen if an extension is not 31 ordered.¹ 32 b. Eviction and foreclosure proceedings may be initiated or 33 continued during the time of an executive order issued pursuant to 34 this section, but enforcement of all judgments for possession, 35 warrants of removal, and writs of possession shall be stayed during 36 this period if the Governor has issued an executive order prohibiting 37 certain removals from residential property pursuant to subsection a. 38 of this section, unless the court determines on its own motion or 39 motion of the parties that enforcement is necessary in the interest of 40 justice. 41 c. Sheriffs, court officers, and their agents shall refrain from 42 acting to remove individuals from residential properties through the 43 eviction or foreclosure processes during the time of an executive 44 order issued by the Governor prohibiting certain removals from 45 residential property pursuant to subsection a. of this section, unless 46 the court determines on its own motion or motion of the parties that 47 removal is necessary in the interest of justice.

15

1 d. As used in this section, "residential property" means any 2 property rented or owned for residential purposes, including, but 3 not limited to, any house, building, mobile home or land in a mobile 4 home park, or tenement leased for residential purposes, but shall not 5 include any hotel, motel, or other guest house, or part thereof, 6 rented to a transient guest or seasonal tenant, or a residential health 7 care facility. 8 (cf: P.L.2020, c.1, s.1)

9

10 7. (New section) The following sums are appropriated from the 11 funds provided to the State by the United States government for the 12 purpose of providing relief to tenants affected in any way due to the COVID-19 pandemic: for the "Eviction ¹[and Homelessness]¹ 13 Prevention Program" the sum of \$750,000,000; for the Office of 14 Eviction Prevention the sum of \$5,000,000. ¹Of the monies 15 16 appropriated, the department shall use \$500,000,000 as assistance for very-low, low-, moderate-, and middle-income tenants. The remainder 17 may be used as utility assistance.¹ The department may use up to 18 ¹[\$20,000,000] <u>2.5 percent</u>¹ of the sums appropriated pursuant to this 19 section for the purpose of funding those actions needed to effectively 20 implement and administer the Eviction ¹[and Homelessness]¹ 21 22 Prevention Program, \$2,000,000 million of which shall be provided to 23 nonprofit organizations for supporting the education and outreach for 24 this program. ¹[Additional federal funding for emergency rental 25 assistance related to the COVID-19 pandemic shall be appropriated to the foregoing programs as it becomes available.]¹ 26 Households 27 otherwise ineligible for assistance using federal funds shall be assisted 28 with State funds.

29

30 ¹8. Section 14 of P.L.1991 c.177 (C.22A:2-37.1) is amended to 31 read as follows:

14. a. In all civil actions and proceedings in the Special Civil
Part of the Superior Court, Law Division, only the following fees
shall be charged by the clerk and no service shall be performed until
the specified fee has been paid:

36	(1) Filing of small claim, one defendant	\$15.00
37	Each additional defendant	\$ 2.00
38	(2) Filing of complaint in tenancy,	
39	one defendant	\$25.00
40	Each additional defendant	\$ 2.00
41	(3) (a) Filing of complaint or other initial	
42	pleading containing a counterclaim, cross-claim	
43	or third party complaint in all other civil actions,	
44	whether commenced without process or by summons,	
45	capias, replevin or attachment where the amount	
46	exceeds the small claims monetary limit	\$50.00
47	Each additional defendant	\$ 2.00

	10			
1	(b) Filing of complaint or other initial			
2	pleading containing a counterclaim, cross-claim			
3	or third party complaint in all other civil actions,			
4	whether commenced without process or by summons,			
5	capias, replevin or attachment where the amount			
6	does not exceed the small claims monetary limit	\$32.00		
7	Each additional defendant	\$ 2.00		
8	(4) Filing of appearance or answer			
9	to a complaint or third party complaint in all			
10	matters except small claims	\$15.00		
11	(5) Service of Process: Fees for service of process	s, including:		
12	summons by mail, each defendant; summons by	mail each		
13	defendant at place of business or employment	with postal		
14	instructions to deliver to addressee only; reservice of summons by			
15	mail, each defendant; postage for substituted service of	f process by		
16	the clerk upon the Chief Administrator of the New Je	ersey Motor		
17	Vehicle Commission in addition to the substituted	service fee		
18	provided below; and wage execution by mail to a fede			
19	shall be set by the Administrative Director of the Cour			
20	for service of process shall not exceed the postal rates	-		
21	and certified mail, return receipt requested, and may			
22	administrative fee that shall not exceed \$0.25 for each defendant			
23	served with process by mail. The total service of proce			
24	be rounded upward to the nearest dollar. For the purposes of this			
25 26	paragraph, service of process means the simultaneous mailing by			
26 27	ordinary and certified mail, return receipt request	ted, to the		
27	defendant at the address provided by the plaintiff. Reservice of summons or other original process by			
28 29	court officer, one defendant	\$ 3.00		
30	plus mileage	φ 5.00		
31	Each additional defendant	\$ 2.00		
32	plus mileage	φ 2.00		
33	Substituted service of process by the clerk upon			
34	the Chief Administrator of the			
35	New Jersey Motor Vehicle Commission	\$10.00		
36	(6) [Mileage of court officer in] For serving or ex	ecuting any		
37	process, writ, order, execution, notice, or warrant [, the			
38	be computed by counting the number of miles in and			
39	most direct route from the place where process is is	-		
40	same rate per mile set by the State for other State em			
41	the total mileage fee rounded upward to the nearest dolla			
42	(7) Jury of six persons	\$50.00		
43	(8) Warrant for possession in tenancy	\$15.00		
44	(9) Warrant to arrest, commitment	1		
45	or writ of capias ad respondendum, each defendant	\$15.00		
46	(10) Writ of execution or an order in			
47	the nature of execution, writs of replevin and			
48	attachment issued subsequent to summons	\$ 5.00		

1		_
1	(11) For advertising property under execution	
2	or any order	\$10.00
3	(12) For selling property under	¢10.00
4	execution or any order	\$10.00
5	(13) Exemplified copy of judgment	• • • •
6	(two pages)	\$ 5.00
7	each additional page	\$ 1.00
8	b. (Deleted by amendment, P.L.2002, c.34).	
9	c. (Deleted by amendment, P.L.2002, c.34).	
10	d. (Deleted by amendment, P.L.2009, c.32).	1
11	(cf: P.L.2009, c.32, s.1)	
12		
13	¹ 9. Section 15 of P.L.1991, c.177 (C.22A:2-3	37.2) is amended to
14	read as follows:	
15	15. a. From the fees set forth in section 14	of P.L.1991, c.177
16	(C.22A:2-37.1), the clerk of the Special Civil I	Part of the Superior
17	Court, Law Division, shall pay to officers	designated by the
18	Assignment Judge to serve process the following	g fees:
19	(1) Serving summons, notice or	
20	third party complaint on one defendant	\$ 3.00
21	on every additional defendant	\$ 2.00
22	(2) Reserving summons or other	
23	original process on any defendant	\$ 3.00
24	(3) Warrant to arrest, capias, or	
25	commitment, for each defendant served	\$15.00
26	(4) Serving writ and summons in	
27	replevin, taking bond and any inventory, agai	nst
28	one defendant	\$ 6.00
29	on every additional defendant	\$ 2.00
30	(5) Serving writ in replevin when	
31	issued subsequent to service of summons,	
32	against one defendant	\$ 5.00
33	on every additional defendant	\$ 2.00
34	(6) Serving order for possession	
35	in replevin	\$ 4.00
36	(7) Serving writ of attachment and	
37	making inventory, one defendant	\$ 4.00
38	on every additional defendant	\$ 2.00
39	(8) Serving and executing warrant	
40	for possession in tenancy	\$10.00
41	(9) Every execution, or any order in	
42	the nature of an execution, on a judgment, fo	r
43	each defendant	\$ 2.00
44	b. For [every mile of travel in] serving	
45		
45 46	process, writ, order, execution, notice or warran	
40 77	be computed by counting the number of miles	•

47 most direct route from the place where process is issued, at the

1 same rate per mile set by the State for other State employees and 2 the total mileage fee rounded upward to the nearest dollar. $\boxed{\$7.00}$ In addition to the foregoing, the following fees for officers 3 c. 4 of the Special Civil Part shall be taxed in the costs and collected on 5 execution, writ of attachment or order in the nature of any execution 6 on any final judgment, or on a valid and subsisting levy of an execution or attachment which may be the effective cause in 7 8 producing payment or settlement of a judgment or attachment: 9 (1) For advertising property 10 under execution or any order \$10.00 11 (2) For selling property under \$10.00 12 execution or any order 13 (3) On every dollar collected on execution, writ of attachment, or any order, 14 \$ 0.10. 15 (4) In the event a judgment is vacated for any reason after a 16 court officer has made a levy and thereafter the judgment is 17 reinstated or the case is settled, the dollarage due the court officer 18 on payment of the judgment amount or settlement amount again 19 shall be taxed in the costs and collected. 20 d. In addition to the foregoing, the clerk of the Special Civil 21 Part shall pay to officers designated by the Assignment Judge to serve wage executions on a federal agency an amount equal to the 22 23 fee set by either the Administrative Director of the Courts pursuant 24 to paragraph (5) of subsection a. of section 14 of P.L.1991, c.177 25 (C.22A:2-37.1) or set pursuant to subsection d. of that section, 26 whichever then may be applicable, for each wage execution 27 served.¹ (cf: P.L.2003, c.259, s.2) 28 29 ¹[8.] $10.^{1}$ This act shall take effect immediately. 30 31 32 33 34 Provides financial relief to certain landlords and tenants in 35 response to COVID-19 pandemic, adjusts certain court fees; and 36 37 makes appropriations.