SENATE, No. 1637 STATE OF NEW JERSEY 216th LEGISLATURE

INTRODUCED MARCH 17, 2014

Sponsored by: Senator SHIRLEY K. TURNER District 15 (Hunterdon and Mercer)

SYNOPSIS

Requires tenant notification and documentation on landlord registration form whenever rental premises is adjudicated to have caused constructive eviction because of mold presence; requires Department of Community Affairs to maintain registry.

CURRENT VERSION OF TEXT

As introduced.



1 AN ACT concerning constructive eviction and amending 2 N.J.S.2A:18-59, P.L.1974, c.50, and P.L.1981, c.442, and 3 supplementing chapter 8 of Title 46 and chapter 27D of Title 52 4 of the Revised Statutes. 5 6 **BE IT ENACTED** by the Senate and General Assembly of the State 7 of New Jersey: 8 9 1. N.J.S.2A:18-59 is amended to read as follows: 10 2A:18-59 a. Proceedings had by virtue of this article shall not be appealable except on the ground of lack of jurisdiction. The 11 12 landlord, however, shall remain liable in a civil action for unlawful 13 proceedings under this article. 14 b. Whenever the court determines that a tenant has been 15 constructively evicted by a landlord who has maintained the rental premises in a uninhabitable condition, including the failure to 16 17 address the presence of mold, a copy of the notice of the judgment 18 to that effect shall be provided to the Commissioner of Community 19 Affairs. 20 (cf: N.J.S.2A:18-59) 21 22 2. Section 2 of P.L.1974, c.50 (C.46:8-28) is amended to read 23 as follows: 24 2. Every landlord shall, within 30 days following the effective 25 date of this act, or at the time of the creation of the first tenancy in 26 any newly constructed or reconstructed building, file with the clerk 27 of the municipality, or with such other municipal official as is 28 designated by the clerk, in which the residential property is situated, 29 in the case of a one-dwelling unit rental or a two-dwelling unit non-30 owner occupied premises, or with the Bureau of Housing Inspection 31 in the Department of Community Affairs in the case of a multiple 32 dwelling as defined in section 3 of the "Hotel and Multiple 33 Dwelling Law" (C.55:13A-3), a certificate of registration on forms 34 prescribed by the Commissioner of Community Affairs, which shall 35 contain the following information: The name and address of the record owner or owners of the 36 a 37 premises and the record owner or owners of the rental business if not the same persons. In the case of a partnership the names of all 38 39 general partners shall be provided; 40 If the record owner is a corporation, the name and address of b. 41 the registered agent and corporate officers of said corporation; 42 If the address of any record owner is not located in the c. 43 county in which the premises are located, the name and address of a 44 person who resides in the county in which the premises are located 45 and is authorized to accept notices from a tenant and to issue

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.

receipts therefor and to accept service of process on behalf of the

2 record owner; 3 d. The name and address of the managing agent of the 4 premises, if any; 5 e. The name and address, including the dwelling unit, 6 apartment or room number of the superintendent, janitor, custodian

7 or other individual employed by the record owner or managing 8 agent to provide regular maintenance service, if any;

9 f. The name, address and telephone number of an individual 10 representative of the record owner or managing agent who may be reached or contacted at any time in the event of an emergency 11 12 affecting the premises or any unit of dwelling space therein, including such emergencies as the failure of any essential service or 13 14 system, and who has the authority to make emergency decisions 15 concerning the building and any repair thereto or expenditure in 16 connection therewith and shall, at all times, have access to a current 17 list of building tenants that shall be made available to emergency 18 personnel as required in the event of an emergency;

19 g. The name and address of every holder of a recorded 20 mortgage on the premises;

21 h. If fuel oil is used to heat the building and the landlord 22 furnishes the heat in the building, the name and address of the fuel 23 oil dealer servicing the building and the grade of fuel oil used;

24 i. A statement indicating whether the rental premises has been 25 held by a court of competent jurisdiction to be uninhabitable on any 26 basis, or has experienced the loss of a tenant through constructive 27 eviction concerning items of habitability, including the presence of 28 mold, and if so, detailed documentation of the repairs or abatement 29 of the condition affecting habitability.

- 30 (cf: P.L.2003, c.56, s.2)
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32 3. Section 4 of P.L.1981, c.442 (C.46:8-28.2) is amended to 33 read as follows:

34 4. Every landlord required to file a certificate of registration as described in section 2 of P.L.1974, c. 50 (C. 46:8-28) shall file an 35 36 amended certificate of registration within 20 days after any change 37 in the information required to be included thereon, including such 38 information required to be reported pursuant to subsection i. of 39 section 2 of P.L.1974, c.50 (C.46:8-28). No fee shall be required 40 for the filing of an amendment except where the ownership of the 41 premises is changed.

42 (cf: P.L.1981, c.442, s.4)

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44 4. (New section) Every landlord who is required to report 45 information concerning a rental premises pursuant to subsection i. 46 of section 2 of P.L.1974, c.50 (C.46:8-28), shall notify each of the 47 landlord's other tenants if located in the same building. Each new 48 tenant of a rental premises for which information is required to

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1 reported pursuant to subsection i. of section 2 of P.L.1974, c.50 2 (C.46:8-28) shall be notified of that information at the time of 3 signing of the lease to the rental premises, and shall thereafter have a three-day period in which the tenant may rescind the agreement to 4 5 lease. For the purposes of this section, "landlord" means any person 6 who rents or leases, for a term of at least one month, residential 7 dwelling units. The term "landlord" shall not mean a person who 8 rents or leases dwelling units in an owner-occupied premises of not 9 more than three dwelling units, or in hotels, motels, or other guest 10 houses serving transient or seasonal guests.

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5. (New section) The Department of Community Affairs shall maintain a registry of rental premises for which information has been reported pursuant to subsection i. of section 2 of P.L.1974, c.50 (C.46:8-28) or N.J.S.2A:18-59, and shall make such information available to the public upon request, or alternately may make such information available on its internet site.

6. This act shall take effect immediately.

STATEMENT

24 This bill requires notification to tenants whenever a rental 25 premises has been found to have mold concerns by a court, to the 26 extent that a tenant has been forced to move from the premises. 27 The legal term for this situation is constructive eviction. Although landlords who are found to have constructively evicted a tenant 28 29 must return all security deposit monies, there is no notification to 30 other prospective tenants, or even to current tenants in the building, 31 that a health problem may exist with the rental premises. Although 32 standards for an acceptable level of mold in rental premises have 33 not been promulgated at this point in time, research indicates that 34 certain people may need to avoid any contact with mold. The 35 purpose of the bill, therefore, is to provide important, relevant 36 information to a prospective tenant or current tenant.

37 Most landlords are diligent in correcting unhealthy 38 environmental conditions in their rental properties. When tenants 39 are unable to persuade landlords to take action to correct these 40 conditions, many will simply vacate those premises in favor of 41 more habitable premises. When a landlord refuses to make repairs 42 or correct unhealthy conditions in the rental property, and the tenant is found by a court to have been constructively evicted, the bill 43 44 requires that fact to be reported to the Department of Community 45 Affairs by the court. In addition, the landlord registration form, 46 required by statute to be maintained either by the municipality or by 47 the Department of Community Affairs, is required to be updated to 48 reflect the condition of the rental property. The bill also requires

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current tenants in the same building, as well as prospective tenants 1 of the same rental unit, to be notified of the fact of the constructive 2 eviction. The Department of Community Affairs is charged by the 3 4 bill with maintaining a registry of rental premises for which 5 information has been reported either through the landlord 6 registration files, or the court, and is required to make such 7 information available to the public upon request, or alternately to make such information available on its internet site. 8