2A:44-193
LEGISLATIVE HISTORY CHECKLIST

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- LAWS OF: 2013 CHAPTER: 128
- NJSA: 2A:44-193 (Permits electronic mail notification, and makes certain other revisions, regarding the "Self-Service Storage Facility Act.")
- BILL NO: A3035 (Substituted for S2138)
- SPONSOR(S) Mainor and others
- DATE INTRODUCED: June 7, 2012
- COMMITTEE: ASSEMBLY: Law and Public Safety

SENATE: Commerce

- AMENDED DURING PASSAGE: Yes
- DATE OF PASSAGE:
 ASSEMBLY:
 May 20, 2013

 SENATE:
 May 13, 2013
- DATE OF APPROVAL: August 9, 2013

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL	L TEXT OF BILL (Third reprint enacted)	Yes

A3035

SPONSOR'S STATEMENT (Begins on page 5 of introduced bill):		Yes
COMMITTEE STATEMENT:	ASSEMBLY:	Yes
	SENATE:	Yes

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

	FLOOR AMENDMENT STATEMENT:	TATEMENT:		6-21-12 12-20-12
	LEGISLATIVE FISCAL ESTIMATE:		No	12-20-12
S2138				
	SPONSOR'S STATEMENT: (Begins on page 5 introduced bill):		Yes	
	COMMITTEE STATEMENT:	ASSEMBLY:	No	
		SENATE:	Yes	
	FLOOR AMENDMENT STATEMENT:			
	LEGISLATIVE FISCAL ESTIMATE:		No	

(continued)

	VETO MESSAGE:	No
	GOVERNOR'S PRESS RELEASE ON SIGNING:	No
FOLLO	WING WERE PRINTED: To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext.103 or <u>mailto:refdesk@njstatelil</u>	<u>b.org</u>
	REPORTS:	No
	HEARINGS:	No
	NEWSPAPER ARTICLES:	No

LAW/RWH

P.L.2013, CHAPTER 128, approved August 9, 2013 Assembly, No. 3035 (Third Reprint)

1 AN ACT concerning self-service storage facilities and amending ²and supplementing² P.L.1983, c.136. 2 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 2 of P.L.1983, c.136 (C.2A:44-188) is amended to 8 read as follows: 9 As used in this act: 2. 10 "Electronic mail" means an electronic message or an executable program or computer file that contains an image of a message that 11 12 is transmitted between two or more computers or electronic 13 terminals. The term includes electronic messages that are 14 transmitted within or between computer networks. 15 "Last known address" means that postal address or electronic 16 mailing address provided by the occupant in the latest rental 17 agreement, or the postal address or electronic mailing address 18 provided by the occupant in a subsequent written notice of a change 19 of address. 20 "Occupant" means a person, the person's sublessee, successor, or 21 assignee, entitled to the use of the storage space at a self-service 22 storage facility under a rental agreement, to the exclusion of others. 23 "Owner" means the proprietor, operator, lessor, or sublessor of a 24 self-service storage facility, the owner's agent, or any other person 25 authorized by the owner to manage the facility, or to receive rent 26 from an occupant under a rental agreement. 27 "Personal property" means movable property not affixed to land, 28 and includes, but is not limited to, goods, merchandise, and 29 household items. 30 "Rental agreement" means any written agreement or lease, that 31 establishes or modifies the terms, conditions, rules or any other 32 provisions concerning the use and occupancy of a self-service 33 storage facility. 34 "Self-service storage facility" means any real property designed 35 and used for the purpose of renting or leasing individual storage 36 space to occupants who are to have access for the purpose of storing 37 and removing personal property. No occupant shall use a selfservice storage facility for residential purposes. A self-service 38

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.

Matter enclosed in superscript numerals has been adopted as follows:

¹Assembly floor amendments adopted June 21, 2012.

²Senate SCM committee amendments adopted December 17, 2012.

³Senate floor amendments adopted December 20, 2012.

1 storage facility is not a warehouse as used in chapter 7 of Title 12A 2 of the New Jersey Statutes. 3 "Verified mail" means any method of mailing that is offered by the United States Postal Service or private delivery service that 4 5 provides evidence of mailing. (cf: P.L.1983, c.136, s.2) 6 7 8 2. Section 5 of P.L.1983, c.136 (C.2A:44-191) is amended to 9 read as follows: 10 5. An owner's lien for a claim which is more than 30 days overdue may be satisfied as follows: 11 The occupant [and the Division of Taxation in the 12 a. 13 Department of the Treasury] shall be notified; 14 b. The notice shall be delivered in person or sent by [certified] 15 verified mail or electronic mail to the last known address of the 16 occupant; 17 c. The notice shall include: (1) An itemized statement of the owner's claim showing the sum 18 due at the time of the notice and the date when the sum became due; 19 20 (2) A brief and general description of the personal property 21 subject to the lien. The description shall be reasonably adequate to 22 permit the person notified to identify it, except that any container 23 including, but not limited to a trunk, valise, or box that is locked, 24 fastened, sealed, or tied in a manner which deters immediate access 25 to its contents may be described without listing its contents; 26 (3) A notice of denial of access to the personal property, if this 27 denial is permitted under the terms of the rental agreement, which 28 provides the name, street address, and telephone number of the owner, or the owner's designated agent, whom the occupant may 29 30 contact to respond to this notice; 31 (4) A demand for payment within a specified time not less than 32 14 days after delivery of the notice; and 33 (5) A conspicuous statement that unless the claim is paid within 34 the time stated in the notice, the personal property will be 35 advertised for sale. The notice shall specify time and place of the 36 sale; 37 d. Any notice made pursuant to this section shall be presumed 38 delivered when it is deposited with the United States Postal Service 39 or private delivery service, and properly addressed with postage prepaid or sent by electronic mail to the occupant's last known 40 address ¹; if the owner sends notice ²[of a sale of property]² to the 41 42 occupant's last known e-mail address and does not receive ²[a response, return receipt, or delivery confirmation from the same e-mail 43 address] an electronic receipt that establishes delivery of the notice 44 to the occupant's e-mail address², the ²[owner shall send]² notice 45 ²[of the sale] shall be presumed delivered when it is sent² to the 46 occupant by ² [first-class mail, along with a certificate of mailing,] 47

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verified mail² to the occupant's last known address ²[before
 proceeding with the sale¹]²;

e. After the expiration of the time given in the notice, an
advertisement of the sale shall be published once a week for two
consecutive weeks in a newspaper of general circulation where the
self-service storage facility is located. The advertisement shall
include:

8 (1) A brief and general description of the personal property 9 reasonably adequate to permit its identification as provided for in 10 subsection c. (2) of this section;

(2) The address of the self-service storage facility and the
number, if any, of the space where the personal property is located
and the name of the occupant; and

(3) The time, place, and manner of the sale. The sale shall take
place not sooner than 15 days after the final publication. If there is
no newspaper of general circulation where the self-service storage
facility is located, the advertisement shall be posted at least 10 days
before the date of sale in not less than six conspicuous places in the
neighborhood where the self-service storage facility is located;

f. A sale of the personal property shall conform to the terms ofthe notification;

g. A sale of the personal property shall be public and shall be
held at the self-service storage facility, or at the nearest suitable
place to where the personal property is held or stored;

h. ²[If] Notwithstanding any law, rule or regulation to the 25 contrary, if² the property upon which the lien is claimed is a motor 26 vehicle or watercraft and rent and other charges related to the 27 property are in default for 60 consecutive days, the owner may have 28 29 the property towed. If a motor vehicle or watercraft is towed as authorized in this subsection, the owner shall ²: (1) send, by verified 30 or electronic mail to the occupant's last known address, the name, 31 32 address, and telephone number of the towing company that will perform the towing and the street address of the storage facility 33 34 where the towed property can be redeemed; and $(2)^2$ not be liable for the motor vehicle ³ or watercraft³ or any damages to the motor 35 vehicle ³or watercraft³ once the tower takes possession of the 36 37 property;

<u>i.</u> Before a sale of personal property the occupant may pay the amount necessary to satisfy the lien, and the reasonable expenses incurred by the owner to redeem the personal property. Upon receipt of this payment, the owner shall return the personal property, and the owner shall have no liability to any person with respect to the personal property;

44 **[i.]** <u>j.</u> A purchaser in good faith of the personal property sold to 45 satisfy a lien, as provided for in section 3 of this act, takes the 46 property free of any rights of persons against whom the lien is

1 valid, despite noncompliance by the owner with the requirements of 2 this section; and 3 [j.] <u>k.</u> The owner may satisfy his lien from the proceeds of the 4 sale, but shall deposit the balance, if any, in an interest-bearing 5 account with notice given to the occupant of the amount and place 6 of the deposit and of his right to secure the funds. 7 ¹l. The owner's liability arising from the sale of personal 8 property under this section is limited to the net proceeds received 9 from the sale of that property. The owner shall not be liable for 10 identity theft or other harm resulting from the misuse of information 11 contained in documents or electronic storage media that are part of 12 the occupant's property sold or otherwise disposed of and of which the owner did not have actual knowledge.¹ 13 14 (cf: P.L.1983, c.136, s.5) 15 16 ²[3.Section 6 of P.L.1983, c.136 (C.2A:44-192) is amended to 17 read as follows: 18 6. a. All rental agreements entered into before, and not 19 extended or renewed after, the enactment of this act, shall remain 20 valid, and may be enforced or terminated in accordance with their 21 terms or as permitted by any other law of this State. 22 b. If the rental agreement contains a provision placing a limit 23 on the value of property that may be stored in the occupant's space, 24 this limit shall be deemed to be the maximum value of the stored 25 property, provided that the provision is printed in bold type or 26 underlined in the rental agreement. In addition to the remedies 27 otherwise provided by law, only an occupant listed on the last 28 known rental agreement injured by a violation of this act may bring a civil action to recover damages. 29 (cf: P.L.1983, c. 136, s. 6)]² 30 31 32 ²3. (New section) a. If a rental agreement entered into pursuant to the "Self-Service Storage Facility Act," P.L.1983, c.136 33 34 (C.2A:44-187 et seq.) contains a provision placing a limit on the 35 value of property that may be stored in the occupant's space, this 36 limit shall be deemed to be the maximum value of the stored 37 property, provided that the provision is printed in bold type or 38 underlined in the rental agreement. 39 b. In addition to the remedies otherwise provided by law, only 40 an occupant listed on the last known rental agreement injured by a 41 violation of the "Self-Service Storage Facility Act," P.L.1983, 42 c.136 (C.2A:44-187 et seq.) may bring a civil action to recover damages.² 43 44 45 4. This act shall take effect immediately.

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Permits electronic mail notification, and makes certain other
revisions, regarding the "Self-Service Storage Facility Act."

ASSEMBLY, No. 3035 **STATE OF NEW JERSEY** 215th LEGISLATURE

INTRODUCED JUNE 7, 2012

Sponsored by: Assemblyman CHARLES MAINOR District 31 (Hudson) Assemblyman SEAN T. KEAN District 30 (Monmouth and Ocean)

SYNOPSIS

Permits electronic mail notification, and makes certain other revisions, regarding the "Self-Service Storage Facility Act."

CURRENT VERSION OF TEXT

As introduced.



2

1 AN ACT concerning self-service storage facilities and amending 2 P.L.1983, c.136. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 2 of P.L.1983, c.136 (C.2A:44-188) is amended to 8 read as follows: 9 2. As used in this act: 10 "Electronic mail" means an electronic message or an executable 11 program or computer file that contains an image of a message that 12 is transmitted between two or more computers or electronic terminals. The term includes electronic messages that are 13 transmitted within or between computer networks. 14 15 "Last known address" means that postal address or electronic 16 mailing address provided by the occupant in the latest rental 17 agreement, or the postal address or electronic mailing address 18 provided by the occupant in a subsequent written notice of a change 19 of address. 20 "Occupant" means a person, the person's sublessee, successor, or 21 assignee, entitled to the use of the storage space at a self-service 22 storage facility under a rental agreement, to the exclusion of others. 23 "Owner" means the proprietor, operator, lessor, or sublessor of a 24 self-service storage facility, the owner's agent, or any other person 25 authorized by the owner to manage the facility, or to receive rent 26 from an occupant under a rental agreement. 27 "Personal property" means movable property not affixed to land, 28 and includes, but is not limited to, goods, merchandise, and 29 household items. 30 "Rental agreement" means any written agreement or lease, that 31 establishes or modifies the terms, conditions, rules or any other 32 provisions concerning the use and occupancy of a self-service 33 storage facility. 34 "Self-service storage facility" means any real property designed 35 and used for the purpose of renting or leasing individual storage 36 space to occupants who are to have access for the purpose of storing 37 and removing personal property. No occupant shall use a self-38 service storage facility for residential purposes. A self-service 39 storage facility is not a warehouse as used in chapter 7 of Title 12A 40 of the New Jersey Statutes. 41 "Verified mail" means any method of mailing that is offered by 42 the United States Postal Service or private delivery service that 43 provides evidence of mailing. 44 (cf: P.L.1983, c.136, s.2)

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.

1 2. Section 5 of P.L.1983, c.136 (C.2A:44-191) is amended to 2 read as follows: 3 An owner's lien for a claim which is more than 30 days 5. 4 overdue may be satisfied as follows: a. The occupant [and the Division of Taxation in the Department 5 6 of the Treasury shall be notified; b. The notice shall be delivered in person or sent by [certified] 7 8 verified mail or electronic mail to the last known address of the 9 occupant; 10 c. The notice shall include: 11 (1) An itemized statement of the owner's claim showing the sum 12 due at the time of the notice and the date when the sum became due; 13 (2) A brief and general description of the personal property 14 subject to the lien. The description shall be reasonably adequate to 15 permit the person notified to identify it, except that any container 16 including, but not limited to a trunk, valise, or box that is locked, 17 fastened, sealed, or tied in a manner which deters immediate access 18 to its contents may be described without listing its contents; 19 (3) A notice of denial of access to the personal property, if this 20 denial is permitted under the terms of the rental agreement, which provides the name, street address, and telephone number of the 21 22 owner, or the owner's designated agent, whom the occupant may 23 contact to respond to this notice; 24 (4) A demand for payment within a specified time not less than 25 14 days after delivery of the notice; and 26 (5) A conspicuous statement that unless the claim is paid within the time stated in the notice, the personal property will be 27 28 advertised for sale. The notice shall specify time and place of the 29 sale; 30 d. Any notice made pursuant to this section shall be presumed 31 delivered when it is deposited with the United States Postal Service 32 or private delivery service, and properly addressed with postage 33 prepaid or sent by electronic mail to the occupant's last known 34 address; 35 e. After the expiration of the time given in the notice, an 36 advertisement of the sale shall be published once a week for two 37 consecutive weeks in a newspaper of general circulation where the 38 self-service storage facility is located. The advertisement shall 39 include: 40 (1) A brief and general description of the personal property 41 reasonably adequate to permit its identification as provided for in 42 subsection c. (2) of this section; 43 (2) The address of the self-service storage facility and the 44 number, if any, of the space where the personal property is located 45 and the name of the occupant; and 46 (3) The time, place, and manner of the sale. The sale shall take 47 place not sooner than 15 days after the final publication. If there is 48 no newspaper of general circulation where the self-service storage

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1 facility is located, the advertisement shall be posted at least 10 days 2 before the date of sale in not less than six conspicuous places in the 3 neighborhood where the self-service storage facility is located; 4 f. A sale of the personal property shall conform to the terms of 5 the notification; 6 g. A sale of the personal property shall be public and shall be 7 held at the self-service storage facility, or at the nearest suitable 8 place to where the personal property is held or stored; 9 h. If the property upon which the lien is claimed is a motor 10 vehicle or watercraft and rent and other charges related to the 11 property are in default for 60 consecutive days, the owner may have 12 the property towed. If a motor vehicle or watercraft is towed as authorized in this subsection, the owner shall not be liable for the 13 14 motor vehicle or any damages to the motor vehicle once the tower 15 takes possession of the property; 16 i. Before a sale of personal property the occupant may pay the 17 amount necessary to satisfy the lien, and the reasonable expenses 18 incurred by the owner to redeem the personal property. Upon 19 receipt of this payment, the owner shall return the personal 20 property, and the owner shall have no liability to any person with 21 respect to the personal property; 22 [i.] <u>i.</u> A purchaser in good faith of the personal property sold to 23 satisfy a lien, as provided for in section 3 of this act, takes the 24 property free of any rights of persons against whom the lien is 25 valid, despite noncompliance by the owner with the requirements of 26 this section; and 27 [j.] <u>k.</u> The owner may satisfy his lien from the proceeds of the sale, but shall deposit the balance, if any, in an interest-bearing 28 29 account with notice given to the occupant of the amount and place 30 of the deposit and of his right to secure the funds. 31 (cf: P.L.1983, c.136, s.5) 32 33 3. Section 6 of P.L.1983, c.136 (C.2A:44-192) is amended to 34 read as follows: 35 6. a. All rental agreements entered into before, and not extended 36 or renewed after, the enactment of this act, shall remain valid, and 37 may be enforced or terminated in accordance with their terms or as 38 permitted by any other law of this State. 39 b. If the rental agreement contains a provision placing a limit on 40 the value of property that may be stored in the occupant's space, this 41 limit shall be deemed to be the maximum value of the stored 42 property, provided that the provision is printed in bold type or 43 underlined in the rental agreement. In addition to the remedies 44 otherwise provided by law, only an occupant listed on the last 45 known rental agreement injured by a violation of this act may bring 46 a civil action to recover damages. 47 (cf: P.L.1983, c. 136, s. 6)

4. This act shall take effect immediately.

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STATEMENT

6 This bill revises the "Self-Service Storage Facility Act," 7 P.L.1983, c.136 (C.2A:44-187 et seq.) (the "Act") to allow, in 8 certain circumstances, for electronic mail notification, notification 9 to be delivered by a private delivery service, the towing of property 10 that is a motor vehicle or boat, and the limitation on the value of 11 property permitted in the occupant's space.

The bill provides that the notice required in the Act, in order for an owner's lien for a claim which is more than 30 days overdue to be satisfied, is not required to be sent to the Division of Taxation in the Department of the Treasury. The bill also permits the notice to be made by electronic mail or, in addition to certified mail, any method of delivery, including by private delivery service, that provides evidence of mailing.

The bill also provides that any notice made pursuant to the Act shall be presumed delivered when it is deposited with the United States Postal Service or private delivery service, and properly addressed with postage prepaid or sent by electronic mail to the occupant's last known address.

The bill also permits an owner of a self-service storage facility to tow property upon which a lien is claimed if the property is a motor vehicle or watercraft and rent and other charges related to the property are in default for 60 consecutive days. The bill further provides that if a motor vehicle or watercraft is towed, the owner shall not be liable for the motor vehicle or any damages to the motor vehicle once the tower takes possession of the property.

31 The bill also adds a provision to the Act to provide that if a 32 rental agreement contains a provision placing a limit on the value of 33 property that may be stored in the occupant's space, the limit shall 34 be deemed to be the maximum value of the stored property, 35 provided that this provision is printed in bold type or underlined in 36 the rental agreement. Additionally, the bill provides that only an 37 occupant listed on the last known rental agreement, who is injured 38 by a violation of the Act, may bring a civil action to recover 39 damages.

ASSEMBLY, No. 3035

STATE OF NEW JERSEY

DATED: JUNE 7, 2012

The Assembly Law and Public Safety Committee reports favorably Assembly Bill No. 3035.

This bill revises the "Self-Service Storage Facility Act," P.L.1983, c.136 (C.2A:44-187 et seq.) to allow, in certain circumstances, for electronic mail notification, notification to be delivered by a private delivery service, the towing of property that is a motor vehicle or boat, and the limitation on the value of property permitted in the occupant's space.

The bill provides that the notice required in the act, in order for an owner's lien for a claim which is more than 30 days overdue to be satisfied, is not required to be sent to the Division of Taxation in the Department of the Treasury. The bill also permits the notice to be made by electronic mail or, in addition to certified mail, any method of delivery, including by private delivery service, that provides evidence of mailing.

The bill also provides that any notice made pursuant to the act shall be presumed delivered when it is deposited with the United States Postal Service or private delivery service, and properly addressed with postage prepaid or sent by electronic mail to the occupant's last known address.

The bill also permits an owner of a self-service storage facility to tow property upon which a lien is claimed if the property is a motor vehicle or watercraft and rent and other charges related to the property are in default for 60 consecutive days. The bill further provides that if a motor vehicle or watercraft is towed, the owner shall not be liable for the motor vehicle or watercraft or any damages to the motor vehicle or water craft once the tower takes possession of the property.

The bill also adds a provision to the act to provide that if a rental agreement contains a provision placing a limit on the value of property that may be stored in the occupant's space, the limit shall be deemed to be the maximum value of the stored property, provided that this provision is printed in bold type or underlined in the rental agreement. Additionally, the bill provides that only an occupant listed on the last known rental agreement, who is injured by a violation of the act, may bring a civil action to recover damages.

ASSEMBLY, No. 3035

with Assembly Floor Amendments (Proposed by Assemblyman MAINOR)

ADOPTED: JUNE 21, 2012

Assembly Bill No. 3035 revises the "Self-Service Storage Facility Act," P.L.1983, c.136 (C.2A:44-187 et seq.) to allow, in certain circumstances, for electronic mail notification of a possible sale of the personal property of an occupant of a storage facility to satisfy a lien by the owner of the storage facility for unpaid rent.

Under the bill's provisions, notice that the owner of a self-service storage facility intends to sell the personal property of an occupant to satisfy a claim which is more than 30 days overdue may be sent by electronic mail to the occupant's last known address. Under these Assembly amendments, if the facility does not receive a response, a return receipt, or delivery confirmation from that same e-mail address, the owner is required to send notice of the sale to the occupant by first-class mail, along with a certificate of mailing, to the occupant's last known address before proceeding with the sale.

The Assembly amendments also add a provision to the bill limiting the owner's liability arising from the sale of personal property to the net proceeds received from the sale of that property. Under these amendments, the owner would not be liable for identity theft or other harm resulting from the misuse of information contained in documents or electronic storage media that are part of the occupant's property sold or otherwise disposed of if the owner did not have actual knowledge of that information.

[First Reprint] ASSEMBLY, No. 3035

with committee amendments

STATE OF NEW JERSEY

DATED: DECEMBER 17, 2012

The Senate Commerce Committee reports favorably and with committee amendments Assembly Bill No. 3035 (1R).

This bill, as amended, revises the "Self-Service Storage Facility Act," P.L.1983, c.136 (C.2A:44-187 et seq.) (the "act") to allow, in certain circumstances, for electronic mail notification, notification to be delivered by a private delivery service, the towing of property that is a motor vehicle or boat, and the limitation on the value of property permitted in the occupant's space.

The bill provides that the notice required in the act, in order for an owner's lien for a claim which is more than 30 days overdue to be satisfied, is not required to be sent to the Division of Taxation in the Department of the Treasury. The bill also permits the notice to be made by electronic mail or, in addition to certified mail, any method of delivery, including by private delivery service, that provides evidence of mailing.

The bill also provides that any notice made pursuant to the act shall be presumed delivered when it is deposited with the United States Postal Service or private delivery service, and properly addressed with postage prepaid or sent by electronic mail to the occupant's last known address. However, if the owner sends notice to the occupant's last known e-mail address and does not receive an electronic receipt that establishes delivery of the notice to the occupant's e-mail address, the notice is presumed to be delivered when it is sent to the occupant by verified mail to the occupant's last known address.

The bill also permits an owner of a self-service storage facility to tow property upon which a lien is claimed if the property is a motor vehicle or watercraft and rent and other charges related to the property are in default for 60 consecutive days. The bill requires the owner to send, by verified or electronic mail to the occupant's last known address, the name, address, and telephone number of the towing company that will perform the towing and the street address of the storage facility where the towed property can be redeemed. The bill further provides that if a motor vehicle or watercraft is towed, the owner shall not be liable for the motor vehicle or any damages to the motor vehicle once the tower takes possession of the property.

The bill also adds a provision to the act to provide that if a rental agreement contains a provision placing a limit on the value of property that may be stored in the occupant's space, the limit shall be deemed to be the maximum value of the stored property, provided that this provision is printed in bold type or underlined in the rental agreement. Additionally, the bill provides that only an occupant listed on the last known rental agreement, who is injured by a violation of the act, may bring a civil action to recover damages.

This bill, as amended, is identical to Senate Bill No. 2138 (1R), which was also reported favorably by the Senate Commerce Committee on December 17, 2012.

Committee Amendments:

The committee amendments:

- provide that, if the owner of a storage facility sends certain notice required by the act to the occupant's last known e-mail address and does not receive an electronic receipt that establishes delivery of the notice to the occupant's e-mail address, the notice is presumed delivered when it is sent to the occupant by verified mail to the occupant's last known address;

- require the owner of a storage facility who has an occupant's vehicle or watercraft towed to send, by verified or electronic mail to the occupant's last known address, the name, address, and telephone number of the towing company that will perform the towing and the street address of the storage facility where the towed property can be redeemed; and

- make certain technical corrections to the bill.

[Second Reprint] ASSEMBLY, No. 3035

with Senate Floor Amendments (Proposed by Senator BEACH)

ADOPTED: DECEMBER 20, 2012

These Senate Amendments clarify that the owner of a self-service storage facility, when having a watercraft towed as authorized in the bill, is not liable for the watercraft or damages to the watercraft once the tower takes possession of the property.

SENATE, No. 2138 **STATE OF NEW JERSEY** 215th LEGISLATURE

INTRODUCED JULY 26, 2012

Sponsored by: Senator JAMES BEACH District 6 (Burlington and Camden) Senator ANTHONY R. BUCCO District 25 (Morris and Somerset)

SYNOPSIS

Permits electronic mail notification, and makes certain other revisions, regarding the "Self-Service Storage Facility Act."

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 10/2/2012)

2

1 AN ACT concerning self-service storage facilities and amending 2 P.L.1983, c.136. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 2 of P.L.1983, c.136 (C.2A:44-188) is amended to 8 read as follows: 9 2 As used in this act: 10 "Electronic mail" means an electronic message or an executable 11 program or computer file that contains an image of a message that 12 is transmitted between two or more computers or electronic terminals. The term includes electronic messages that are 13 transmitted within or between computer networks. 14 15 "Last known address" means that postal address or electronic 16 mailing address provided by the occupant in the latest rental 17 agreement, or the postal address or electronic mailing address 18 provided by the occupant in a subsequent written notice of a change 19 of address. 20 "Occupant" means a person, the person's sublessee, successor, or 21 assignee, entitled to the use of the storage space at a self-service 22 storage facility under a rental agreement, to the exclusion of others. 23 "Owner" means the proprietor, operator, lessor, or sublessor of a 24 self-service storage facility, the owner's agent, or any other person 25 authorized by the owner to manage the facility, or to receive rent 26 from an occupant under a rental agreement. 27 "Personal property" means movable property not affixed to land, 28 and includes, but is not limited to, goods, merchandise, and 29 household items. 30 "Rental agreement" means any written agreement or lease, that 31 establishes or modifies the terms, conditions, rules or any other 32 provisions concerning the use and occupancy of a self-service 33 storage facility. 34 "Self-service storage facility" means any real property designed 35 and used for the purpose of renting or leasing individual storage space to occupants who are to have access for the purpose of storing 36 37 and removing personal property. No occupant shall use a self-38 service storage facility for residential purposes. A self-service 39 storage facility is not a warehouse as used in chapter 7 of Title 12A 40 of the New Jersey Statutes. 41 "Verified mail" means any method of mailing that is offered by 42 the United States Postal Service or private delivery service that 43 provides evidence of mailing. 44 (cf: P.L.1983, c.136, s.2)

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.

1 2. Section 5 of P.L.1983, c.136 (C.2A:44-191) is amended to 2 read as follows: 3 An owner's lien for a claim which is more than 30 days 5. 4 overdue may be satisfied as follows: 5 The occupant and the Division of Taxation in the a. Department of the Treasury] shall be notified; 6 7 b. The notice shall be delivered in person or sent by [certified] 8 verified mail or electronic mail to the last known address of the 9 occupant; 10 c. The notice shall include: 11 (1) An itemized statement of the owner's claim showing the sum 12 due at the time of the notice and the date when the sum became due; 13 (2) A brief and general description of the personal property 14 subject to the lien. The description shall be reasonably adequate to permit the person notified to identify it, except that any container 15 16 including, but not limited to a trunk, valise, or box that is locked, 17 fastened, sealed, or tied in a manner which deters immediate access 18 to its contents may be described without listing its contents; 19 (3) A notice of denial of access to the personal property, if this 20 denial is permitted under the terms of the rental agreement, which 21 provides the name, street address, and telephone number of the 22 owner, or the owner's designated agent, whom the occupant may 23 contact to respond to this notice; 24 (4) A demand for payment within a specified time not less than 25 14 days after delivery of the notice; and 26 (5) A conspicuous statement that unless the claim is paid within 27 the time stated in the notice, the personal property will be 28 advertised for sale. The notice shall specify time and place of the 29 sale; 30 d. Any notice made pursuant to this section shall be presumed 31 delivered when it is deposited with the United States Postal Service 32 or private delivery service, and properly addressed with postage 33 prepaid or sent by electronic mail to the occupant's last known 34 address; if the owner sends notice of a sale of property to the 35 occupant's last known e-mail address and does not receive a response, 36 return receipt, or delivery confirmation from the same e-mail address, 37 the owner shall send notice of the sale to the occupant by first-class 38 mail, along with a certificate of mailing, to the occupant's last known address before proceeding with the sale; 39 40 e. After the expiration of the time given in the notice, an 41 advertisement of the sale shall be published once a week for two 42 consecutive weeks in a newspaper of general circulation where the 43 self-service storage facility is located. The advertisement shall 44 include: 45 (1) A brief and general description of the personal property 46 reasonably adequate to permit its identification as provided for in

47 subsection c. (2) of this section;

1 (2) The address of the self-service storage facility and the 2 number, if any, of the space where the personal property is located 3 and the name of the occupant; and

4 (3) The time, place, and manner of the sale. The sale shall take 5 place not sooner than 15 days after the final publication. If there is 6 no newspaper of general circulation where the self-service storage 7 facility is located, the advertisement shall be posted at least 10 days 8 before the date of sale in not less than six conspicuous places in the 9 neighborhood where the self-service storage facility is located;

10 f. A sale of the personal property shall conform to the terms of11 the notification;

g. A sale of the personal property shall be public and shall be
held at the self-service storage facility, or at the nearest suitable
place to where the personal property is held or stored;

h. If the property upon which the lien is claimed is a motor
vehicle or watercraft and rent and other charges related to the
property are in default for 60 consecutive days, the owner may have
the property towed. If a motor vehicle or watercraft is towed as
authorized in this subsection, the owner shall not be liable for the
motor vehicle or any damages to the motor vehicle once the tower
takes possession of the property;

<u>i.</u> Before a sale of personal property the occupant may pay the amount necessary to satisfy the lien, and the reasonable expenses incurred by the owner to redeem the personal property. Upon receipt of this payment, the owner shall return the personal property, and the owner shall have no liability to any person with respect to the personal property;

[i.] <u>j.</u> A purchaser in good faith of the personal property sold to satisfy a lien, as provided for in section 3 of this act, takes the property free of any rights of persons against whom the lien is valid, despite noncompliance by the owner with the requirements of this section; and

[j.] <u>k.</u> The owner may satisfy his lien from the proceeds of the
sale, but shall deposit the balance, if any, in an interest-bearing
account with notice given to the occupant of the amount and place
of the deposit and of his right to secure the funds.

37 <u>l.</u> The owner's liability arising from the sale of personal
38 property under this section is limited to the net proceeds received
39 from the sale of that property. The owner shall not be liable for
40 identity theft or other harm resulting from the misuse of information
41 contained in documents or electronic storage media that are part of
42 the occupant's property sold or otherwise disposed of and of which
43 the owner did not have actual knowledge.

- 44 (cf: P.L.1983, c.136, s.5)
- 45

46 3. Section 6 of P.L.1983, c.136 (C.2A:44-192) is amended to 47 read as follows:

1 6. a. All rental agreements entered into before, and not 2 extended or renewed after, the enactment of this act, shall remain 3 valid, and may be enforced or terminated in accordance with their 4 terms or as permitted by any other law of this State. 5 If the rental agreement contains a provision placing a limit 6 on the value of property that may be stored in the occupant's space, 7 this limit shall be deemed to be the maximum value of the stored 8 property, provided that the provision is printed in bold type or 9 underlined in the rental agreement. In addition to the remedies 10 otherwise provided by law, only an occupant listed on the last 11 known rental agreement injured by a violation of this act may bring 12 a civil action to recover damages. (cf: P.L.1983, c. 136, s. 6) 13 14 15 4. This act shall take effect immediately. 16 17 **STATEMENT** 18 19 20 This bill revises the "Self-Service Storage Facility Act," P.L.1983, c.136 (C.2A:44-187 et seq.) to allow, in certain 21 22 circumstances, for electronic mail notification of a possible sale of 23 the personal property of an occupant of a storage facility to satisfy a 24 lien by the owner of the storage facility for unpaid rent and makes 25 certain other revisions to the act. 26 The bill provides that the notice required in the act, in order for 27 an owner's lien for a claim which is more than 30 days overdue to be satisfied, is not required to be sent to the Division of Taxation in 28 29 the Department of the Treasury. The bill also permits the notice to 30 be made by electronic mail or, in addition to certified mail, any 31 method of delivery, including by private delivery service, that 32 provides evidence of mailing. 33 The bill also provides that any notice made pursuant to the act 34 shall be presumed delivered when it is deposited with the United 35 States Postal Service or private delivery service, and properly 36 addressed with postage prepaid or sent by electronic mail to the 37 occupant's last known address. If notice is sent by electronic mail, 38 and the owner does not receive a response, a return receipt, or 39 delivery confirmation from that same e-mail address, the owner is 40 required to send notice of the sale to the occupant by first-class mail, 41 along with a certificate of mailing, to the occupant's last known 42 address before proceeding with the sale. 43 The bill also permits, if rent and other charges related to the 44 property are in default for 60 consecutive days, an owner of a self-45 service storage facility to tow property upon which a lien is claimed 46 if the property is a motor vehicle or watercraft. The bill further provides that if a motor vehicle or watercraft is towed, the owner 47 48 shall not be liable for the motor vehicle or watercraft or any

damages to the motor vehicle or water craft once the tower takes
 possession of the property.

3 The bill also adds a provision to the act limiting the owner's 4 liability arising from the sale of personal property to the net 5 proceeds received from the sale of that property. The bill provides 6 that the owner would not be liable for identity theft or other harm 7 resulting from the misuse of information contained in documents or 8 electronic storage media that are part of the occupant's property 9 sold or otherwise disposed of if the owner did not have actual 10 knowledge of that information.

11 The bill also adds a provision to the act to provide that if a rental agreement contains a provision placing a limit on the value of 12 13 property that may be stored in the occupant's space, the limit shall 14 be deemed to be the maximum value of the stored property, 15 provided that this provision is printed in bold type or underlined in 16 the rental agreement. Additionally, the bill provides that only an 17 occupant listed on the last known rental agreement, who is injured 18 by a violation of the act, may bring a civil action to recover 19 damages.

SENATE COMMERCE COMMITTEE

STATEMENT TO

SENATE, No. 2138

with committee amendments

STATE OF NEW JERSEY

DATED: DECEMBER 17, 2012

The Senate Commerce Committee reports favorably and with committee amendments Senate Bill No. 2138.

This bill, as amended, revises the "Self-Service Storage Facility Act," P.L.1983, c.136 (C.2A:44-187 et seq.) (the "act") to allow, in certain circumstances, for electronic mail notification, notification to be delivered by a private delivery service, the towing of property that is a motor vehicle or boat, and the limitation on the value of property permitted in the occupant's space.

The bill provides that the notice required in the act, in order for an owner's lien for a claim which is more than 30 days overdue to be satisfied, is not required to be sent to the Division of Taxation in the Department of the Treasury. The bill also permits the notice to be made by electronic mail or, in addition to certified mail, any method of delivery, including by private delivery service, that provides evidence of mailing.

The bill also provides that any notice made pursuant to the act shall be presumed delivered when it is deposited with the United States Postal Service or private delivery service, and properly addressed with postage prepaid or sent by electronic mail to the occupant's last known address. However, if the owner sends notice to the occupant's last known e-mail address and does not receive an electronic receipt that establishes delivery of the notice to the occupant's e-mail address, the notice is presumed to be delivered when it is sent to the occupant by verified mail to the occupant's last known address.

The bill also permits an owner of a self-service storage facility to tow property upon which a lien is claimed if the property is a motor vehicle or watercraft and rent and other charges related to the property are in default for 60 consecutive days. The bill requires the owner to send, by verified or electronic mail to the occupant's last known address, the name, address, and telephone number of the towing company that will perform the towing and the street address of the storage facility where the towed property can be redeemed. The bill further provides that if a motor vehicle or watercraft is towed, the owner shall not be liable for the motor vehicle or any damages to the motor vehicle once the tower takes possession of the property. The bill also adds a provision to the act to provide that if a rental agreement contains a provision placing a limit on the value of property that may be stored in the occupant's space, the limit shall be deemed to be the maximum value of the stored property, provided that this provision is printed in bold type or underlined in the rental agreement. Additionally, the bill provides that only an occupant listed on the last known rental agreement, who is injured by a violation of the act, may bring a civil action to recover damages.

This bill, as amended, is identical to Assembly Bill No. 3035 (2R), which was also reported favorably by the Senate Commerce Committee on December 17, 2012.

Committee Amendments:

The committee amendments:

- provide that, if the owner of a storage facility sends certain notice required by the act to the occupant's last known e-mail address and does not receive an electronic receipt that establishes delivery of the notice to the occupant's e-mail address, the notice is presumed delivered when it is sent to the occupant by verified mail to the occupant's last known address;

- require the owner of a storage facility who has an occupant's vehicle or watercraft towed to send, by verified or electronic mail to the occupant's last known address, the name, address, and telephone number of the towing company that will perform the towing and the street address of the storage facility where the towed property can be redeemed; and

- make certain technical corrections to the bill.

[First Reprint] **SENATE No. 2138**

with Senate Floor Amendments (Proposed by Senator BEACH)

ADOPTED: DECEMBER 20, 2012

These Senate Amendments clarify that the owner of a self-service storage facility, when having a watercraft towed as authorized in the bill, is not liable for the watercraft or damages to the watercraft once the tower takes possession of the property.