



## Legislation Details (With Text)

**File #:** Int 1281-2018 **Version:** A **Name:** Prohibiting food stores and retail establishments from refusing to accept payment in cash.

**Type:** Introduction **Status:** Enacted

**In control:** Committee on Consumer Affairs and Business Licensing

**On agenda:** 11/28/2018

**Enactment date:** 2/23/2020 **Enactment #:** 2020/034

**Title:** A Local Law to amend the administrative code of the city of New York, in relation to prohibiting food stores and retail establishments from refusing to accept payment in cash

**Sponsors:** Ritchie J. Torres, Rafael L. Espinal, Jr., Keith Powers, Chaim M. Deutsch, Laurie A. Cumbo, Brad S. Lander, Justin L. Brannan, Daniel Dromm, Antonio Reynoso, Carlina Rivera, Costa G. Constantinides, Ben Kallos, Mark Levine, Diana I. Ayala, Helen K. Rosenthal, Francisco P. Moya, Deborah L. Rose, Robert E. Cornegy, Jr., Karen Koslowitz, Rory I. Lancman, Stephen T. Levin, Andrew Cohen, Margaret S. Chin, Paul A. Vallone, Inez D. Barron, Alan N. Maisel, Public Advocate Jumaane Williams

**Indexes:**

**Attachments:** 1. Summary of Int. No. 1281-A, 2. Summary of Int. No. 1281, 3. Int. No. 1281, 4. November 28, 2018 - Stated Meeting Agenda with Links to Files, 5. Hearing Transcript - Stated Meeting 11/28/18, 6. Minutes of the Stated Meeting - November 28, 2018, 7. Committee Report 2/14/19, 8. Hearing Testimony 2/14/19, 9. Hearing Transcript 2/14/19, 10. Proposed Int. No. 1281-A - 8/2/19, 11. Committee Report 7/22/19, 12. July 23, 2019 - Stated Meeting Agenda with Links to Files, 13. Hearing Transcript - Stated Meeting 7-23-19, 14. Minutes of the Stated Meeting - July 23, 2019, 15. August 14, 2019 - Stated Meeting Agenda with Links to Files, 16. Hearing Transcript - Stated Meeting 8-14-19, 17. Minutes of the Stated Meeting - August 14, 2019, 18. September 12, 2019 - Stated Meeting Agenda with Links to Files, 19. Hearing Transcript - Stated Meeting 9-12-19, 20. Minutes of the Stated Meeting - September 12, 2019, 21. Proposed Int. No. 1281-A - 1/15/20, 22. Committee Report 1/23/20, 23. Hearing Transcript 1/23/20, 24. Committee Report - Stated Meeting, 25. January 23, 2020 - Stated Meeting Agenda with Links to Files, 26. Hearing Transcript - Stated Meeting 1-23-20, 27. Minutes of the Stated Meeting - January 23, 2020, 28. Int. No. 1281-A (FINAL), 29. Fiscal Impact Statement, 30. Legislative Documents - Letter to the Mayor, 31. Local Law 34

Date	Ver.	Action By	Action	Result
11/28/2018	*	City Council	Introduced by Council	
11/28/2018	*	City Council	Referred to Comm by Council	
2/14/2019	*	Committee on Consumer Affairs and Business Licensing	Hearing Held by Committee	
2/14/2019	*	Committee on Consumer Affairs and Business Licensing	Laid Over by Committee	
7/22/2019	*	Committee on Consumer Affairs and Business Licensing	Hearing Held by Committee	
7/22/2019	*	Committee on Consumer Affairs and Business Licensing	Amendment Proposed by Comm	
7/22/2019	*	Committee on Consumer Affairs and Business Licensing	Amended by Committee	
7/22/2019	A	Committee on Consumer Affairs and Business Licensing	Approved by Committee	Pass
7/23/2019	A	City Council	Laid Over by Council	
8/14/2019	A	City Council	Laid Over by Council	

9/12/2019	A	City Council	Recommitted to Committee by Council	
1/23/2020	*	Committee on Consumer Affairs and Business Licensing	Hearing Held by Committee	
1/23/2020	*	Committee on Consumer Affairs and Business Licensing	Amendment Proposed by Comm	
1/23/2020	*	Committee on Consumer Affairs and Business Licensing	Amended by Committee	
1/23/2020	A	Committee on Consumer Affairs and Business Licensing	Approved by Committee	Pass
1/23/2020	A	City Council	Approved by Council	Pass
1/23/2020	A	City Council	Sent to Mayor by Council	
2/23/2020	A	Administration	City Charter Rule Adopted	
2/24/2020	A	City Council	Returned Unsigned by Mayor	

Int. No. 1281-A

By Council Members Torres, Espinal, Powers, Deutsch, Cumbo, Lander, Brannan, Dromm, Reynoso, Rivera, Constantinides, Kallos, Levine, Ayala, Rosenthal, Moya, Rose, Cornegy, Koslowitz, Lancman, Levin, Cohen, Chin, Vallone, Barron, Maisel and The Public Advocate (Mr. Williams)

A Local Law to amend the administrative code of the city of New York, in relation to prohibiting food stores and retail establishments from refusing to accept payment in cash

Be it enacted by the Council as follows:

Section 1. Chapter 5 of title 20 of the administrative code of the city of New York is amended by adding a new subchapter 21 to read as follows:

SUBCHAPTER 21

CASHLESS ESTABLISHMENTS PROHIBITED

§ 20-840 Cashless establishments prohibited. a. Definitions. For purposes of this subchapter, the following terms have the following meanings:

Cash. The term “cash” means United States coins and currency, including federal reserve notes. Cash does not include foreign currency; any paper instrument other than a federal reserve note, including, but not limited to, any check, bond, or promissory note; or any foreign metal coin.

Consumer commodity. The term “consumer commodity” means any article, good, merchandise, product or commodity of any kind or class produced, distributed or offered for retail sale for consumption by individuals, or for personal, household or family purposes.

Food store. The term “food store” means an establishment which gives or offers for sale food or beverages to the public for consumption or use on or off the premises, or on or off a pushcart, stand or vehicle.

Retail establishment. The term “retail establishment” means an establishment wherein consumer commodities are sold, displayed or offered for sale, or where services are provided to consumers at retail. This definition does not include banks or trust companies as those terms are defined in section 2 of article 1 of the banking law.

b. It shall be unlawful for a food store or a retail establishment to refuse to accept payment in cash from consumers, provided that such food store or retail establishment may refuse to accept payment:

1. In cash bills denominated above \$20; or

2. In cash for any telephone, mail, or internet-based transaction, unless the payment for such transaction takes place on the premises of such food store or retail establishment.

c. No food store or retail establishment shall charge a higher price for the same consumer commodity to a consumer who pays in cash than to a consumer who pays for such commodity through a cash-less transaction.

d. A food store or retail establishment that violates this section is liable for a civil penalty of not more than \$1000 for the first violation and a civil penalty of not more than \$1500 for each subsequent violation.

e. 1. This subchapter shall not apply to a food store or retail establishment that provides a device on premises that converts cash, without charging a fee or requiring a minimum deposit amount greater than one dollar, into a prepaid card that allows a consumer to complete a transaction at such food store or retail establishment.

2. Upon request, such device shall provide each consumer with a receipt indicating the amount of cash such consumer deposited onto the prepaid card.

3. Cash deposits onto such a prepaid card shall not be subject to an expiration date and there shall be no limit on the number of transactions that may be completed on such prepaid card.

4. In the event that such device malfunctions, the food store or retail establishment where such device is

located shall accept payment in cash from consumers throughout the time period in which such device does not function in accordance with the standards set forth in this subchapter. Such food store or retail establishment shall place a conspicuous sign on or immediately adjacent to such device indicating that such food store or retail establishment is required by law to accept cash if such device malfunctions, and that consumers may report any violation to 311. The department may establish by rule additional requirements relating to such signs and the display of such signs.

§ 2. This local law takes effect 270 days after it becomes law, except that the department of consumer affairs may take such measures as are necessary for the implementation of this local law, including the promulgation of rules, before such date.

DFC/BAM  
LS #5240  
1/14/2020