By: Vasut, Jetton, White, et al.

H.B. No. 2912

Substitute the following for H.B. No. 2912:

By: Smith C.S.H.B. No. 2912

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to a violation of the Texas Residential Property Owners
- 3 Protection Act or a dedicatory instrument by a board member of a
- 4 property owners' association.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Chapter 209, Property Code, is amended by adding
- 7 Section 209.017 to read as follows:
- 8 Sec. 209.017. BOARD MEMBER VIOLATION OF CHAPTER OR
- 9 DEDICATORY INSTRUMENT. (a) An owner may bring an action against a
- 10 property owners' association for a violation of this chapter or a
- 11 provision of the association's dedicatory instruments by a board
- 12 member acting in the board member's official capacity. The owner
- 13 may file a petition against the association with the justice of the
- 14 peace of a justice precinct in which all or part of the property
- 15 that is governed by the association is located requesting relief
- 16 under this section.
- 17 (b) If the justice of the peace finds that the board member
- 18 violated this chapter or a dedicatory instrument while acting
- 19 individually or with other board members, the justice of the peace
- 20 may grant one or more of the following remedies:
- 21 (1) a judgment ordering the property owners'
- 22 association to immediately remove the board member from the board;
- 23 (2) a judgment against the property owners'
- 24 association for damages incurred by the owner resulting from the

- 1 <u>violation; or</u>
- 2 (3) a judgment authorizing the owner to deduct the
- 3 amounts awarded to the owner under Subdivision (2) or Subsection
- 4 (c) from any future regular or special assessments payable to the
- 5 property owners' association.
- 6 (c) The prevailing party in an action under this section is
- 7 entitled to a judgment for court costs and reasonable attorney's
- 8 fees incurred by the party in connection with the action.
- 9 (d) On or before the 10th business day before the date an
- 10 owner brings an action against a property owners' association under
- 11 this section, the owner must send written notice to the association
- 12 of the owner's intent to bring the action. The notice must:
- 13 (1) be sent certified mail, return receipt requested,
- 14 or delivered by the United States Postal Service with signature
- 15 confirmation service to the mailing address of the association or
- 16 <u>authorized</u> representative as reflected on the most current
- 17 management certificate filed under Section 209.004; and
- 18 (2) describe with sufficient detail the alleged
- 19 violation.
- 20 (e) For the purposes of this section, "business day" means a
- 21 day other than Saturday, Sunday, or a state or federal holiday.
- 22 SECTION 2. Section 209.017, Property Code, as added by this
- 23 Act, applies only to a violation that occurs on or after the
- 24 effective date of this Act. A violation that occurs before the
- 25 effective date of this Act is governed by the law as it existed
- 26 immediately before the effective date of this Act, and that law is
- 27 continued in effect for that purpose. For purposes of this section,

C.S.H.B. No. 2912

- 1 a violation occurred before the effective date of this Act if any
- 2 element of the violation occurred before that date.
- 3 SECTION 3. This Act takes effect September 1, 2021.