By: Hughes S.B. No. 48

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to property owners' associations, including condominium
3	owners' associations.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 82.003(a), Property Code, is amended by
6	adding Subdivision (17-a) to read as follows:
7	(17-a) "Management company" means a person or entity
8	established or contracted to provide management or administrative
9	services on behalf of a unit owners' association organized under
10	<u>Section 82.101.</u>
11	SECTION 2. Subchapter C, Chapter 82, Property Code, is
12	amended by adding Section 82.1142 to read as follows:
13	Sec. 82.1142. ONLINE ASSOCIATION INFORMATION REQUIRED. (a)
14	This section only applies to:
15	(1) the association of a condominium composed of at
16	<pre>least 60 units; or</pre>
17	(2) an association that has contracted with a
18	management company.
19	(b) An association to which this section applies shall make
20	the current version of the association's dedicatory instruments

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relating to the association and filed in the county deed records

(1) maintained by the association or a management

available on an Internet website that is:

company on behalf of the association; and

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## 1 (2) accessible to association members. 2 SECTION 3. Section 82.116, Property Code, is amended by amending Subsections (a), (b), and (c) and adding Subsections (b-1) 3 4 and (d) to read as follows: 5 An association shall record in each county in which any portion of the condominium is located a management certificate, 6 7 signed and acknowledged by an officer of the association, stating: (1)the name of the condominium; 8 the name of the association: 9 (2) (3) the location of the condominium; 10 11 (4)the recording data for the declaration and any amendments to the declaration; 12 the mailing address of the association; [ , or ]13 (5) the name, [and] mailing address, telephone number, 14 15 and e-mail address of any management company [the person or entity 16 managing the association]; 17 (7) the website address of any Internet website on 18 which the association's dedicatory instruments are available in accordance with Section 82.1142; 19 20 (8) the amount and description of a fee or fees charged to a unit seller or buyer relating to a transfer of a property 21 22 interest in a unit of the condominium; and (9) $[\frac{(6)}{(6)}]$ other information the association considers 23 24 appropriate.

certificate not later than the 30th day after the date the

association has notice of a change in any information in a recorded

The association shall record an amended [a] management

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- 1 certificate required by <u>Subsection (a)</u> [ $\frac{\text{Subdivisions (a)}(1)-(5)}{\text{Subdivisions (a)}}$ ].
- 2 (b-1) Not later than the seventh day after the date an
- 3 association files a management certificate for recording under
- 4 Subsection (a) or files an amended management certificate for
- 5 recording under Subsection (b), the association shall
- 6 electronically file the management certificate or amended
- 7 management certificate with the Texas Real Estate Commission. The
- 8 Texas Real Estate Commission shall only collect the management
- 9 certificate and amended management certificate for the purpose of
- 10 making the data accessible to the public through an Internet
- 11 website.
- 12 (c) Except as provided by Subsection (d), the [The]
- 13 association and its officers, directors, employees, and agents are
- 14 not subject to liability to any person for delay or failure to
- 15 record a management certificate with a county clerk's office or to
- 16 <u>electronically file the management certificate with the Texas Real</u>
- 17 <u>Estate Commission</u>, unless the delay or failure is wilful or caused
- 18 by gross negligence.
- 19 (d) A unit owner is not liable for attorney's fees incurred
- 20 by an association relating to the collection of a delinquent
- 21 assessment against the unit owner, or interest on the delinquent
- 22 assessment, if the attorney's fees are incurred by the association
- 23 or the interest accrues during the period a management certificate
- 24 is not recorded with a county clerk or electronically filed with the
- 25 Texas Real Estate Commission, as required by this section.
- SECTION 4. Section 82.157, Property Code, is amended by
- 27 adding Subsection (f) to read as follows:

- 1 (f) An association may charge a reasonable and necessary
- 2 fee, not to exceed \$375, to furnish a resale certificate under
- 3 Subsection (a).
- 4 SECTION 5. Section 202.023, Property Code, is amended by
- 5 amending Subsection (c) and adding Subsections (d) and (e) to read
- 6 as follows:
- 7 (c) This section does not prohibit a property owners'
- 8 association from:
- 9 (1) prohibiting the installation of a security camera
- 10 by a property owner in a place other than the property owner's
- 11 private property; [or]
- 12 (2) regulating the type of fencing that a property
- 13 owner may install;
- 14 <u>(3) prohibiting the placement of fencing that</u>
- 15 obstructs:
- (A) a license area, as defined by a written
- 17 <u>license agreement or plat;</u>
- 18 (B) a sidewalk in the public right-of-way or
- 19 otherwise installed for public or community use; or
- 20 <u>(C) a drainage easement or drainage area;</u>
- 21 (4) requiring a driveway gate to be set back at least
- 22 10 feet from the right-of-way if the driveway intersects with a
- 23 laned roadway, as defined by Section 541.302, Transportation Code;
- 24 or
- 25 (5) if provided by a restrictive covenant, prohibiting
- 26 the installation of fencing in front of the front-most building
- 27 line of a dwelling.

- 1 (d) Notwithstanding Subsection (c), a property owner may
- 2 maintain any perimeter fencing or fencing in front of a dwelling's
- 3 front-most building line installed or constructed before October 1,
- 4 2023.
- 5 (e) Notwithstanding Subsection (c)(5), an association may
- 6 not prohibit a property owner from installing perimeter fencing or
- 7 fencing in front of the front-most building line of a dwelling if:
- 8 <u>(1) the property owner's residential address is exempt</u>
- 9 from public disclosure under state or federal law; or
- 10 (2) the property owner provides to the association
- 11 documentation from a law enforcement agency of the property owner's
- 12 need for enhanced security measures.
- SECTION 6. Section 209.00505(c), Property Code, is
- 14 redesignated as Section 209.00506, Property Code, and amended to
- 15 read as follows:
- Sec. 209.00506. ELIGIBILITY TO SERVE ON ARCHITECTURAL
- 17 REVIEW AUTHORITY. (a) This section applies only to an
- 18 architectural review authority to which Section 209.00505 applies.
- 19 (b) Except as provided by Subsection (d), a person may not
- 20 be appointed or elected to serve on an architectural review
- 21 <u>authority unless the person timely notifies the association of the</u>
- 22 person's interest in serving on the authority in accordance with
- 23 Section 209.00507.
- (c) Except as provided by Subsection (d), a [A] person may
- 25 not be appointed or elected to serve on an architectural review
- 26 authority if the person is:
- 27 (1) a current board member;

(2) a current board member's spouse; or 1 2 (3) a person residing in a current board member's household. 3 4 (d) If a vacancy remains on the architectural review authority after each person eligible under Subsection (c) who 5 timely notifies the association in accordance with Section 6 7 209.00507 is appointed or elected to the authority, the association may appoint any person to fill the vacancy, including a person not 8 9 otherwise eligible under Subsection (c). 10 SECTION 7. Chapter 209, Property Code, is amended by adding Section 209.00507 to read as follows: 11 Sec. 209.00507. SOLICITATION OF CANDIDATES FOR 12 ARCHITECTURAL REVIEW AUTHORITY. (a) This section applies only to 13 an architectural review authority to which Section 209.00505 14 15 applies. 16 (b) Not later than the 10th day before the date a property owners' association or board takes action to elect or appoint or 17 meets to elect or appoint a person to serve on the architectural 18 review authority, the association must provide notice to the 19 association members soliciting persons interested in serving on the 20 architectural review authority. 21 22 (c) The notice required under Subsection (b) must: 23 (1) be provided: (A) by mail to each owner; or 24 25 (B) by: (i) posting the notice in a conspicuous 26

manner reasonably designed to provide notice to association

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   members:
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                             (a) in a place located on
   association's common property or, with the property owner's
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   consent, on other conspicuously located privately owned property
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   within the subdivision; or
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                             (b) on any Internet website
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   maintained by the association or other Internet media; and
                        (ii) sending the notice by e-mail to each
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   owner who has registered an e-mail address with the association;
   and
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              (2) contain instructions for a person to notify the
   association of the person's interest in serving on the
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   architectural review authority, including the date by which the
   person's notification must be received by the association.
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         (d) The date established by an association under Subsection
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   (c)(2) by which notification of a person's interest in serving on
   the architectural review authority must be received by the
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   association may not be a date earlier than the 10th day after the
   date the association provides the notice described by Subsection
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   (c).
         SECTION 8. A condominium unit owners' association that has
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   recorded
                 management certificate or
                                               amended
             a
                                                        management
   certificate with a county clerk under Section 82.116, Property
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   Code, before the effective date of this Act shall electronically
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   file the most recently recorded management certificate or amended
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management certificate with the Texas Real Estate Commission as

required by Section 82.116(b-1), Property Code, as added by this

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- 1 Act, not later than April 1, 2024.
- 2 SECTION 9. This Act takes effect October 1, 2023.