By: Jackson

H.B. No. 372

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the meetings and records of certain property owners' 3 associations. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Section 551.0015, Government Code, is amended by amending Subsection (a) and adding Subsection (c) to read as 6 7 follows: A property owners' association is subject to this 8 (a) chapter in the same manner as a governmental body: 9 (1) if: 10 11 (A) membership in the property owners' 12 association is mandatory for owners or for a defined class of owners of private real property in a residential subdivision [defined 13 geographic area in a county with a population of 2.8 million or more 14 or in a county adjacent to a county with a population of 2.8 million 15 16 or more]; and the property owners' association has the 17 (B) 18 power to make mandatory special assessments [for capital improvements] or mandatory regular assessments[; and 19 [(C) the amount of the mandatory special or 20 21 regular assessments is or has ever been based in whole or in part on 22 the value at which the state or a local governmental body assesses the property for purposes of ad valorem taxation under Section 20, 23 Article VIII, Texas Constitution]; or 24

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1 (2) if the property owners' association: 2 (A) provides maintenance, preservation, and architectural control of residential and commercial property 3 within a defined geographic area in a county with a population of 4 5 2.8 million or more or in a county adjacent to a county with a population of 2.8 million or more; and 6 7 is a corporation that: (B) 8 (i) is governed by a board of trustees who may employ a general manager to execute the association's bylaws 9 and administer the business of the corporation; 10 (ii) does not require membership in the 11 12 corporation by the owners of the property within the defined area; 13 and 14 (iii) was incorporated before January 1, 15 2006. (c) In this section, "property owners' association," 16 "regular assessment," "residential subdivision," and "special 17 assessment" have the meanings assigned by Section 209.002, Property 18 19 Code. SECTION 2. Section 552.0036, Government Code, is amended to 20 read as follows: 21 Sec. 552.0036. CERTAIN PROPERTY OWNERS' ASSOCIATIONS 22 (a) In this section, "property owners' SUBJECT TO LAW. 23 association," "regular assessment," "residential subdivision," and 24 "special assessment" have the meanings assigned by Section 209.002, 25 26 Property Code. 27 (b) A property owners' association is subject to this

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1 chapter in the same manner as a governmental body:

if:

(1)

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3 (A) membership in the property owners' association is mandatory for owners or for a defined class of owners 4 of private real property in a residential subdivision [defined 5 6 geographic area in a county with a population of 2.8 million or more 7 or in a county adjacent to a county with a population of 2.8 million 8 or more]; and

9 (B) the property owners' association has the 10 power to make mandatory special assessments [for capital 11 <u>improvements</u>] or mandatory regular assessments[; and

12 [(C) the amount of the mandatory special or 13 regular assessments is or has ever been based in whole or in part on 14 the value at which the state or a local governmental body assesses 15 the property for purposes of ad valorem taxation under Section 20, 16 Article VIII, Texas Constitution]; or

(2) if the property owners' association: (A) provides maintenance, preservation, and architectural control of residential and commercial property within a defined geographic area in a county with a population of 2.8 million or more or in a county adjacent to a county with a population of 2.8 million or more; and

(i) is governed by a board of trustees who may employ a general manager to execute the association's bylaws and administer the business of the corporation;

is a corporation that:

(B)

27 (ii) does not require membership in the

1 corporation by the owners of the property within the defined area;
2 and

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3 (iii) was incorporated before January 1,
4 2006.

SECTION 3. Section 209.005, Property Code, is repealed.

6 SECTION 4. (a) Section 551.0015, Government Code, as 7 amended by this Act, applies only to a property owners' association 8 meeting that is held on or after September 1, 2009. A property 9 owners' association meeting that is held before September 1, 2009, 10 is governed by the law in effect at the time the meeting was held, 11 and that law is continued in effect for that purpose.

(b) Section 552.0036, Government Code, as amended by this Act, applies only to a request for records or information made to a property owners' association on or after September 1, 2009. A request for records or information that is made before September 1, 2009, is governed by the law in effect at the time the request was made, and that law is continued in effect for that purpose.

(c) A request for access to records or information under Section 209.005, Property Code, as that section existed before repeal by this Act, that is made before September 1, 2009, is governed by the law in effect at the time the request was made, and that law is continued in effect for that purpose.

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SECTION 5. This Act takes effect September 1, 2009.