By: J. Johnson of Harris

H.B. No. 3844

A BILL TO BE ENTITLED

ΑN	АСТ

- 2 relating to the establishment of the department of consumer affairs
- 3 services for property owners and property owners' associations
- 4 within the office of the attorney general.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Subchapter B, Chapter 402, Government Code, is
- 7 amended by adding Section 402.0235 to read as follows:
- 8 Sec. 402.0235. DEPARTMENT OF CONSUMER AFFAIRS SERVICES FOR
- 9 PROPERTY OWNERS AND PROPERTY OWNERS' ASSOCIATIONS. (a) In this
- 10 section:
- 11 (1) "Department" means the department of consumer
- 12 affairs services for property owners and property owners'
- 13 <u>associations established under this section.</u>
- 14 (2) "Property owners' association" has the meaning
- assigned by Section 202.001, Property Code.
- 16 (b) The department of consumer affairs services for
- 17 property owners and property owners' associations is established
- 18 within the office of the attorney general.
- 19 (c) The department shall receive and make a record of any
- 20 complaint, by telephone or in writing, from a property owner or
- 21 property owners' association.
- (d) The department shall develop and make available to the
- 23 public a form to be used by a property owner or property owners'
- 24 association to submit a written complaint under Subsection (c) or

- 1 by a department employee to make a record of a complaint received by
- 2 telephone under Subsection (c). The form must include spaces for
- 3 the property owner or property owners' association to provide or
- 4 the department employee to record:
- 5 (1) the property owner's name;
- 6 (2) the name and contact information of the property
- 7 owners' association, including the county and municipality, if
- 8 applicable, where the association is located;
- 9 (3) the name and contact information of any management
- 10 company engaged by the property owners' association, including the
- 11 management company's telephone number, owner's name, and street and
- 12 mailing addresses;
- 13 (4) whether a property owner:
- 14 (A) was informed that membership in the property
- 15 owners' association was required as a condition of property
- 16 ownership, including, if applicable, when and by whom the property
- 17 owner was informed;
- 18 (B) received a copy of the property owners'
- 19 association's governing documents and if the documents were
- 20 obtained before or after the property owner received title to the
- 21 property;
- (C) was denied access to the property owners'
- 23 association's governing documents and, if so, any actions the
- 24 property owner took to attempt to obtain a copy of the documents;
- 25 and
- 26 (D) understands the rights and obligations of the
- 27 property owner and property owners' association under the property

- 1 owners' association's governing documents;
- 2 (5) the nature of the property owner's or property
- 3 owners' association's complaint;
- 4 (6) whether the property owner attempted to
- 5 communicate a complaint to the property owners' association or the
- 6 property owners' association's management company, if applicable,
- 7 whether the property owner exhausted all remedies in accordance
- 8 with any terms under the property owners' association's governing
- 9 documents or applicable rules and regulations, and what action, if
- 10 any, the property owners' association or the property owners'
- 11 association's management company took concerning the complaint;
- 12 (7) whether the property owner agrees or disagrees
- 13 with the provisions of the property owners' association's governing
- 14 documents that are the subject of the complaint;
- 15 (8) whether the property owner agrees or disagrees
- 16 with how the provisions of the property owners' association's
- 17 governing documents were enforced and any recommendations for
- 18 changing the provisions of the property owners' association's
- 19 governing documents or means of enforcement, including whether the
- 20 property owner feels that more or less enforcement is needed;
- 21 (9) whether a response was provided by the applicable
- 22 property owners' association or property owner to a specific
- 23 complaint provided by the department under Subsection (e) and, if
- 24 applicable, the contents of the response; and
- 25 (10) if applicable, the identity of the department
- 26 employee creating the record.
- (e) On receiving a property owner's or property owners'

- 1 association's complaint, the department shall provide the
- 2 complaint to the property owner or the property owners' association
- 3 complained against in a manner that verifies receipt of the
- 4 complaint by the property owner or property owners' association, so
- 5 that the property owner or property owners' association may
- 6 determine whether the property owner or property owners'
- 7 association desires to respond to the complaint.
- 8 (f) Any complaints related to the validity of a property
- 9 owners' association shall be referred to the appropriate division
- 10 in the office of the attorney general.
- 11 (g) Not later than January 31 of each year, the department
- 12 shall submit a consolidated report of all complaints received under
- 13 and associated information collected as required by this section
- 14 to:
- 15 <u>(1)</u> the governor; and
- 16 (2) each member of the legislature.
- 17 (h) The department shall post on the office of the attorney
- 18 general's Internet website the consolidated report required by
- 19 Subsection (g). The public report:
- 20 (1) must include categorized, filterable, and
- 21 searchable information compiled from the complaints and responses;
- 22 <u>and</u>
- 23 (2) may not contain any personal or private
- 24 information contained in the complaints and responses, including
- 25 names, addresses, and telephone numbers.
- 26 (i) The prohibition on the disclosure of personal and
- 27 private information specified under Subsection (h)(2) does not

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- 1 apply to information concerning a property owners' association or a
- 2 property owners' association's management company.
- 3 SECTION 2. This Act takes effect September 1, 2021.