HOUSE BILL 218

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By: **Delegates Holmes and Williams** Introduced and read first time: January 16, 2020 Assigned to: Environment and Transportation

A BILL ENTITLED

1 AN ACT concerning

2 Condominiums and Homeowners Associations – Annual Meetings

- FOR the purpose of requiring a developer of a condominium or a declarant of a homeowners
 association to convene a certain annual meeting under certain circumstances;
 requiring certain meetings to include an opportunity for certain unit owners or lot
 owners to provide comment; making stylistic changes; and generally relating to
 annual meetings for condominiums and homeowners associations.
- 8 BY repealing and reenacting, with amendments,
- 9 Article Real Property
- 10 Section 11–109(a) and (c)(7) and 11B–111(3)
- 11 Annotated Code of Maryland
- 12 (2015 Replacement Volume and 2019 Supplement)
- 13 BY repealing and reenacting, without amendments,
- 14 Article Real Property
- 15 Section 11–109(b) and 11B–101(a), (c), and (d)
- 16 Annotated Code of Maryland
- 17 (2015 Replacement Volume and 2019 Supplement)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 19 That the Laws of Maryland read as follows:

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Article – Real Property

21 11–109.

22 (a) (1) The affairs of the condominium shall be governed by a council of unit 23 owners which, even if unincorporated, is constituted a legal entity for all purposes.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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1 (2) The council of unit owners shall [be comprised of] COMPRISE all unit 2 owners.

3 (b) The bylaws may authorize or provide for the delegation of any power of the 4 council of unit owners to a board of directors, officers, managing agent, or other person for 5 the purpose of carrying out the responsibilities of the council of unit owners.

6 (c) (7) (i) **1.** This [paragraph] **SUBPARAGRAPH** does not apply to any 7 meeting of the governing body that occurs at any time before the meeting at which the unit 8 owners elect officers or a board of directors in accordance with paragraph (16) of this 9 subsection.

10 [(ii)] 2. Subject to [subparagraph (iii) of this paragraph] 11 SUBSUBPARAGRAPH 3 OF THIS SUBPARAGRAPH and to reasonable rules adopted by the 12 governing body under § 11–111 of this title, a governing body shall provide a designated 13 period of time during a meeting to allow unit owners an opportunity to comment on any 14 matter relating to the condominium.

15 [(iii)] **3.** During a meeting at which the agenda is limited to specific 16 topics or at a special meeting, the unit owners' comments may be limited to the topics listed 17 on the meeting agenda.

18 [(iv)] (II) The governing body OR THE DEVELOPER shall convene 19 at least one meeting each year at which the agenda is open to any matter relating to the 20 condominium AND THE UNIT OWNERS HAVE AN OPPORTUNITY TO PROVIDE 21 COMMENT.

22 11B–101.

23 (a) In this title the following words have the meanings indicated, unless the 24 context requires otherwise.

25 (c) "Declarant" means any person who subjects property to a declaration.

26(1)"Declaration" means an instrument, however denominated, recorded (d) 27among the land records of the county in which the property of the declarant is located, that creates the authority for a homeowners association to impose on lots, or on the owners or 2829occupants of lots, or on another homeowners association, condominium, or cooperative 30 housing corporation any mandatory fee in connection with the provision of services or 31otherwise for the benefit of some or all of the lots, the owners or occupants of lots, or the 32common areas.

33 (2) "Declaration" includes any amendment or supplement to the 34 instruments described in paragraph (1) of this subsection.

- 35
- (3) "Declaration" does not include a private right-of-way or similar

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1 agreement unless it requires a mandatory fee payable annually or at more frequent 2 intervals.

3 11B–111.

4 Except as provided in this title, and notwithstanding anything contained in any of 5 the documents of the homeowners association:

6 (3) (i) [This item does not apply to any meeting of a governing body that 7 occurs at any time before] **AFTER** the lot owners, other than the developer, have a majority 8 of votes in the homeowners association, as provided in the declaration[;]:

9 [(ii)] 1. Subject to item [(iii)] 2 of this item and to reasonable rules 10 adopted by [a] THE governing body, [a] THE governing body shall provide a designated 11 period of time during a meeting to allow lot owners an opportunity to comment on any 12 matter relating to the homeowners association; AND

13 [(iii)] 2. During a meeting at which the agenda is limited to specific 14 topics or at a special meeting, the lot owners' comments may be limited to the topics listed 15 on the meeting agenda; and

16 [(iv)] (II) The governing body OR THE DECLARANT shall convene 17 at least one meeting each year at which the agenda is open to any matter relating to the 18 homeowners association AND THE LOT OWNERS HAVE AN OPPORTUNITY TO PROVIDE 19 COMMENT;

20 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 21 October 1, 2020.