## **HOUSE BILL 13**

N1 4 lr 0744HB 567/23 – ENT CF SB 199 (PRE-FILED) By: Delegate R. Lewis Requested: September 28, 2023 Introduced and read first time: January 10, 2024 Assigned to: Environment and Transportation Committee Report: Favorable House action: Adopted Read second time: February 8, 2024 CHAPTER AN ACT concerning Residential Property - Affordable Housing Land Trusts - Authority to Establish **Condominium Regimes** FOR the purpose of authorizing a condominium regime to be established on certain property owned by an affordable housing land trust; and generally relating to the authority to establish condominium regimes. BY repealing and reenacting, with amendments, Article – Real Property Section 11–102(a) Annotated Code of Maryland (2023 Replacement Volume) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: Article - Real Property 11–102. The fee simple owner or lessee under a lease that exceeds 60 years of any property in the State may subject the property to a condominium regime by recording among the land records of the county where the property is located, a declaration, bylaws, and condominium plat that comply with the requirements specified in this title.

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

| 1<br>2<br>3<br>4<br>5<br>6<br>7 | (2) (i) Notwithstanding the provisions of paragraph (1) of this subsection, a leasehold estate may not be subjected to a condominium regime if it is used for residential purposes unless the State, a county that has adopted charter home rule under Article XI–A of the Maryland Constitution, a municipal corporation, AN AFFORDABLE HOUSING LAND TRUST AS DEFINED IN § 14–501 OF THIS ARTICLE, or, subject to the provisions of subparagraph (ii) of this paragraph, the Washington Metropolitan Area Transit Authority is the owner of the reversionary fee simple estate. |
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| 8<br>9<br>10<br>11<br>12        | (ii) The Washington Metropolitan Area Transit Authority may establish a leasehold estate for a condominium regime that is used for residential purposes under subparagraph (i) of this paragraph if, when the initial term of the lease expires, there is a provision in the lease that allows the lessee to automatically renew the lease for another term.   |
| 13<br>14<br>15                  | (3) Notwithstanding paragraph (2) of this subsection or any declaration, rule, or bylaw, a developer or any other person may not be prohibited from granting a leasehold estate in an individual unit used for residential purposes.   |
| 16<br>17                        | SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2024.   |
|                                 | Approved:  |
|                                 |  |
|                                 | Governor.  |
|                                 | Speaker of the House of Delegates.   |

President of the Senate.