# HOUSE BILL 615

5lr2870

### By: Delegate Holmes

Introduced and read first time: January 23, 2025 Assigned to: Environment and Transportation

Committee Report: Favorable House action: Adopted Read second time: February 18, 2025

CHAPTER \_\_\_\_\_

1 AN ACT concerning

#### 2 Condominiums and Homeowners Associations – Clarification

#### 3 FOR the purpose of clarifying terminology in provisions relating to the proposed budget for

- 4 a condominium and the appointment of a receiver for a homeowners association; and
- 5 generally relating to condominiums and homeowners associations.
- 6 BY repealing and reenacting, with amendments,
- 7 Article Real Property
- 8 Section 11–109.2(d) and 11B–111.5(a)
- 9 Annotated Code of Maryland
- 10 (2023 Replacement Volume and 2024 Supplement)

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

13

## Article – Real Property

14 11–109.2.

15 (d) (1) The budget shall be adopted at an open meeting of the council of unit 16 owners or any other body to which the council of unit owners delegates responsibilities for 17 preparing and adopting the budget.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

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



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1 (2) (i) The council of unit owners or other governing body of unit owners 2 shall submit the adopted annual budget to the unit owners not more than 30 days after the 3 meeting at which the budget was adopted.

4 (ii) The adopted annual budget may be submitted to each unit owner 5 by electronic transmission, by posting on the condominium association's home page, or by 6 inclusion in the [homeowners] CONDOMINIUM association's newsletter.

7 11B–111.5.

8 (a) If a homeowners association fails to fill vacancies on the governing body 9 sufficient to constitute a quorum in accordance with the bylaws, three or more owners of 10 lots may petition the circuit court for the county where the [condominium] HOMEOWNERS 11 ASSOCIATION is located to appoint a receiver to manage the affairs of the homeowners 12 association.

13 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect14 October 1, 2025.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.

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