The House Committee on Judiciary offers the following substitute to HB 220:

## A BILL TO BE ENTITLED AN ACT

- 1 To amend Title 44 of the Official Code of Georgia Annotated, relating to property, so as to
- 2 provide for means of enforcement of condominium and property owners' association
- 3 instruments, rules, and regulations; to provide for compliance with, and means of
- 4 enforcement of, covenants and instruments for certain planned subdivisions; to provide for
- 5 related matters; to repeal conflicting laws; and for other purposes.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 SECTION 1.

- 8 Title 44 of the Official Code of Georgia Annotated, relating to property, is amended by
- 9 revising Code Section 44-3-76, relating to compliance with condominium instruments, rules,
- and regulations and means of enforcement, as follows:
- 11 "44-3-76.

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- 12 Every unit owner and all those entitled to occupy a unit shall comply with all lawful
- provisions of the condominium instruments. In addition, any unit owner and all those
- entitled to occupy a unit shall comply with any reasonable rules or regulations adopted by
- 15 the association pursuant to the condominium instruments which have been provided to the
- unit owners and with the lawful provisions of bylaws of the association. Any lack of such

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compliance shall be grounds for an action to recover sums due, for damages, for or injunctive relief, or for any other remedy available at law or in equity, maintainable by the association or, in any proper case, by one or more aggrieved unit owners, on their own behalf or as a class action. After providing notice in accordance with the terms of the instrument, or, if the instrument is silent, ten days' written notice, the association may pursue injunctive relief without the need or requirement to first pursue or utilize any other remedies, regardless of whether other remedies may be available or might otherwise be adequate, provided that such notice shall not be required in the event of a violation of the instrument or the reasonable rules or regulations adopted by the association that presents a clear and imminent danger to life, person, or property, or for which injunctive relief would become most if not granted before a notice period as prescribed above would expire. If and to the extent provided in the condominium instruments, the association shall be empowered to impose and assess fines, and suspend temporarily voting rights and the right of use of certain of the common elements in order to enforce such compliance; provided, however, that no such suspension shall deny any unit owner or occupants access to the unit owned or occupied nor cause any hazardous or unsanitary condition to exist. If the voting right of a unit owner has been suspended, then to the extent provided in the condominium instruments, that unit owner's vote shall not count for purposes of establishing a quorum or taking any action which requires a vote of the owners under this article or the condominium instruments. Notwithstanding any other provision of this Code section, to the extent provided in the condominium instruments, water, gas, electricity, heat, and air conditioning services being provided to a unit or unit owner by the association may be terminated for failure to pay assessments and other amounts due pursuant to subsection (a) of Code Section 44-3-109, subject to the suspension standards and notice requirements imposed on the institutional providers providing such services to the condominium development, only after a final judgment or final judgments in excess of a total of \$750.00 are obtained in favor of the association from a court of competent jurisdiction. The utility

services shall not be required to be restored until the judgment or judgments and any reasonable utility provider charges or other reasonable costs incurred in suspending and restoring such services are paid in full. All common expenses for termination and restoration of any services pursuant to this Code section shall be an assessment and a lien against the unit."

49 SECTION 2.

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Said title is further amended by revising subsection (a) of Code Section 44-3-106, relating to powers and responsibilities of association and tort actions, as follows:

- "(a) Except to the extent prohibited by the condominium instruments and subject to any
   restrictions and limitations specified therein, the association shall have the power to:
- 54 (1) Employ, retain, dismiss, and replace agents and employees to exercise and discharge 55 the powers and responsibilities of the association;
- 56 (2) Make or cause to be made additional improvements on and as a part of the common elements; and
- (3) Grant or withhold approval of any action by one or more unit owners or other persons entitled to occupancy of any unit if such action would change the exterior appearance of any unit or of any other portion of the condominium or elect or provide for the appointment of an architectural control committee to grant or withhold such approval; and
  - (4) Enforce all lawful provisions of the condominium instruments in accordance with and pursuant to all powers granted by this article, by Chapter 2 or 3 of Title 14 as may be applicable, and as provided for in the instruments, including, but not limited to, by an action to recover sums due; for damages; for injunctive relief, without regard to whether other remedies may exist or be adequate, provided that the provisions of Code Section 44-3-223 and the instrument are complied with; or for any other remedy available at law or in equity to the association."

70 SECTION 3.

Said title is further amended by revising Code Section 44-3-223, relating to compliance with

72 provisions of instrument and with rules and regulations and penalties for noncompliance

73 relating to property owners' associations, as follows:

74 "44-3-223.

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Every lot owner and all those entitled to occupy a lot shall comply with all lawful provisions of the property owners' association instrument. In addition, any lot owner and all those entitled to occupy a lot shall comply with any reasonable rules or regulations adopted by the association pursuant to the instrument which have been provided to the lot owners and with the lawful provisions of the bylaws of the association. Any lack of such compliance shall be grounds for an action to recover sums due, for damages, for or injunctive relief, or for any other remedy available at law or in equity, maintainable by the association or, in any proper case, by one or more aggrieved lot owners on their own behalf or as a class action. After providing notice in accordance with the terms of the instrument, or, if the instrument is silent, ten days' written notice, the association may pursue injunctive relief without the need or requirement to first pursue or utilize any other remedies, regardless of whether other remedies may be available or might otherwise be adequate, provided that such notice shall not be required in the event of a violation of the instrument or the reasonable rules or regulations adopted by the association that presents a clear and imminent danger to life, person, or property, or for which injunctive relief would become moot if not granted before a notice period as prescribed above would expire. If and to the extent provided in the instrument, the association shall be empowered to impose and assess fines and suspend temporarily voting rights and the right of use of certain of the common areas and services paid for as a common expense in order to enforce such compliance; provided, however, that no such suspension shall deny any lot owner or occupants access to the lot owned or occupied."

96 SECTION 4.

97 Said title is further amended by revising subsection (a) of Code Section 44-3-231, relating

- 98 to powers and duties of association and legal actions against agent or employee of
- 99 association, as follows:
- 100 "(a) Except to the extent prohibited by the instrument and subject to any restrictions and
- limitations specified therein, the association shall have the power to:
- 102 (1) Employ, retain, dismiss, and replace agents and employees to exercise and discharge
- the powers and responsibilities of the association;
- 104 (2) Make or cause to be made additional improvements on and as a part of the common
- area; and
- 106 (3) Grant or withhold approval of any action by one or more lot owners or other persons
- entitled to occupancy of any lot if such action would change the exterior appearance of
- any lot, or any structure thereon, or of any other portion of the development or elect or
- provide for the appointment of an architectural control committee to grant or withhold
- such approval; and
- 111 (4) Enforce all lawful provisions of the property owners' association instrument in
- accordance with and pursuant to all powers granted by this article, by Chapter 2 or 3 of
- 113 Title 14 as may be applicable, and as provided for in the instrument, including, but not
- limited to, by an action to recover sums due; for damages; for injunctive relief, without
- regard to whether other remedies may exist or be adequate, provided that the provisions
- of Code Section 44-3-223 and the instrument are compiled with; or for any other remedy
- available at law or in equity to the association."
- SECTION 5.
- 119 Said title is further amended by adding a new paragraph to subsection (d) of Code Section
- 120 44-5-60, relating to effect of zoning laws, covenants and scenic easements for use of public,
- renewal of certain covenants, and costs, as follows:

"(6) In every planned subdivision containing no fewer than 15 individual plots, every person owning plots affected by such covenant owner and all those entitled to occupy such property shall comply with all lawful provisions of said covenants and the instrument containing such covenants. Any lack of such compliance shall be grounds for an action to recover sums due; for damages; for injunctive relief; or for any other remedy available at law or in equity, maintainable by a homeowners' association or other common interest community association which has been created pursuant to those covenants. Such association, if any, may pursue injunctive relief without the need or requirement to first pursue or utilize any other remedies, regardless of whether other remedies may be available or might otherwise be adequate. To the extent provided in the instrument, such association shall be empowered to impose and assess fines and temporarily suspend voting rights and the right of use of certain common areas and services paid for as a common expense in order to enforce such compliance; provided, however, that no such suspension shall deny any property owner or occupants access to the property owned or occupied. Nothing in this paragraph shall be construed to render any covenants in a subdivision containing fewer than 15 individuals plots unenforceable, nor shall anything in this subsection be construed to limit or expand rights of property owners or common interest community associations which may otherwise exist under Georgia law or the instruments governing such community associations, except as expressly stated in this paragraph."

142 **SECTION 6.** 

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All laws and parts of laws in conflict with this Act are repealed.