

Rep. Suzanne M. Ness

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| | 10300HB4090ham003 LRB103 32446 JRC 72317 a |
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| 1 | AMENDMENT TO HOUSE BILL 4090 |
| 2 | AMENDMENT NO Amend House Bill 4090, AS AMENDED, |
| 3 | by replacing everything after the enacting clause with the |
| 4 | following: |
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| 5 | "Section 5. The Common Interest Community Association Act |
| 6 | is amended by changing Section 1-45 as follows: |
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| 7 | (765 ILCS 160/1-45) |
| 8 | Sec. 1-45. Finances. |
| 9 | (a) Each member shall receive through a prescribed |
| 10 | delivery method, at least 30 days but not more than 60 days |
| 11 | prior to the adoption thereof by the board, a copy of the |
| 12 | proposed annual budget together with an indication of which |
| 13 | portions are intended for reserves, capital expenditures or |
| 14 | repairs or payment of real estate taxes. |
| 15 | (b) The board shall provide all members with a reasonably |
| 16 | detailed summary of the receipts, common expenses, and |

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1 reserves for the preceding budget year. The board shall (i) make available for review to all members an 2 itemized 3 accounting of the common expenses for the preceding year 4 actually incurred or paid, together with an indication of 5 which portions were for reserves, capital expenditures or repairs or payment of real estate taxes and with a tabulation 6 of the amounts collected pursuant to the budget or assessment, 7 8 and showing the net excess or deficit of income over 9 expenditures plus reserves or (ii) provide a consolidated 10 annual independent audit report of the financial status of all 11 fund accounts within the association.

If an adopted budget or any separate assessment 12 (C)13 adopted by the board would result in the sum of all regular and 14 separate assessments payable in the current fiscal year 15 exceeding 115% of the sum of all regular and separate 16 assessments payable during the preceding fiscal year, the common interest community association, upon written petition 17 by members with 20% of the votes of the association delivered 18 to the board within 14 days of the board action, shall call a 19 20 meeting of the members within 30 days of the date of delivery 21 of the petition to consider the budget or separate assessment; 22 unless a majority of the total votes of the members are cast at 23 the meeting to reject the budget or separate assessment, it 24 shall be deemed ratified.

(d) If total common expenses exceed the total amount ofthe approved and adopted budget, the common interest community

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1 association shall disclose this variance to all its members 2 and specifically identify the subsequent assessments needed to 3 offset this variance in future budgets.

4 (e) Separate assessments for expenditures relating to 5 emergencies or mandated by law may be adopted by the board without being subject to member approval or the provisions of 6 subsection (c) or (f) of this Section. As used herein, 7 8 "emergency" means a danger to or a compromise of the 9 structural integrity of the common areas or any of the common 10 facilities of the common interest community. "Emergency" also 11 includes a danger to the life, health or safety of the 12 membership.

(f) Assessments for additions and alterations to the common areas or to association-owned property not included in the adopted annual budget, shall be separately assessed and are subject to approval of a simple majority of the total members at a meeting called for that purpose.

(g) The board may adopt separate assessments payable over more than one fiscal year. With respect to multi-year assessments not governed by subsections (e) and (f) of this Section, the entire amount of the multi-year assessment shall be deemed considered and authorized in the first fiscal year in which the assessment is approved.

(h) The board of a common interest community association
shall have the authority to establish and maintain a system of
master metering of public utility services to collect payments

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in conjunction therewith, subject to the requirements of
 <u>Section 1.5 of the Residential Property Utility Service</u> the
 Tenant Utility Payment Disclosure Act.

4 (i) An association subject to this Act that consists of 5 100 or more units shall use generally accepted accounting 6 principles in fulfilling any accounting obligations under this 7 Act.

8 (Source: P.A. 100-292, eff. 1-1-18.)

9 Section 10. The Condominium Property Act is amended by 10 changing Sections 18 and 18.5 as follows:

11 (765 ILCS 605/18) (from Ch. 30, par. 318)

Sec. 18. Contents of bylaws. The bylaws shall provide for at least the following:

(a) (1) The election from among the unit owners of a 14 board of managers, the number of persons constituting such 15 board, and that the terms of at least one-third of the 16 members of the board shall expire annually and that all 17 18 members of the board shall be elected at large; if there are multiple owners of a single unit, only one of the 19 20 multiple owners shall be eligible to serve as a member of 21 the board at any one time. A declaration first submitting 22 property to the provisions of this Act, in accordance with 23 Section 3 after the effective date of this amendatory Act 24 of the 102nd General Assembly, or an amendment to the

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condominium instruments adopted in accordance with Section 1 27 after the effective date of this amendatory Act of the 2 102nd General Assembly, may provide that a majority of the 3 board of managers, or such lesser number as may be 4 5 specified in the declaration, must be comprised of unit owners occupying their unit as their primary residence; 6 7 provided that the condominium instruments may not require 8 that more than a majority of the board shall be comprised of unit owners who occupy their unit as their principal 9 10 residence;

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(2) the powers and duties of the board;

12 (3) the compensation, if any, of the members of the13 board;

14 (4) the method of removal from office of members of 15 the board;

16 (5) that the board may engage the services of a 17 manager or managing agent;

(6) that each unit owner shall receive, at least 25 days prior to the adoption thereof by the board of managers, a copy of the proposed annual budget together with an indication of which portions are intended for reserves, capital expenditures or repairs or payment of real estate taxes;

(7) that the board of managers shall annually supply
 to all unit owners an itemized accounting of the common
 expenses for the preceding year actually incurred or paid,

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1 together with an indication of which portions were for reserves, capital expenditures or repairs or payment of 2 3 real estate taxes and with a tabulation of the amounts collected pursuant to the budget or assessment, 4 and 5 net excess or deficit of showing the income over 6 expenditures plus reserves;

(8) (i) that each unit owner shall receive notice, in 7 8 the same manner as is provided in this Act for membership 9 meetings, of any meeting of the board of managers 10 concerning the adoption of the proposed annual budget and 11 regular assessments pursuant thereto or to adopt a 12 separate (special) assessment, (ii) that except as 13 provided in subsection (iv) below, if an adopted budget or 14 any separate assessment adopted by the board would result 15 in the sum of all regular and separate assessments payable 16 in the current fiscal year exceeding 115% of the sum of all 17 regular and separate assessments payable during the 18 preceding fiscal year, the board of managers, upon written 19 petition by unit owners with 20 percent of the votes of the 20 association delivered to the board within 21 days of the 21 board action, shall call a meeting of the unit owners 22 within 30 days of the date of delivery of the petition to 23 consider the budget or separate assessment; unless a 24 majority of the total votes of the unit owners are cast at 25 the meeting to reject the budget or separate assessment, 26 it is ratified, (iii) that any common expense not set

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forth in the budget or any increase in assessments over 1 2 the amount adopted in the budget shall be separately 3 assessed against all unit owners, (iv) that separate assessments for expenditures relating to emergencies or 4 mandated by law may be adopted by the board of managers 5 without being subject to unit owner approval or the 6 7 provisions of item (ii) above or item (v) below. As used 8 herein, "emergency" means an immediate danger to the 9 structural integrity of the common elements or to the 10 life, health, safety or property of the unit owners, (v) that assessments for additions and alterations to the 11 12 common elements or to association-owned property not 13 included in the adopted annual budget, shall be separately 14 assessed and are subject to approval of two-thirds of the 15 total votes of all unit owners, (vi) that the board of 16 managers may adopt separate assessments payable over more 17 than one fiscal year. With respect to multi-year assessments not governed by items (iv) and (v), the entire 18 19 amount of the multi-year assessment shall be deemed 20 considered and authorized in the first fiscal year in 21 which the assessment is approved;

(9) (A) that every meeting of the board of managers shall be open to any unit owner, except that the board may close any portion of a noticed meeting or meet separately from a noticed meeting to: (i) discuss litigation when an action against or on behalf of the particular association -8- LRB103 32446 JRC 72317 a

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1 has been filed and is pending in a court or administrative tribunal, or when the board of managers finds that such an 2 3 action is probable or imminent, (ii) discuss the appointment, employment, engagement, or dismissal of an 4 5 employee, independent contractor, agent, or other provider of goods and services, (iii) interview a potential 6 7 employee, independent contractor, agent, or other provider 8 of goods and services, (iv) discuss violations of rules 9 and regulations of the association, (v) discuss a unit 10 owner's unpaid share of common expenses, or (vi) consult 11 with the association's legal counsel; that any vote on 12 these matters shall take place at a meeting of the board of 13 managers or portion thereof open to any unit owner;

14 (B) that board members may participate in and act at 15 any meeting of the board of managers in person, by 16 telephonic means, or by use of any acceptable 17 technological means whereby all persons participating in meeting can communicate with each other; that 18 the 19 participation constitutes attendance and presence in 20 person at the meeting;

(C) that any unit owner may record the proceedings at meetings of the board of managers or portions thereof required to be open by this Act by tape, film or other means, and that the board may prescribe reasonable rules and regulations to govern the right to make such recordings; 1 (D) that notice of every meeting of the board of 2 managers shall be given to every board member at least 48 3 hours prior thereto, unless the board member waives notice 4 of the meeting pursuant to subsection (a) of Section 18.8; 5 and

(E) that notice of every meeting of the board of 6 7 managers shall be posted in entranceways, elevators, or 8 other conspicuous places in the condominium at least 48 9 hours prior to the meeting of the board of managers except 10 where there is no common entranceway for 7 or more units, the board of managers may designate one or more locations 11 12 in the proximity of these units where the notices of 13 meetings shall be posted; that notice of every meeting of 14 the board of managers shall also be given at least 48 hours 15 prior to the meeting, or such longer notice as this Act may separately require, to: (i) each unit owner who has 16 17 provided the association with written authorization to conduct business by acceptable technological means, and 18 (ii) to the extent that the condominium instruments of an 19 20 association require, to each other unit owner, as required 21 by subsection (f) of Section 18.8, by mail or delivery, 22 and that no other notice of a meeting of the board of 23 managers need be given to any unit owner;

24 (10) that the board shall meet at least 4 times 25 annually;

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(11) that no member of the board or officer shall be

elected for a term of more than 2 years, but that officers
 and board members may succeed themselves;

3 (12) the designation of an officer to mail and receive 4 all notices and execute amendments to condominium 5 instruments as provided for in this Act and in the 6 condominium instruments;

7 (13) the method of filling vacancies on the board 8 which shall include authority for the remaining members of 9 the board to fill the vacancy by two-thirds vote until the 10 next annual meeting of unit owners or for a period terminating no later than 30 days following the filing of 11 a petition signed by unit owners holding 20% of the votes 12 13 of the association requesting a meeting of the unit owners 14 to fill the vacancy for the balance of the term, and that a 15 meeting of the unit owners shall be called for purposes of filling a vacancy on the board no later than 30 days 16 17 following the filing of a petition signed by unit owners holding 20% of the votes of the association requesting 18 19 such a meeting, and the method of filling vacancies among 20 the officers that shall include the authority for the 21 members of the board to fill the vacancy for the unexpired 22 portion of the term;

(14) what percentage of the board of managers, if
 other than a majority, shall constitute a quorum;

(15) provisions concerning notice of board meetings to
 members of the board;

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(16) the board of managers may not enter into a 1 2 contract with a current board member or with a corporation 3 or partnership in which a board member or a member of the board member's immediate family has 25% or more interest, 4 unless notice of intent to enter the contract is given to 5 unit owners within 20 days after a decision is made to 6 enter into the contract and the unit owners are afforded 7 an opportunity by filing a petition, signed by 20% of the 8 9 unit owners, for an election to approve or disapprove the 10 contract; such petition shall be filed within 30 days after such notice and such election shall be held within 11 12 30 days after filing the petition; for purposes of this 13 subsection, a board member's immediate family means the 14 board member's spouse, parents, and children;

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15 (17) that the board of managers may disseminate to unit owners biographical and background information about 16 candidates for election to the board if (i) reasonable 17 efforts to identify all candidates are made and all 18 19 candidates are qiven an opportunity to include 20 biographical and background information in the information 21 to be disseminated; and (ii) the board does not express a 22 preference in favor of any candidate;

(18) any proxy distributed for board elections by the board of managers gives unit owners the opportunity to designate any person as the proxy holder, and gives the unit owner the opportunity to express a preference for any 1 of the known candidates for the board or to write in a
2 name;

3 (19) that special meetings of the board of managers
4 can be called by the president or 25% of the members of the
5 board;

6 (20) that the board of managers may establish and 7 maintain a system of master metering of public utility 8 services and collect payments in connection therewith, 9 subject to the requirements of <u>Section 1.5 of the</u> 10 <u>Residential Property Utility Service</u> the Tenant Utility 11 Payment Disclosure Act; and

(21) that the board may ratify and confirm actions of 12 13 the members of the board taken in response to an 14 emergency, as that term is defined in subdivision 15 (a) (8) (iv) of this Section; that the board shall give notice to the unit owners of: (i) the occurrence of the 16 17 emergency event within 7 business days after the emergency event, and (ii) the general description of the actions 18 19 taken to address the event within 7 days after the 20 emergency event.

The intent of the provisions of Public Act 99-472 adding this paragraph (21) is to empower and support boards to act in emergencies.

(b) (1) What percentage of the unit owners, if other
than 20%, shall constitute a quorum provided that, for
condominiums with 20 or more units, the percentage of unit

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owners constituting a quorum shall be 20% unless the unit 1 owners holding a majority of the percentage interest in 2 3 the association provide for a higher percentage, provided that in voting on amendments to the association's bylaws, 4 a unit owner who is in arrears on the unit owner's regular 5 or separate assessments for 60 days or more, shall not be 6 7 counted for purposes of determining if a quorum is 8 present, but that unit owner retains the right to vote on 9 amendments to the association's bylaws;

10 (2) that the association shall have one class of 11 membership;

12 (3) that the members shall hold an annual meeting, one 13 of the purposes of which shall be to elect members of the 14 board of managers;

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(4) the method of calling meetings of the unit owners;

16 (5) that special meetings of the members can be called 17 by the president, board of managers, or by 20% of unit 18 owners;

19 (6) that written notice of any membership meeting 20 shall be mailed or delivered giving members no less than 21 10 and no more than 30 days notice of the time, place and 22 purpose of such meeting except that notice may be sent, to 23 the extent the condominium instruments or rules adopted 24 thereunder expressly so provide, by electronic 25 transmission consented to by the unit owner to whom the 26 notice is given, provided the director and officer or his

1 agent certifies in writing to the delivery by electronic 2 transmission;

3 (7) that voting shall be on a percentage basis, and that the percentage vote to which each unit is entitled is 4 5 the percentage interest of the undivided ownership of the common elements appurtenant thereto, provided that the 6 7 bylaws may provide for approval by unit owners in 8 connection with matters where the requisite approval on a 9 percentage basis is not specified in this Act, on the 10 basis of one vote per unit;

11 (8) that, where there is more than one owner of a unit, 12 if only one of the multiple owners is present at a meeting 13 of the association, he is entitled to cast all the votes 14 allocated to that unit, if more than one of the multiple 15 owners are present, the votes allocated to that unit may be cast only in accordance with the agreement of a 16 17 majority in interest of the multiple owners, unless the declaration expressly provides otherwise, that there is 18 19 majority agreement if any one of the multiple owners cast 20 the votes allocated to that unit without protest being 21 made promptly to the person presiding over the meeting by 22 any of the other owners of the unit;

(9) (A) except as provided in subparagraph (B) of this
paragraph (9) in connection with board elections, that a
unit owner may vote by proxy executed in writing by the
unit owner or by his duly authorized attorney in fact;

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that the proxy must bear the date of execution and, unless 1 the condominium instruments or the written proxy itself 2 3 provide otherwise, is invalid after 11 months from the date of its execution; to the extent the condominium 4 5 instruments or rules adopted thereunder expressly so provide, a vote or proxy may be submitted by electronic 6 7 transmission, provided that any such electronic 8 transmission shall either set forth or be submitted with 9 information from which it can be determined that the 10 electronic transmission was authorized by the unit owner or the unit owner's proxy; 11

(B) that if a rule adopted at least 120 days before a 12 13 board election or the declaration or bylaws provide for 14 balloting as set forth in this subsection, unit owners may 15 not vote by proxy in board elections, but may vote only (i) by submitting an association-issued ballot in person at 16 17 the election meeting or (ii) by submitting an association-issued ballot to the association or 18 its 19 designated agent by mail or other means of delivery specified in the declaration, bylaws, or rule; that the 20 ballots shall be mailed or otherwise distributed to unit 21 22 owners not less than 10 and not more than 30 days before 23 the election meeting, and the board shall give unit owners 24 not less than 21 days' prior written notice of the 25 deadline for inclusion of a candidate's name on the 26 ballots; that the deadline shall be no more than 7 days -16- LRB103 32446 JRC 72317 a

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before the ballots are mailed or otherwise distributed to 1 2 unit owners; that every such ballot must include the names 3 of all candidates who have given the board or its authorized agent timely written notice of their candidacy 4 must give the person casting the 5 ballot and the opportunity to cast votes for candidates whose names do 6 7 not appear on the ballot; that a ballot received by the 8 association or its designated agent after the close of 9 voting shall not be counted; that a unit owner who submits 10 a ballot by mail or other means of delivery specified in the declaration, bylaws, or rule may request and cast a 11 12 ballot in person at the election meeting, and thereby void 13 any ballot previously submitted by that unit owner;

14 (B-5) that if a rule adopted at least 120 days before a 15 board election or the declaration or bylaws provide for balloting as set forth in this subparagraph, unit owners 16 17 may not vote by proxy in board elections, but may vote only (i) by submitting an association-issued ballot in person 18 the election meeting; or (ii) by any acceptable 19 at 20 technological means as defined in Section 2 of this Act; 21 instructions regarding the use of electronic means for 22 voting shall be distributed to all unit owners not less 23 than 10 and not more than 30 days before the election 24 meeting, and the board shall give unit owners not less 25 than 21 days' prior written notice of the deadline for 26 inclusion of a candidate's name on the ballots; the 10300HB4090ham003 -17- LRB103 32446 JRC 72317 a

1 deadline shall be no more than 7 days before the instructions for voting using electronic or acceptable 2 3 technological means is distributed to unit owners; every 4 instruction notice must include the names of all 5 candidates who have given the board or its authorized agent timely written notice of their candidacy and must 6 7 give the person voting through electronic or acceptable 8 technological means the opportunity to cast votes for 9 candidates whose names do not appear on the ballot; a unit 10 owner who submits a vote using electronic or acceptable technological means may request and cast a ballot in 11 person at the election meeting, thereby voiding any vote 12 13 previously submitted by that unit owner;

14 (C) that if a written petition by unit owners with at 15 least 20% of the votes of the association is delivered to 16 the board within 30 days after the board's approval of a 17 rule adopted pursuant to subparagraph (B) or subparagraph (B-5) of this paragraph (9), the board shall call a 18 meeting of the unit owners within 30 days after the date of 19 20 delivery of the petition; that unless a majority of the 21 total votes of the unit owners are cast at the meeting to 22 reject the rule, the rule is ratified;

(D) that votes cast by ballot under subparagraph (B)
 or electronic or acceptable technological means under
 subparagraph (B-5) of this paragraph (9) are valid for the
 purpose of establishing a quorum;

(10) that the association may, upon adoption of the 1 appropriate rules by the board of managers, conduct 2 3 elections by secret ballot whereby the voting ballot is marked only with the percentage interest for the unit and 4 5 the vote itself, provided that the board further adopt rules to verify the status of the unit owner issuing a 6 7 proxy or casting a ballot; and further, that a candidate 8 for election to the board of managers or such candidate's 9 representative shall have the right to be present at the 10 counting of ballots at such election;

11 (11) that in the event of a resale of a condominium unit the purchaser of a unit from a seller other than the 12 13 developer pursuant to an installment sales contract for 14 purchase shall during such times as he or she resides in 15 the unit be counted toward a quorum for purposes of 16 election of members of the board of managers at any 17 meeting of the unit owners called for purposes of electing members of the board, shall have the right to vote for the 18 19 election of members of the board of managers and to be 20 elected to and serve on the board of managers unless the 21 seller expressly retains in writing any or all of such 22 rights. In no event may the seller and purchaser both be counted toward a quorum, be permitted to vote for a 23 24 particular office or be elected and serve on the board. 25 Satisfactory evidence of the installment sales contract 26 shall be made available to the association or its agents.

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For purposes of this subsection, "installment sales contract" shall have the same meaning as set forth in Section 5 of the Installment Sales Contract Act and Section 1(e) of the Dwelling Unit Installment Contract Act;

6 (12) the method by which matters subject to the 7 approval of unit owners set forth in this Act, or in the 8 condominium instruments, will be submitted to the unit 9 owners at special membership meetings called for such 10 purposes; and

11 (13) that matters subject to the affirmative vote of 12 not less than 2/3 of the votes of unit owners at a meeting 13 duly called for that purpose, shall include, but not be 14 limited to:

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(i) merger or consolidation of the association;

16 (ii) sale, lease, exchange, or other disposition 17 (excluding the mortgage or pledge) of all, or 18 substantially all of the property and assets of the 19 association; and

20 (iii) the purchase or sale of land or of units on21 behalf of all unit owners.

(c) Election of a president from among the board of
 managers, who shall preside over the meetings of the board
 of managers and of the unit owners.

(d) Election of a secretary from among the board of
 managers, who shall keep the minutes of all meetings of

the board of managers and of the unit owners and who shall,
 in general, perform all the duties incident to the office
 of secretary.

4 (e) Election of a treasurer from among the board of
5 managers, who shall keep the financial records and books
6 of account.

7 (f) Maintenance, repair and replacement of the common
8 elements and payments therefor, including the method of
9 approving payment vouchers.

(g) An association with 30 or more units shall obtain 10 and maintain fidelity insurance covering persons who 11 control or disburse funds of the association for the 12 13 maximum amount of coverage available to protect funds in 14 custody or control of the association plus the the 15 association reserve fund. All management companies which are responsible for the funds held or administered by the 16 association shall maintain and furnish to the association 17 a fidelity bond for the maximum amount of coverage 18 19 available to protect funds in the custody of the 20 management company at any time. The association shall bear 21 the cost of the fidelity insurance and fidelity bond, 22 unless otherwise provided by contract between the 23 association and a management company. The association 24 shall be the direct obligee of any such fidelity bond. A 25 management company holding reserve funds of an association 26 shall at all times maintain a separate account for each

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1 association, provided, however, that for investment purposes, the Board of Managers of an association may 2 3 authorize а management company to maintain the 4 association's reserve funds in a single interest bearing 5 account with similar funds of other associations. The management company shall at all times maintain records 6 7 identifying all moneys of each association in such 8 investment account. The management company may hold all 9 operating funds of associations which it manages in a 10 single operating account but shall at all times maintain 11 records identifying all moneys of each association in such operating account. Such operating and reserve funds held 12 13 by the management company for the association shall not be subject to attachment by any creditor of the management 14 15 company.

16 For the purpose of this subsection, a management 17 company shall be defined as a person, partnership, corporation, or other legal entity entitled to transact 18 19 business on behalf of others, acting on behalf of or as an 20 agent for a unit owner, unit owners or association of unit 21 owners for the purpose of carrying out the duties, 22 responsibilities, and other obligations necessary for the 23 day to day operation and management of any property 24 subject to this Act. For purposes of this subsection, the 25 term "fiduciary insurance coverage" shall be defined as 26 both a fidelity bond and directors and officers liability 10300HB4090ham003 -22- LRB103 32446 JRC 72317 a

coverage, the fidelity bond in the full amount of association funds and association reserves that will be in the custody of the association, and the directors and officers liability coverage at a level as shall be determined to be reasonable by the board of managers, if not otherwise established by the declaration or by laws.

7 Until one year after September 21, 1985 (the effective 8 date of Public Act 84-722), if a condominium association 9 has reserves plus assessments in excess of \$250,000 and 10 cannot reasonably obtain 100% fidelity bond coverage for 11 such amount, then it must obtain a fidelity bond coverage 12 of \$250,000.

(h) Method of estimating the amount of the annual budget, and the manner of assessing and collecting from the unit owners their respective shares of such estimated expenses, and of any other expenses lawfully agreed upon.

(i) That upon 10 days notice to the manager or board of managers and payment of a reasonable fee, any unit owner shall be furnished a statement of his account setting forth the amount of any unpaid assessments or other charges due and owing from such owner.

(j) Designation and removal of personnel necessary for
 the maintenance, repair and replacement of the common
 elements.

(k) Such restrictions on and requirements respecting
 the use and maintenance of the units and the use of the

common elements, not set forth in the declaration, as are designed to prevent unreasonable interference with the use of their respective units and of the common elements by the several unit owners.

5 (1) Method of adopting and of amending administrative 6 rules and regulations governing the operation and use of 7 the common elements.

8 (m) The percentage of votes required to modify or 9 amend the bylaws, but each one of the particulars set 10 forth in this section shall always be embodied in the 11 bylaws.

(n) (i) The provisions of this Act, the declaration, bylaws, other condominium instruments, and rules and regulations that relate to the use of the individual unit or the common elements shall be applicable to any person leasing a unit and shall be deemed to be incorporated in any lease executed or renewed on or after August 30, 1984 (the effective date of Public Act 83-1271).

19 (ii) With regard to any lease entered into subsequent 20 to July 1, 1990 (the effective date of Public Act 86-991), 21 the unit owner leasing the unit shall deliver a copy of the 22 signed lease to the board or if the lease is oral, a memorandum of the lease, not later than the date of 23 24 occupancy or 10 days after the lease is signed, whichever 25 occurs first. In addition to any other remedies, by filing 26 an action jointly against the tenant and the unit owner,

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an association may seek to enjoin a tenant from occupying 1 a unit or seek to evict a tenant under the provisions of 2 3 Article IX of the Code of Civil Procedure for failure of the lessor-owner to comply with the leasing requirements 4 5 prescribed by this Section or by the declaration, bylaws, and rules and regulations. The board of managers may 6 7 proceed directly against a tenant, at law or in equity, or 8 under the provisions of Article IX of the Code of Civil 9 Procedure, for any other breach by tenant of any 10 covenants, rules, regulations or bylaws.

(o) The association shall have no authority to forbear
the payment of assessments by any unit owner.

13 (p) That when 30% or fewer of the units, by number, 14 possess over 50% in the aggregate of the votes in the 15 association, any percentage vote of members specified herein or in the condominium instruments shall require the 16 specified percentage by number of units rather than by 17 percentage of interest in the common elements allocated to 18 19 units that would otherwise be applicable and garage units 20 or storage units, or both, shall have, in total, no more 21 votes than their aggregate percentage of ownership in the 22 common elements; this shall mean that if garage units or 23 storage units, or both, are to be given a vote, or portion 24 of a vote, that the association must add the total number 25 of votes cast of garage units, storage units, or both, and 26 divide the total by the number of garage units, storage

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1 units, or both, and multiply by the aggregate percentage of ownership of garage units and storage units to 2 3 determine the vote, or portion of a vote, that garage 4 units or storage units, or both, have. For purposes of 5 this subsection (p), when making a determination of whether 30% or fewer of the units, by number, possess over 6 50% in the aggregate of the votes in the association, a 7 8 unit shall not include a garage unit or a storage unit.

9 (q) That a unit owner may not assign, delegate, 10 transfer, surrender, or avoid the duties, responsibilities, and liabilities of a unit owner under 11 12 this Act, the condominium instruments, or the rules and 13 regulations of the Association; and that such an attempted 14 assignment, delegation, transfer, surrender, or avoidance 15 shall be deemed void.

The provisions of this Section are applicable to all condominium instruments recorded under this Act. Any portion of a condominium instrument which contains provisions contrary to these provisions shall be void as against public policy and ineffective. Any such instrument which fails to contain the provisions required by this Section shall be deemed to incorporate such provisions by operation of law.

23 (Source: P.A. 102-162, eff. 1-1-22.)

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24 (765 ILCS 605/18.5) (from Ch. 30, par. 318.5)

Sec. 18.5. Master Associations.

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1 (a) If the declaration, other condominium instrument, or other duly recorded covenants provide that any of the powers 2 3 of the unit owners associations are to be exercised by or may be delegated to a nonprofit corporation or unincorporated 4 5 association that exercises those or other powers on behalf of one or more condominiums, or for the benefit of the unit owners 6 of one or more condominiums, such corporation or association 7 8 shall be a master association.

9 (b) There shall be included in the declaration, other 10 condominium instruments, or other duly recorded covenants 11 establishing the powers and duties of the master association 12 the provisions set forth in subsections (c) through (h).

In interpreting subsections (c) through (h), the courts should interpret these provisions so that they are interpreted consistently with the similar parallel provisions found in other parts of this Act.

17 (c) Meetings and finances.

18 (1) Each unit owner of a condominium subject to the 19 authority of the board of the master association shall 20 receive, at least 30 days prior to the adoption thereof by 21 the board of the master association, a copy of the 22 proposed annual budget.

(2) The board of the master association shall annually
 supply to all unit owners of condominiums subject to the
 authority of the board of the master association an
 itemized accounting of the common expenses for the

1 preceding year actually incurred or paid, together with a 2 tabulation of the amounts collected pursuant to the budget 3 or assessment, and showing the net excess or deficit of 4 income over expenditures plus reserves.

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5 (3) Each unit owner of a condominium subject to the 6 authority of the board of the master association shall 7 receive written notice mailed or delivered no less than 10 8 and no more than 30 days prior to any meeting of the board 9 of the master association concerning the adoption of the 10 proposed annual budget or any increase in the budget, or 11 establishment of an assessment.

12 (4) Meetings of the board of the master association 13 shall be open to any unit owner in a condominium subject to 14 the authority of the board of the master association, 15 except for the portion of any meeting held:

(A) to discuss litigation when an action against
or on behalf of the particular master association has
been filed and is pending in a court or administrative
tribunal, or when the board of the master association
finds that such an action is probable or imminent,

(B) to consider information regarding appointment,
 employment or dismissal of an employee, or

(C) to discuss violations of rules and regulations
of the master association or unpaid common expenses
owed to the master association.

26 Any vote on these matters shall be taken at a meeting or

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portion thereof open to any unit owner of a condominium subject to the authority of the master association.

3 Any unit owner may record the proceedings at meetings required to be open by this Act by tape, film or other 4 means; the board may prescribe reasonable rules and 5 regulations to govern the right to make such recordings. 6 7 Notice of meetings shall be mailed or delivered at least 8 48 hours prior thereto, unless a written waiver of such 9 notice is signed by the persons entitled to notice before 10 the meeting is convened. Copies of notices of meetings of the board of the master association shall be posted in 11 12 entranceways, elevators, or other conspicuous places in 13 the condominium at least 48 hours prior to the meeting of 14 the board of the master association. Where there is no 15 common entranceway for 7 or more units, the board of the master association may designate one or more locations in 16 17 the proximity of these units where the notices of meetings shall be posted. 18

19 (5) If the declaration provides for election by unit 20 owners of members of the board of directors in the event of 21 a resale of a unit in the master association, the 22 purchaser of a unit from a seller other than the developer 23 pursuant to an installment sales contract for purchase 24 shall, during such times as he or she resides in the unit, 25 be counted toward a quorum for purposes of election of 26 members of the board of directors at any meeting of the 10300HB4090ham003 -29- LRB103 32446 JRC 72317 a

unit owners called for purposes of electing members of the 1 board, and shall have the right to vote for the election of 2 members of the board of directors and to be elected to and 3 serve on the board of directors unless the seller 4 expressly retains in writing any or all of those rights. 5 In no event may the seller and purchaser both be counted 6 toward a quorum, be permitted to vote for a particular 7 8 office, or be elected and serve on the board. Satisfactory 9 evidence of the installment sales contract shall be made 10 available to the association or its agents. For purposes of this subsection, "installment sales contract" shall 11 have the same meaning as set forth in Section 5 of the 12 13 Installment Sales Contract Act and subsection (e) of 14 Section 1 of the Dwelling Unit Installment Contract Act.

15 (6) The board of the master association shall have the authority to establish and maintain a system of master 17 metering of public utility services and to collect 18 payments in connection therewith, subject to the 19 requirements of <u>Section 1.5 of the Residential Property</u> 20 Utility Service the Tenant Utility Payment Disclosure Act.

(7) The board of the master association or a common interest community association shall have the power, after notice and an opportunity to be heard, to levy and collect reasonable fines from members for violations of the declaration, bylaws, and rules and regulations of the master association or the common interest community 1association. Nothing contained in this subdivision (7)2shall give rise to a statutory lien for unpaid fines.

3 (8) Other than attorney's fees, no fees pertaining to the collection of a unit owner's financial obligation to 4 5 the Association, including fees charged by a manager or managing agent, shall be added to and deemed a part of an 6 owner's respective share of the common expenses unless: 7 8 (i) the managing agent fees relate to the costs to collect 9 common expenses for the Association; (ii) the fees are set 10 forth in a contract between the managing agent and the 11 Association; and (iii) the authority to add the management fees to an owner's respective share of the common expenses 12 13 is specifically stated in the declaration or bylaws of the 14 Association.

15 (d) Records.

16 (1) The board of the master association shall maintain 17 the following records of the association and make them 18 available for examination and copying at convenient hours 19 of weekdays by any unit owners in a condominium subject to 20 the authority of the board or their mortgagees and their 21 duly authorized agents or attorneys:

22 (i) Copies of the recorded declaration, other 23 condominium instruments, other duly recorded covenants 24 and bvlaws and any amendments, articles of 25 incorporation of the master association, annual 26 reports and any rules and regulations adopted by the 10300HB4090ham003 -31- LRB103 32446 JRC 72317 a

master association or its board shall be available. Prior to the organization of the master association, the developer shall maintain and make available the records set forth in this subdivision (d)(1) for examination and copying.

Detailed 6 (ii) and accurate records in 7 chronological order of the receipts and expenditures 8 affecting the common areas, specifying and itemizing 9 the maintenance and repair expenses of the common 10 areas and any other expenses incurred, and copies of 11 all contracts, leases, or other agreements entered 12 into by the master association, shall be maintained.

(iii) The minutes of all meetings of the master
association and the board of the master association
shall be maintained for not less than 7 years.

16 (iv) Ballots and proxies related thereto, if any, 17 for any election held for the board of the master 18 association and for any other matters voted on by the 19 unit owners shall be maintained for not less than one 20 year.

(v) Such other records of the master association
as are available for inspection by members of a
not-for-profit corporation pursuant to Section 107.75
of the General Not For Profit Corporation Act of 1986
shall be maintained.

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(vi) With respect to units owned by a land trust,

1 if a trustee designates in writing a person to cast 2 votes on behalf of the unit owner, the designation 3 shall remain in effect until a subsequent document is 4 filed with the association.

5 (2) Where a request for records under this subsection 6 is made in writing to the board of managers or its agent, 7 failure to provide the requested record or to respond 8 within 30 days shall be deemed a denial by the board of 9 directors.

10 (3) A reasonable fee may be charged by the master11 association or its board for the cost of copying.

12 (4) If the board of directors fails to provide records 13 properly requested under subdivision (d)(1) within the 14 time period provided in subdivision (d)(2), the unit owner 15 may seek appropriate relief, including an award of 16 attorney's fees and costs.

(e) The board of directors shall have standing and capacity to act in a representative capacity in relation to matters involving the common areas of the master association or more than one unit, on behalf of the unit owners as their interests may appear.

(f) Administration of property prior to election of the initial board of directors.

(1) Until the election, by the unit owners or the
boards of managers of the underlying condominium
associations, of the initial board of directors of a

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1 master association whose declaration is recorded on or 2 after August 10, 1990, the same rights, titles, powers, 3 privileges, trusts, duties and obligations that are vested 4 in or imposed upon the board of directors by this Act or in 5 the declaration or other duly recorded covenant shall be 6 held and performed by the developer.

(2) The election of the initial board of directors of 7 8 a master association whose declaration is recorded on or 9 after August 10, 1990, by the unit owners or the boards of 10 managers of the underlying condominium associations, shall 11 be held not later than 60 days after the conveyance by the developer of 75% of the units, or 3 years after the 12 13 recording of the declaration, whichever is earlier. The developer shall give at least 21 days notice of the 14 15 meeting to elect the initial board of directors and shall 16 upon request provide to any unit owner, within 3 working 17 days of the request, the names, addresses, and weighted vote of each unit owner entitled to vote at the meeting. 18 19 Any unit owner shall upon receipt of the request be 20 provided with the same information, within 10 days of the 21 request, with respect to each subsequent meeting to elect members of the board of directors. 22

(3) If the initial board of directors of a master
 association whose declaration is recorded on or after
 August 10, 1990 is not elected by the unit owners or the
 members of the underlying condominium association board of

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1 managers at the time established in subdivision (f)(2), 2 the developer shall continue in office for a period of 30 3 days, whereupon written notice of his resignation shall be 4 sent to all of the unit owners or members of the underlying 5 condominium board of managers entitled to vote at an 6 election for members of the board of directors.

7 (4) Within 60 days following the election of a 8 majority of the board of directors, other than the 9 developer, by unit owners, the developer shall deliver to 10 the board of directors:

11 (i) All original documents as recorded or filed pertaining to the property, its administration, and 12 13 the association, such as the declaration, articles of 14 incorporation, other instruments, annual reports, 15 minutes, rules and regulations, and contracts, leases, 16 or other agreements entered into by the association. 17 If any original documents are unavailable, a copy may provided if certified by affidavit of 18 be the 19 developer, or an officer or agent of the developer, as 20 being a complete copy of the actual document recorded or filed. 21

(ii) A detailed accounting by the developer,
setting forth the source and nature of receipts and
expenditures in connection with the management,
maintenance and operation of the property, copies of
all insurance policies, and a list of any loans or

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advances to the association which are outstanding.

(iii) Association funds, which shall have been at all times segregated from any other moneys of the developer.

5 (iv) A schedule of all real or personal property, 6 equipment and fixtures belonging to the association, 7 including documents transferring the property, 8 warranties, if any, for all real and personal property 9 and equipment, deeds, title insurance policies, and 10 all tax bills.

11 (v) A list of all litigation, administrative action and arbitrations involving the association, any 12 13 notices of governmental bodies involving actions taken 14 or which may be taken concerning the association, 15 architectural drawings engineering and and 16 as approved by any governmental specifications authority, all other documents filed with any other 17 governmental authority, all governmental certificates, 18 19 correspondence involving enforcement of anv 20 association requirements, copies of any documents 21 relating to disputes involving unit owners, and 22 originals of all documents relating to everything 23 listed in this subparagraph.

(vi) If the developer fails to fully comply with
this paragraph (4) within the 60 days provided and
fails to fully comply within 10 days of written demand

mailed by registered or certified mail to his or her 1 last known address, the board may bring an action to 2 3 compel compliance with this paragraph (4). If the court finds that any of the required deliveries were 4 5 not made within the required period, the board shall be entitled to recover its reasonable attorneys' fees 6 and costs incurred from and after the date of 7 8 expiration of the 10 day demand.

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9 With respect to any master association whose (5) 10 declaration is recorded on or after August 10, 1990, any contract, lease, or other agreement made prior to the 11 election of a majority of the board of directors other 12 13 than the developer by or on behalf of unit owners or 14 underlying condominium associations, the association or 15 the board of directors, which extends for a period of more than 2 years from the recording of the declaration, shall 16 17 be subject to cancellation by more than 1/2 of the votes of the unit owners, other than the developer, cast at a 18 19 special meeting of members called for that purpose during 20 a period of 90 days prior to the expiration of the 2 year 21 period if the board of managers is elected by the unit 22 owners, otherwise by more than 1/2 of the underlying 23 condominium board of managers. At least 60 days prior to 24 the expiration of the 2 year period, the board of directors, or, if the board is still under developer 25 26 control, then the board of managers or the developer shall 10300HB4090ham003 -37- LRB103 32446 JRC 72317 a

1 send notice to every unit owner or underlying condominium board of managers, notifying them of this provision, of 2 3 what contracts, leases and other agreements are affected, and of the procedure for calling a meeting of the unit 4 5 owners or for action by the underlying condominium board of managers for the purpose of acting to terminate such 6 contracts, leases or other agreements. During the 90 day 7 8 period the other party to the contract, lease, or other agreement shall also have the right of cancellation. 9

10 (6) The statute of limitations for any actions in law 11 or equity which the master association may bring shall not 12 begin to run until the unit owners or underlying 13 condominium board of managers have elected a majority of 14 the members of the board of directors.

(g) In the event of any resale of a unit in a master association by a unit owner other than the developer, the owner shall obtain from the board of directors and shall make available for inspection to the prospective purchaser, upon demand, the following:

20 (1) A copy of the declaration, other instruments and21 any rules and regulations.

(2) A statement of any liens, including a statement of
 the account of the unit setting forth the amounts of
 unpaid assessments and other charges due and owing.

25 (3) A statement of any capital expenditures
 26 anticipated by the association within the current or

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succeeding 2 fiscal years.

2 (4) A statement of the status and amount of any 3 reserve for replacement fund and any portion of such fund 4 earmarked for any specified project by the board of 5 directors.

6 (5) A copy of the statement of financial condition of 7 the association for the last fiscal year for which such a 8 statement is available.

9 (6) A statement of the status of any pending suits or 10 judgments in which the association is a party.

(7) A statement setting forth what insurance coverageis provided for all unit owners by the association.

13 (8) A statement that any improvements or alterations 14 made to the unit, or any part of the common areas assigned 15 thereto, by the prior unit owner are in good faith 16 believed to be in compliance with the declaration of the 17 master association.

18 The principal officer of the unit owner's association or 19 such other officer as is specifically designated shall furnish 20 the above information when requested to do so in writing, 21 within 30 days of receiving the request.

A reasonable fee covering the direct out-of-pocket cost of copying and providing such information may be charged by the association or its board of directors to the unit seller for providing the information.

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(g-1) The purchaser of a unit of a common interest

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1 community at a judicial foreclosure sale, other than a mortgagee, who takes possession of a unit of a common interest 2 3 community pursuant to a court order or a purchaser who 4 acquires title from a mortgagee shall have the duty to pay the 5 proportionate share, if any, of the common expenses for the 6 unit that would have become due in the absence of any assessment acceleration during the 6 months immediately 7 8 preceding institution of an action to enforce the collection 9 of assessments and the court costs incurred by the association 10 in an action to enforce the collection that remain unpaid by 11 the owner during whose possession the assessments accrued. If the outstanding assessments and the court costs incurred by 12 13 the association in an action to enforce the collection are 14 paid at any time during any action to enforce the collection of 15 assessments, the purchaser shall have no obligation to pay any 16 assessments that accrued before he or she acquired title. The notice of sale of a unit of a common interest community under 17 subsection (c) of Section 15-1507 of the Code of Civil 18 19 Procedure shall state that the purchaser of the unit other 20 than a mortgagee shall pay the assessments and court costs 21 required by this subsection (q-1).

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(h) Errors and omissions.

(1) If there is an omission or error in the
declaration or other instrument of the master association,
the master association may correct the error or omission
by an amendment to the declaration or other instrument, as

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may be required to conform it to this Act, to any other 1 applicable statute, or to the declaration. The amendment 2 3 shall be adopted by vote of two-thirds of the members of the board of directors or by a majority vote of the unit 4 owners at a meeting called for that purpose, unless the 5 declaration of the master association 6 or the Act 7 specifically provides for greater percentages or different 8 procedures.

9 (2) If, through a scrivener's error, a unit has not 10 been designated as owning an appropriate undivided share of the common areas or does not bear an appropriate share 11 12 of the common expenses, or if all of the common expenses or all of the common elements in the condominium have not 13 14 been distributed in the declaration, so that the sum total 15 of the shares of common areas which have been distributed or the sum total of the shares of the common expenses fail 16 17 to equal 100%, or if it appears that more than 100% of the common elements or common expenses have been distributed, 18 19 the error may be corrected by operation of law by filing an 20 amendment to the declaration, approved by vote of two-thirds of the members of the board of directors or a 21 22 majority vote of the unit owners at a meeting called for 23 that purpose, which proportionately adjusts all percentage 24 interests so that the total is equal to 100%, unless the 25 declaration specifically provides for а different 26 procedure or different percentage vote by the owners of

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1 the units and the owners of mortgages thereon affected by 2 modification being made in the undivided interest in the 3 common areas, the number of votes in the unit owners 4 association or the liability for common expenses 5 appertaining to the unit.

(3) If an omission or error or a scrivener's error in 6 7 the declaration or other instrument is corrected by vote 8 of two-thirds of the members of the board of directors 9 pursuant to the authority established in subdivisions 10 (h) (1) or (h) (2) of this Section, the board, upon written petition by unit owners with 20% of the votes of the 11 12 association or resolutions adopted by the board of 13 managers or board of directors of the condominium and 14 common interest community associations which select 20% of 15 the members of the board of directors of the master association, whichever is applicable, received within 30 16 17 days of the board action, shall call a meeting of the unit owners or the boards of the condominium and common 18 19 interest community associations which select members of 20 the board of directors of the master association within 30 21 days of the filing of the petition or receipt of the 22 condominium and common interest community association 23 resolution to consider the board action. Unless a majority 24 of the votes of the unit owners of the association are cast 25 at the meeting to reject the action, or board of managers 26 or board of directors of condominium and common interest

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community associations which select over 50% of the members of the board of the master association adopt resolutions prior to the meeting rejecting the action of the board of directors of the master association, it is ratified whether or not a quorum is present.

(4) The procedures for amendments set forth in this 6 7 subsection (h) cannot be used if such an amendment would 8 materially or adversely affect property rights of the unit 9 owners unless the affected unit owners consent in writing. 10 This Section does not restrict the powers of the association to otherwise amend the declaration, bylaws, or 11 12 other condominium instruments, but authorizes a simple 13 process of amendment requiring a lesser vote for the 14 purpose of correcting defects, errors, or omissions when 15 the property rights of the unit owners are not materially or adversely affected. 16

17 (5) If there is an omission or error in the declaration or other instruments that may not be corrected 18 19 by an amendment procedure set forth in subdivision (h)(1) or (h)(2) of this Section, then the circuit court in the 20 21 county in which the master association is located shall 22 have jurisdiction to hear a petition of one or more of the 23 unit owners thereon or of the association, to correct the 24 error or omission, and the action may be a class action. 25 court may require that one or more methods of The 26 correcting the error or omission be submitted to the unit

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1 owners to determine the most acceptable correction. All unit owners in the association must be joined as parties 2 3 to the action. Service of process on owners may be by publication, but the plaintiff shall furnish all unit 4 5 owners not personally served with process with copies of the petition and final judgment of the court by certified 6 7 mail, return receipt requested, at their last known address. 8

Nothing contained in this Section shall 9 (6) be 10 construed to invalidate any provision of a declaration authorizing the developer to amend an instrument prior to 11 the latest date on which the initial membership meeting of 12 13 the unit owners must be held, whether or not it has 14 actually been held, to bring the instrument into 15 compliance with the legal requirements of the Federal National Mortgage Association, the Federal Home Loan 16 17 Mortgage Corporation, the Federal Housing Administration, United States Veterans Administration or their 18 the 19 respective successors and assigns.

(i) The provisions of subsections (c) through (h) are applicable to all declarations, other condominium instruments, and other duly recorded covenants establishing the powers and duties of the master association recorded under this Act. Any portion of a declaration, other condominium instrument, or other duly recorded covenant establishing the powers and duties of a master association which contains provisions 10300HB4090ham003 -44- LRB103 32446 JRC 72317 a

1 contrary to the provisions of subsection (c) through (h) shall 2 be void as against public policy and ineffective. Any 3 declaration, other condominium instrument, or other duly 4 recorded covenant establishing the powers and duties of the 5 master association which fails to contain the provisions 6 required by subsections (c) through (h) shall be deemed to 7 incorporate such provisions by operation of law.

8 (j) (Blank).

9 (Source: P.A. 100-416, eff. 1-1-18.)

10 Section 15. The Rental Property Utility Service Act is 11 amended by changing the title of the Act and Section 0.01 and 12 by adding Section 1.5 as follows:

13 (765 ILCS 735/Act title)

An Act <u>concerning residential</u> providing remedies for lessees in relation to the failure of lessors to pay for utility services.

17 (765 ILCS 735/0.01) (from Ch. 80, par. 61)

Sec. 0.01. Short title. This Act may be cited as the <u>Residential</u> Rental Property Utility Service Act.

20 (Source: P.A. 86-1324.)

21 (765 ILCS 735/1.5 new)

22 <u>Sec. 1.5. Payment for master metered public utility</u>

1 <u>services</u>.

(a) No landlord may demand payment for master metered 2 public utility services pursuant to a lease provision 3 4 providing for tenant payment of a proportionate share of 5 public utility service without the landlord first providing 6 the tenant with a copy in writing either as part of the lease or another written agreement of the formula used by the 7 landlord for allocating the public utility payments among the 8 9 tenants. The total of payments under the formula for the 10 building as a whole for a billing period may not exceed the sum demanded by the public utility. The formula shall include all 11 those that use that public utility service and may reflect 12 13 variations in apartment size or usage. The landlord shall also 14 make available to the tenant upon request a copy of the public 15 utility bill for any billing period for which payment is demanded. Nothing herein shall preclude a landlord from 16 leasing property to a tenant, including the cost of utilities, 17 for a rental which does not segregate or allocate the cost of 18 19 the utilities.

20 (b) No condominium or common interest community 21 association may demand payment for master metered public 22 utility services from a unit owner of a proportionate share 23 for public utility service without the condominium or common 24 interest community association first providing the unit owner 25 with a copy in writing of the formula used by the association 26 for allocating the public utility payments among the unit

| 1 | owners. The total of payments under the formula for the |
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| 2 | association as a whole for the annual budgeted billing period |
| 3 | may not exceed the sum demanded by the public utility, |
| 4 | however, the board of directors of the association may direct |
| 5 | that any payments received by the association in excess of |
| 6 | actual utility bills be applied to other budgeted items having |
| 7 | a deficit, or be applied to the association's reserve fund, or |
| 8 | be credited to the account of the unit owners for the following |
| 9 | year's budget. The formula shall include all those that use |
| 10 | that public utility service and may reflect, but is not |
| 11 | limited to, percent interest, unit size, or usage. The |
| 12 | condominium or common interest community association shall |
| 13 | also make available to the unit owner upon request a copy of |
| 14 | the public utility bill for any billing period for which |
| 15 | payment is demanded. A condominium association shall have the |
| 16 | right to establish and maintain a system of master metering of |
| 17 | public utility services pursuant to Sections 18 and 18.5 of |
| 18 | the Condominium Property Act. A common interest community |
| 19 | association shall have the right to establish and maintain a |
| 20 | system of master metering of public utility services pursuant |
| 21 | to Section 1-45 of the Common Interest Community Association |
| 22 | Act. Nothing in this Act shall be construed as giving a common |
| 23 | interest community association the right to establish a system |
| 24 | of master metering or submetering of public utility services. |
| 25 | (c) A municipality may request a copy in writing of the |
| 26 | formula used by the landlord or condominium or common interest |

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| 1 | community association for allocating the public utility |
|---|--|
| 2 | payments among the unit owners. The landlord or condominium or |
| 3 | common interest community association shall respond within 30 |
| 4 | calendar days of receiving the municipality's request. |
| 5 | (d) Treble damages available to residential tenants under |
| 6 | Section 1.3 of this Act are not applicable to alleged |
| 7 | violations of this Section. |
| | |
| 8 | (765 ILCS 740/Act rep.) |
| 9 | Section 20. The Tenant Utility Payment Disclosure Act is |
| | |

10 repealed.".