## 95TH GENERAL ASSEMBLY

## State of Illinois

## 2007 and 2008

#### HB1681

Introduced 2/22/2007, by Rep. Elaine Nekritz - Angelo Saviano

### SYNOPSIS AS INTRODUCED:

New Act 5 ILCS 80/4.28 new 765 ILCS 605/18.4

from Ch. 30, par. 318.4

Creates the Residential Unit Managers Licensure Act. Provides for the licensure of individuals who administer, for compensation, the coordination of financial, administrative, and maintenance duties for associations in which membership is a condition of ownership or shareholder interest of a unit in a residential condominium, cooperative, townhouse, villa, or other residential unit. Creates the Residential Unit Managers Advisory Board under the authority of the Department of Financial and Professional Regulation. Grants rulemaking authority to the Department. Preempts home rule. Amends the Regulatory Sunset Act to set a repeal date of January 1, 2018 for the Residential Unit Managers Licensure Act. Amends the Condominium Property Act to make a related change. Effective January 1, 2008.

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CORRECTIONAL BUDGET AND IMPACT NOTE ACT MAY APPLY FISCAL NOTE ACT MAY APPLY HOME RULE NOTE ACT MAY APPLY HB1681

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AN ACT concerning regulation.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 1. Short title. This Act may be cited as the
Residential Unit Managers Licensure Act.

6 Section 5. Legislative intent. The intent of the General 7 Assembly in enacting this statute is to protect the public 8 interest by requiring that persons engaged in the practice of 9 managing residential unit owners associations, as defined by 10 this Act, be qualified and that a public authority competent to 11 determine the qualifications of such managers be established.

12 Section 10. Definitions. In this Act:

13 "Board" means the Residential Unit Managers Advisory 14 Board.

15 "Department" means the Department of Financial and16 Professional Regulation.

17 "Manager-in-training" means any individual who is training 18 to become a residential unit manager and is under the 19 supervision of a residential unit manager licensed under this 20 Act. During the training period, a "manager-in-training" may 21 not be licensed and may not have signatory authority on any 22 unit owners association bank account. After a period of one 1 year, a "manager-in-training" is required to be licensed under 2 this Act.

unit 3 "Residential manager" means an individual who administers, for compensation, the coordination of financial, 4 5 administrative, and maintenance duties for a unit owners 6 association and performs other duties called for in the 7 management contract. "Residential unit manager" includes 8 individuals who are direct employees of a unit owners 9 association. "Residential unit manager" does not include the 10 support staff of a unit owners association, such as 11 bookkeepers, administrative assistants, secretaries, property 12 inspectors, customer service representatives, or 13 managers-in-training.

14 "Secretary" means the Secretary of Financial and 15 Professional Regulation.

"Unit owners association" means an association in which membership is a condition of ownership or shareholder interest of a unit in a residential condominium, cooperative, townhouse, villa, or other unit that is part of a residential development plan and that is authorized to impose an assessment and other costs that may become a lien on the unit or lot.

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Section 15. License required.

(a) Beginning July 1, 2008, it is unlawful for a person to
 provide management services to unit owners associations in
 Illinois or to hold himself or herself out as a residential

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unit manager, unless he or she is licensed under this Act.

2 (b) Any person who violates any provision of this Act is, 3 for the first offense, guilty of a business offense and shall 4 be fined not less than \$500 nor more than \$2,5000. For a second 5 or subsequent offense, the person is guilty of a Class A 6 misdemeanor. Each day a violation continues constitutes a 7 separate offense.

8 Section 20. Exemptions. Except as otherwise provided, the 9 provisions of this Act do not apply to:

10 (1) A licensed attorney acting solely as an incident to11 the practice of law.

12 (2) Any person acting under a court order or under the
13 authority of a will or of a trust instrument as a receiver,
14 trustee in bankruptcy, administrator, executor, or
15 guardian.

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(3) Employees of a developer.

17 (4) Managers of commercial or other non-residential18 condominiums.

19 Section 25. Residential Unit Managers Advisory Board.

(a) There is created under the authority of the Department the Residential Unit Managers Advisory Board, which shall consist of 5 members appointed by the Secretary who are residents of this State. Two members of the Board shall be licensees under this Act, except that in the case of initial appointments, these Board members shall meet the requirements for licensure under this Act and shall have obtained licensure within 6 months after the effective date of this Act; 2 shall be members of a unit owners association; and one shall be a knowledgeable public member who is not licensed under this Act or any Act administered by the Department. The Board shall elect a chairperson and vice-chairperson.

8 (b) In making appointments, the Secretary shall consider 9 the recommendations of members of the profession and statewide 10 organizations representing unit owners associations.

11 (c) Members shall serve 4-year terms, except that of the 12 initial appointments, one member shall serve for 2 years, 2 13 members for 3 years, and 2 members for 4 years. Members shall 14 serve until their successors are appointed. No member shall 15 serve for more than 2 successive terms. Appointments to fill 16 vacancies shall be made in the same manner as the original 17 appointments for the unexpired portion of the vacated term.

(d) A member of the Board may be removed for cause. A member subject to formal disciplinary proceedings shall disqualify himself or herself from all Board business until the charge is resolved. A member also shall disqualify himself or herself from any matter on which the member cannot act objectively.

(e) The members of the Board shall each receive as
 compensation a reasonable sum as determined by the Secretary
 for each day actually engaged in the duties of the office and

each member shall receive reimbursement as set by the Governor's Travel Control Board for all legitimate and necessary expenses incurred in attending the meetings of the Board.

5 (f) A majority of the Board members currently appointed 6 constitutes a quorum. A vacancy in the membership of the Board 7 does not impair the right of a quorum to exercise all of the 8 rights and perform all of the duties of the Board.

9 (g) Board members are not liable for their acts, omissions, 10 decisions, or other conduct in connection with their duties on 11 the Board, except those determined to be willful, wanton, or 12 intentional misconduct.

13 (h) The Secretary may consider the recommendations of the 14 Board in establishing guidelines for professional conduct, the 15 conduct of formal disciplinary proceedings brought under this 16 Act, and the qualifications of applicants. Notice of proposed 17 rulemaking shall be transmitted to the Board and the Department shall review the response of the Board and any recommendations 18 19 made in the response. The Department, at any time, may seek the 20 expert advice and knowledge of the Board on any matter relating to the administration or enforcement of this Act. 21

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Section 30. Qualifications.

(a) An applicant for licensure as a residential unitmanager must meet the following requirements:

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(1) be a citizen of the United States;

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(2) have attained the age of 21;

2 (3) never have been convicted of a felony; and

(4) have either:

examination covering 4 (A) passed an the 5 fundamentals of community association management, 6 including the Condominium Property Act, the General Not-for-Profit Corporation Act of 1986, and any other 7 8 laws the Department deems appropriate as it relates to 9 residential unit management; or

10 (B) furnished evidence satisfactory to the 11 Department establishing, by experience or education, 12 that the applicant is qualified to hold a license; and 13 (5) have met any additional requirements established 14 by the Department.

(b) Any individual who has been employed in the management of unit owners associations in Illinois for a period of at least 5 years immediately prior to the effective date of this Act shall be deemed qualified and exempt from the examination requirement set forth in this Act.

20 Section 35. License expiration; renewal; restoration; 21 reinstatement.

(a) Licenses issued under this Act shall expire every 4
years on a date established by the Department and may be
renewed upon the payment of a renewal fee established by the
Department.

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1 (b) A licensee may have an expired license restored within 2 one year after the date of its expiration by making written 3 application to the Department for restoration and paying a 4 restoration fee.

5 (c) If a person fails to have his or her license restored 6 within the one-year period set forth in subsection (b) of this 7 Section, the person may reinstate the license within 4 years 8 after the date of expiration by making written application to 9 the Department for reinstatement, paying a fee, and providing 10 proof to the Department of his or her continued professional 11 competence.

12 (d) If a person fails to have his or her license reinstated 13 within the 4-year period set forth in subsection (c) of this Section, the person may not be reinstated unless he or she 14 15 fulfills and meets the requirements and conditions required of 16 applicant applying for initial licensure, which an 17 shall include requirements retaking and successfully completing the licensing examination. 18

(e) Any person who performs residential unit management services with an expired license shall be practicing in violation of this Act and shall be subject to the sanctions authorized by this Act. The Department may refuse to reactivate or reinstate any expired license for conduct that constitutes a violation of any provision of this Act.

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Section 40. Fidelity bonds; segregation of accounts. A

licensee or the management firm with which the licensee is employed may not solely and exclusively have access to and disburse the funds of a unit owners association unless all of the following conditions apply:

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(1) There is a fidelity bond in place.

6 (2) The fidelity bond is in an amount not less than all 7 moneys of that association.

8 (3) The fidelity bond covers the licensee and all 9 partners, officers, and employees of the management firm 10 with whom the licensee is employed during the term of the 11 bond as well as the association officers, secretaries, and 12 employees of each unit owners association serviced.

13 (4) The insurance company issuing the bond may not
14 cancel or refuse to renew the bond without giving not less
15 than 10 days prior written notice.

16 (5) The unit owners association secures and pays for 17 the bond.

18 Section 45. Standing. Only the duly appointed or elected 19 governing body of a unit owners association based upon a duly 20 adopted resolution shall have standing to file a compliant 21 before the Department.

22 Section 50. Defamation. Notwithstanding any other 23 provision of law, it is not a defense in any defamation suit 24 brought by a residential unit manager or management firm that

1 the residential unit manager or management firm is deemed a
2 public or limited public figure.

3 Section 55. Disciplinary action. The Department may refuse 4 to issue or renew, or may revoke, suspend, place on probation, 5 reprimand, or take other disciplinary action as the Department 6 deems appropriate, including the issuance of fines not to 7 exceed \$2,500 for each violation, with regard to any license 8 for any one or both of the following:

9 (1) the commission of a felony or offense involving 10 moral turpitude or unprofessional conduct. "Unprofessional 11 conduct" includes violating the guidelines of professional 12 conduct established by the Department or any provision of 13 this Act.

14 (2) the failure to cooperate with the Department in the 15 investigation of а complaint, including without 16 limitation, failure to produce any document, book, or record, including financial records in the possession or 17 18 control of the residential unit manager after the 19 Department requests production of that document, book, or 20 record.

21 Section 60. Fees; deposit of fees. The Department shall, by 22 rule, establish a schedule of fees for the administration and 23 enforcement of this Act. These fees shall be nonrefundable.

All of the fees and fines collected under this Act shall be

deposited into the General Professions Dedicated Fund. The 1 2 moneys deposited into the General Professions Dedicated Fund 3 under this Section must be used by the Department, as appropriate, for the ordinary and contingent expenses of the 4 5 Department. Moneys deposited in the General Professions 6 Dedicated Fund under this Section may be invested and 7 reinvested, with all earnings received from these investments 8 being deposited into that Fund and used for the same purposes 9 as the fees and fines deposited into that Fund.

10 Section 65. Change of information. If a licensee changes 11 his or her name, address, or employment from that which appears 12 on the current license, the licensee shall notify the 13 Department of the change within 30 days after it occurs.

14 Section 70. Powers and duties of Department.

15 (a) The Department shall exercise the powers and duties 16 prescribed by the Civil Administrative Code of Illinois and 17 shall exercise all other powers and duties set forth in this 18 Act.

(b) The Secretary shall, pursuant to recommendations of the Board, prescribe forms to be issued for the administration and enforcement of this Act and establish guidelines for professional conduct for licensees under this Act.

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Section 75. Rulemaking. The Department shall adopt rules

necessary for the administration and enforcement of this Act, 1 2 including rules concerning standards for licensure, 3 professional conduct, the imposition of fees, and recommendations for any disciplinary action. The Department 4 5 shall consult with the Board prior to adopting any rule. Proposed rules shall be transmitted, prior to publication in 6 7 the Illinois Register to the Board, and the Department shall 8 review the Board's recommendations and shall notify the Board 9 with any explanation of any deviations from the Board's 10 recommendations.

Section 80. Violations; injunction; cease and desist order.

(a) If any person violates the provisions of this Act, the 13 14 Secretary may, in the name of the People of the State of 15 Illinois, through the Attorney General, petition for an order 16 enjoining the violation or for an order enforcing compliance with this Act. Upon the filing of a verified petition, the 17 18 court with appropriate jurisdiction may issue a temporary 19 restraining order without notice or bond and may preliminarily and permanently enjoin the violation. If it is established that 20 21 the person has violated or is violating the injunction, the 22 court may punish the offender for contempt of court. Proceedings under this Section are in addition to all other 23 24 remedies and penalties provided by this Act.

25 (b) If any person holds himself or herself out as being a

licensed residential unit manager under this Act and is not licensed to do so, then any licensed residential unit manager, interested party, or any person injured thereby may petition for relief as provided in subsection (a) of this Section.

5 (c) Whenever, in the opinion of the Department, a person violates any provision of this Act, the Department may issue a 6 7 rule to show cause why an order to cease and desist should not 8 be entered against that person. The rule shall clearly set 9 forth the grounds relied upon by the Department and shall allow 10 at least 7 days from the date of the rule to file an answer 11 satisfactory to the Department. Failure to answer to the 12 satisfaction of the Department shall cause an order to cease and desist to be issued. 13

14 Section 85. Investigations; notice and hearing. The 15 Department may investigate the actions of any applicant or any 16 person holding or claiming to hold a license. The Department shall, before revoking, suspending, placing on probation, 17 reprimanding, or taking any other disciplinary action under the 18 provisions of this Act, at least 30 days prior to the date set 19 20 for the hearing, (i) notify the accused, in writing, of any 21 charges made and the time and place for the hearing on the 22 charges, (ii) direct him or her to file a written answer to the charges with the Department under oath within 20 days after 23 24 service of the notice, and (iii) inform the accused that, if he 25 or she fails to answer, default will be taken against him or

her or that his or her license may be suspended, revoked, or 1 2 placed on probationary status or other disciplinary action may 3 be taken with regard to the license, including limiting the scope, nature, or extent of his or her practice, as the 4 5 Department may deem proper. In case the person, after receiving 6 notice, fails to file an answer, his or her license may, in the discretion of the Department, be suspended, revoked, or placed 7 8 on probationary status or the Department may take whatever 9 disciplinary action it deems proper, including limiting the 10 scope, nature, or extent of the person's practice or imposing a 11 fine, without a hearing, if the act or acts charged constitute 12 sufficient grounds for such action under this Act. The written notice may be served by personal delivery or certified mail to 13 the address specified by the accused in his or her last 14 15 notification to the Department.

16 90. Record of proceedings; transcript. Section The Department, at its expense, shall preserve a record of all 17 proceedings at the formal hearing of any case. The notice of 18 hearing, the complaint, all other documents in the nature of 19 20 pleadings, written motions filed in the proceedings, the 21 transcript of testimony, the report of the hearing officer, and 22 orders of the Department shall be in the record of such proceeding. The Department shall furnish a transcript of the 23 24 record to any person interested in the hearing upon payment of the fee required under Section 2105-115 of the Department of 25

Professional Regulation Law of the Civil Administrative Code of
 Illinois.

3 Section 95. Subpoenas; depositions; oaths. The Department 4 has the power to subpoena and to bring before it any person and 5 to take testimony either orally or by deposition or both, with the same fees and mileage and in the same manner as prescribed 6 in civil cases in the courts of this State. The Secretary and 7 8 the designated hearing officer has the power to administer 9 oaths to witnesses at any hearing that the Department is 10 authorized to conduct and any other oaths authorized in any Act 11 administered by the Department.

12 Compelling testimony. Any court, Section 100. upon 13 application of the Department, a designated hearing officer, or 14 the applicant or licensee against whom proceedings under this 15 Act are pending, may enter an order requiring the attendance of witnesses and their testimony and the production of documents, 16 papers, files, books, and records in connection with any 17 18 hearing or investigation. The court may compel obedience to its order by proceedings for contempt. 19

20 Section 105. Findings and recommendations. At the 21 conclusion of the hearing, the hearing officer shall present to 22 the Secretary a written report of its findings of fact, 23 conclusions of law, and recommendations. The report shall

contain a finding as to whether the licensee violated this Act 1 2 or failed to comply with the conditions required in this Act. 3 The hearing officer shall specify the nature of the violation or failure to comply and shall make its recommendations to the 4 5 Secretary. The report of findings of fact, conclusions of law, and recommendations of the hearing officer shall be the basis 6 7 for the Department's order for refusal or for the granting of 8 license. Ιf the Secretary disagrees with the the 9 recommendations of the hearing officer, the Secretary may issue 10 an order in contravention of the hearing officer's 11 recommendations. The finding is not admissible in evidence 12 against the person in a criminal prosecution brought for a violation of this Act, but the hearing and findings are not a 13 bar to a criminal prosecution brought for a violation of this 14 15 Act.

16 Section 110. Secretary; rehearing. Whenever the Secretary 17 believes justice has not been done in the revocation, 18 suspension, or refusal to issue or renew a license or the 19 discipline of a licensee, he or she may order a rehearing.

20 Section 115. Appointment of a hearing officer. The 21 Secretary has the authority to appoint an attorney licensed to 22 practice law in the State of Illinois to serve as the hearing 23 officer in any action for refusal to issue or renew a license 24 or permit or to discipline a licensee. The hearing officer has

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full authority to conduct the hearing. The hearing officer shall report his or her findings of fact, conclusions of law, and recommendations to the Secretary.

4 Section 120. Order or certified copy; prima facie proof. An 5 order or certified copy thereof, over the seal of the 6 Department and purporting to be signed by the Secretary, is 7 prima facie proof that:

8 (1) the signature is the genuine signature of the 9 Secretary; and

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(2) the Secretary is duly appointed and qualified.

11 Section 125. Restoration of suspended or revoked license. 12 At any time after the suspension or revocation of a license, 13 the Department may restore it to the licensee, unless after an 14 investigation and hearing the Secretary determines that 15 restoration is not in the public interest.

Section 130. Surrender of license. Upon the revocation or suspension of a license, the licensee shall immediately surrender his or her license to the Department. If the licensee fails to do so, the Department has the right to seize the license.

Section 135. Summary suspension of license. The Secretary may summarily suspend the license of a residential unit manager

without a hearing, simultaneously with the institution of 1 2 proceedings for a hearing provided for in the provisions of this Act, if the Secretary finds that evidence in the 3 possession of the Secretary indicates that the continuation of 4 5 practice by the residential unit manager would constitute an 6 imminent danger to the public. In the event that the Secretary summarily suspends the license of an individual without a 7 hearing, a hearing must be held within 30 days after the 8 9 suspension has occurred.

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#### Section 140. Administrative review; venue.

(a) All final administrative decisions of the Department are subject to judicial review pursuant to the Administrative Review Law and its rules. The term "administrative decision" is defined as in Section 3-101 of the Code of Civil Procedure.

(b) Proceedings for judicial review shall be commenced in the circuit court of the county in which the party applying for review resides, but if the party is not a resident of Illinois, the venue shall be in Sangamon County.

19 Section 145. Certification of record; costs. The 20 Department shall not be required to certify any record to the 21 court, to file an answer in court, or to otherwise appear in any court in a judicial review proceeding, unless there is 22 23 filed in the court, with the complaint, a receipt from the 24 Department acknowledging payment of the costs of furnishing and 1 certifying the record. Failure on the part of the plaintiff to 2 file the receipt in court is grounds for dismissal of the 3 action.

Section 150. Violations. Unless otherwise specified, any
person found to have violated any provision of this Act is
guilty of a Class A misdemeanor.

7 Section 155. Illinois Administrative Procedure Act: 8 application. The Illinois Administrative Procedure Act is 9 hereby expressly adopted and incorporated in this Act as if all 10 of the provisions of such Act were included in this Act, except 11 that the provisions of paragraph (d) of Section 10-65 of the 12 Illinois Administrative Procedure Act, which provides that at 13 hearings the license holder has the right to show compliance 14 with all lawful requirements for retention, continuation, or 15 renewal of the certificate, is specifically excluded. For the purpose of this Act the notice required under Section 10-25 of 16 the Illinois Administrative Procedure Act is deemed sufficient 17 18 when mailed to the last known address of a party.

19 Section 160. Home rule. Pursuant to paragraph (h) of 20 Section 6 of Article VII of the Illinois Constitution of 1970 21 the power to regulate the licensing of residential unit 22 managers shall, except as may otherwise be provided within and 23 pursuant to the provisions of this Act, be exercised by the

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|----|-------------------------------------|--------------|---------------------------|
| 1  | State and may not be exerci         | .sed by any  | unit of local government, |
| 2  | including home rule units.          |              |                           |
|    |                                     |              |                           |
| 3  | Section 990. The Regula             | atory Sunset | Act is amended by adding  |
| 4  | Section 4.28 as follows:            |              |                           |
|    |                                     |              |                           |
| 5  | (5 ILCS 80/4.28 new)                |              |                           |
| 6  | Sec. 4.28. Act repeale              | d on Januai  | ry 1, 2018. The following |
| 7  | Act is repealed on January 1, 2018: |              |                           |
| 8  | The Residential Unit Ma             | anagers Lice | ensure Act.               |
|    |                                     |              |                           |
| 9  | Section 995. The Cond               | ominium Pro  | operty Act is amended by  |
| 10 | changing Section 18.4 as fo         | llows:       |                           |
|    |                                     |              |                           |
| 11 | (765 ILCS 605/18.4) (fr             | com Ch. 30,  | par. 318.4)               |
| 12 | Sec. 18.4. Powers and               | Duties of    | Board of Managers. The    |
| 13 | board of managers shall             | exercise :   | for the association all   |
| 14 | powers, duties and authori          | ty vested    | in the association by law |
| 15 | or the condominium instrum          | ents except  | for such powers, duties   |
| 16 | and authority reserved              | by law t     | o the members of the      |
| 17 | association. The powers as          | nd duties d  | of the board of managers  |
|    |                                     |              |                           |

18 shall include, but shall not be limited to, the following:

(a) To provide for the operation, care, upkeep,
maintenance, replacement and improvement of the common
elements. Nothing in this subsection (a) shall be deemed to
invalidate any provision in a condominium instrument

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placing limits on expenditures for the common elements, 1 2 provided, that such limits shall not be applicable to 3 expenditures for repair, replacement, or restoration of existing portions of the common elements. The term "repair, 4 restoration" 5 replacement or means expenditures to deteriorated or damaged portions of the property related to 6 7 the existing decorating, facilities, or structural or 8 mechanical components, interior or exterior surfaces, or 9 equipment with functional energy systems and the 10 equivalent of the original portions of such areas. 11 Replacement of the common elements may result in an 12 improvement over the original quality of such elements or 13 facilities; provided that, unless the improvement is 14 mandated by law or is an emergency as defined in item (iv) 15 of subparagraph (8) of paragraph (a) of Section 18, if the 16 improvement results in a proposed expenditure exceeding 5% 17 of the annual budget, the board of managers, upon written petition by unit owners with 20% of the votes of the 18 19 association delivered to the board within 14 days of the 20 board action to approve the expenditure, shall call a 21 meeting of the unit owners within 30 days of the date of 22 delivery of the petition to consider the expenditure. 23 Unless a majority of the total votes of the unit owners are cast at the meeting to reject the expenditure, it is 24 25 ratified.

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(b) To prepare, adopt and distribute the annual budget

for the property.

2 (c) To levy and expend assessments.

3 (d) To collect assessments from unit owners.

4 (e) To provide for the employment and dismissal of the
5 personnel necessary or advisable for the maintenance and
6 operation of the common elements; however, as to the
7 employment of an association manager, the board of managers
8 shall do so in compliance with the provisions of the
9 Residential Unit Managers Licensure Act.

10 (f) To obtain adequate and appropriate kinds of 11 insurance.

(g) To own, convey, encumber, lease, and otherwise deal
with units conveyed to or purchased by it.

14 (h) To adopt and amend rules and regulations covering 15 the details of the operation and use of the property, after 16 a meeting of the unit owners called for the specific 17 purpose of discussing the proposed rules and regulations. Notice of the meeting shall contain the full text of the 18 19 proposed rules and regulations, and the meeting shall 20 conform to the requirements of Section 18(b) of this Act, 21 except that no quorum is required at the meeting of the 22 unit owners unless the declaration, bylaws or other condominium instrument expressly provides to the contrary. 23 24 However, no rule or regulation may impair any rights 25 guaranteed by the First Amendment to the Constitution of the United States or Section 4 of Article I of the Illinois 26

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Constitution including, but not limited to, the free 1 exercise of religion, nor may any rules or regulations 2 3 conflict with the provisions of this Act or the condominium instruments. No rule or regulation shall prohibit any 4 5 reasonable accommodation for religious practices, including the attachment of religiously mandated objects 6 7 to the front-door area of a condominium unit.

8 (i) To keep detailed, accurate records of the receipts 9 and expenditures affecting the use and operation of the 10 property.

(j) To have access to each unit from time to time as may be necessary for the maintenance, repair or replacement of any common elements or for making emergency repairs necessary to prevent damage to the common elements or to other units.

(k) To pay real property taxes, special assessments,
and any other special taxes or charges of the State of
Illinois or of any political subdivision thereof, or other
lawful taxing or assessing body, which are authorized by
law to be assessed and levied upon the real property of the
condominium.

(1) To impose charges for late payment of a unit owner's proportionate share of the common expenses, or any other expenses lawfully agreed upon, and after notice and an opportunity to be heard, to levy reasonable fines for violation of the declaration, by-laws, and rules and HB1681

1 regulations of the association.

2 (m) Unless the condominium instruments expressly 3 provide to the contrary, by a majority vote of the entire 4 board of managers, to assign the right of the association 5 to future income from common expenses or other sources, and 6 to mortgage or pledge substantially all of the remaining 7 assets of the association.

8 (n) To record the dedication of a portion of the common 9 elements to a public body for use as, or in connection 10 with, a street or utility where authorized by the unit 11 owners under the provisions of Section 14.2.

12 (o) To record the granting of an easement for the laying of cable television cable where authorized by the 13 14 unit owners under the provisions of Section 14.3; to 15 obtain, if available and determined by the board to be in 16 the best interests of the association, cable television 17 service for all of the units of the condominium on a bulk identical service and equal cost per unit basis; and to 18 19 assess and recover the expense as a common expense and, if 20 so determined by the board, to assess each and every unit 21 on the same equal cost per unit basis.

(p) To seek relief on behalf of all unit owners when authorized pursuant to subsection (c) of Section 10 from or in connection with the assessment or levying of real property taxes, special assessments, and any other special taxes or changes of the State of Illinois or of any HB1681

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political subdivision thereof or of any lawful taxing or assessing body.

3 reasonably accommodate the needs (q) То of а handicapped unit owner as required by the federal Civil 4 5 Rights Act of 1968, the Human Rights Act and any applicable local ordinances in the exercise of its powers with respect 6 7 to the use of common elements or approval of modifications 8 in an individual unit.

9 (r) To accept service of a notice of claim for purposes 10 of the Mechanics Lien Act on behalf of each respective 11 member of the Unit Owners' Association with respect to 12 improvements performed pursuant to any contract entered 13 into by the Board of Managers or any contract entered into 14 prior to the recording of the condominium declaration 15 pursuant to this Act, for a property containing more than 8 16 units, and to distribute the notice to the unit owners 17 within 7 days of the acceptance of the service by the Board of Managers. The service shall be effective as if each 18 19 individual unit owner had been served individually with 20 notice.

In the performance of their duties, the officers and members of the board, whether appointed by the developer or elected by the unit owners, shall exercise the care required of a fiduciary of the unit owners.

The collection of assessments from unit owners by an association, board of managers or their duly authorized agents shall not be considered acts constituting a collection agency
 for purposes of the Collection Agency Act.

3 The provisions of this Section are applicable to all 4 condominium instruments recorded under this Act. Any portion of 5 a condominium instrument which contains provisions contrary to 6 these provisions shall be void as against public policy and 7 ineffective. Any such instrument that fails to contain the 8 provisions required by this Section shall be deemed to 9 incorporate such provisions by operation of law.

10 (Source: P.A. 94-384, eff. 1-1-06; 94-729, eff. 1-1-07.)

Section 999. Effective date. This Act takes effect January 1, 2008.