

2023 LEGISLATIVE UPDATE

A REVIEW OF NEW LAWS FROM THE 88TH LEGISLATIVE SESSION

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OF 2023 LEGISLATION

- All changes are effective on September 1, 2023, except:
- §209.0061, Association Fine Policy (HB 614),
 which will take effect January 1, 2024.

§ 209.0094 – ASSESSMENT LIEN FILING (HB 886)

- (c) Before a property owners' association files an assessment lien, the association must provide notices of delinquency in accordance with Subsections (d) and (e).
- (d) The <u>first notice</u> of delinquency must be provided:
- (I) by first class mail to the property owner's last known mailing address, as reflected in records maintained by the association; or
- (2) **by e-mail** to an e-mail address the property owner has provided to the property owners' association.

§ 209.0094 – ASSESSMENT LIEN FILING (CONT.)

(e) The <u>second notice</u> of delinquency must be provided by <u>certified mail, return receipt requested</u>, to the property owner's last known mailing address, as reflected in the records maintained by the association, not earlier than the 30th day after notice is given under Subsection (d).

§ 209.0094 – ASSESSMENT LIEN FILING (CONT.)

- (f) A property owners' association <u>may not file an assessment lien</u> <u>before the 90th day after</u> the date notice of delinquency was sent to the property owner under Subsection (e).
- (g) Subsections (c), (d), and (e) **do not apply** to a property owners' association providing a property owner covered by the Servicemembers Civil Relief Act (50 U.S.C. Section 3901 et seq.) the protections to which the owner is entitled under the Act.

§ 202.024 – PROHIBITING DISCRIMINATION AGAINST TENANT BASED ON METHOD OF PAYMENT (HB 1193)

- (a) In this section, "method of payment" includes payment made in whole or in part by:
- (I) a housing choice voucher under <u>Section 8</u>, United States Housing Act of 1937 (42 U.S.C. Section 1437f); or
- (2) <u>any other federal or state or local housing</u> <u>assistance</u> provided to a person or to a property owner on behalf of a person, including rental vouchers, rental assistance, or rental subsidies from a nongovernmental organization.

§ 202.024 – PROHIBITING DISCRIMINATION AGAINST TENANT BASED ON METHOD OF PAYMENT (CONT.)

(b) A property owners' association <u>may not include or</u> <u>enforce</u> a provision in a dedicatory instrument that prohibits or restricts a property owner from renting a dwelling to a person based on the person's method of payment.

§ 209.0061 – ASSOCIATION FINE POLICY (HB 614)

- (a) This section does not apply to a property owners' association that is not authorized by the association's dedicatory instrument to levy a fine.
- (b) A property owners' association board **shall adopt an enforcement policy** regarding the levying of fines by the property owners' association. The policy must include:
- (I) general categories of restrictive covenants for which the association may assess fines;
 - (2) a schedule of fines for each category of violation; and
 - (3) information regarding hearings described by Section 209.007.

§ 209.0061 – ASSOCIATION FINE POLICY (CONT.)

- (c) The enforcement policy adopted pursuant to Subsection (b) may reserve the board's authority to levy a fine from the schedule of fines that varies on a <u>case-by-case basis</u>.
- (d) Each property owners' association shall:
- (I) **provide a copy of the policy** to an owner of each property in the subdivision by:
- (A) posting the policy on an Internet website maintained by the property owners' association or an agent acting on behalf of the association and accessible to members of the association; or...

§ 209.0061 – ASSOCIATION FINE POLICY (CONT.)

- (B) <u>annually sending a copy of the policy</u>, separately or included in routine communication from the property owners' association to property owners, by:
 - (i) **hand delivery** to the owner;
- (ii) **first class mail** to the owner's last known mailing address; **or**
- (iii) <u>e-mail</u> to an e-mail address provided to the property owners' association by the owner; <u>and...</u>

§ 209.0061 – ASSOCIATION FINE POLICY (CONT.)

(2) make the policy available on any publicly accessible Internet website maintained by the property owners' association or an agent acting on behalf of the association.

VETOED BILL: SB 1668

- This bill was proposed to build on past legislation and add:
 - Management certification requirements for condominium owners' associations
 - Granting associations rights to restrict or prohibit certain placement for fences
 - Expanding eligibility for serving on an Architectural Review Authority (ACC)
- The Governor's Veto Statement identifies the reason for veto as the bill being "simply not as important as cutting property taxes."

DEFEATED BILLS: HB 92 & HB 276

Both bills prohibiting HOAs from preventing certain activities by property owners including raising chickens and rabbits, growing fruits and vegetables, and other "homesteading" activities were defeated in this legislative session.



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