## ONE HUNDRED FOURTH LEGISLATURE - FIRST SESSION - 2015 COMMITTEE STATEMENT LB304

**Hearing Date:** Tuesday February 03, 2015

Committee On: Urban Affairs Introducer: Hansen

One Liner: Adopt the Municipal Custodianship for Dissolved Homeowners Associations Act

## **Roll Call Vote - Final Committee Action:**

Advanced to General File with amendment(s)

Vote Results:

Aye: 7 Senators Coash, Crawford, Ebke, Hansen, Hughes, Krist, McCollister

Nay: Absent:

**Present Not Voting:** 

**Verbal Testimony:** 

Proponents:Representing:Matt HansenDistrict 26Chris ConnollyCity of Lincoln

Lynn Rex League of Nebraska Municipalities

Opponents: Representing:

Neutral: Representing:

Bob Hallstrom Nebraska Bankers Association

Jack Cheloha City of Omaha

## Summary of purpose and/or changes:

LB 304 would adopt the Municipal Custodianship for Dissolved Homeowners Associations Act. The Act provides a mechanism for a municipality to be appointed as custodian over a dissolved homeowners association (HOA), allowing the municipality to take over maintenance of any common areas which had previously been maintained by the HOA. The Act also provides a simple process for a dissolved HOA to apply for and achieve reinstatement.

## **Explanation of amendments:**

AM 286 makes a number of technical changes to the bill:

- Replaces the defined term "city" with the term "municipality"
- Adds a new defined term for "member"
- Provides a \$100 fee for a HOA seeking reinstatement after being dissolved for more than five years
- Limits the applicability of the Act to HOAs located within the corporate limits of a municipality
- Provides that HOA liens under municipal custodianship would be treated in the same manner as HOA liens

Sue Crawford, Chairperson