ASSEMBLY BILL NO. 21-ASSEMBLYMEN BACHE AND GIUNCHIGLIANI

Prefiled January 8, 1999

Referred to Committee on Judiciary

SUMMARY—Makes various changes relating to common-interest communities. (BDR 10-13)

FISCAL NOTE: Effect on Local Government: No. Effect on the State or on Industrial Insurance: No.

EXPLANATION - Matter in bolded italics is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to common-interest communities; providing for the use of secret ballots for voting in an election for the officers and members of the executive board of a unit-owners' association in certain common-interest communities; prohibiting discrimination in common-interest communities; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- **Section 1.** Chapter 116 of NRS is hereby amended by adding thereto a new section to read as follows:
- 1. After the secretary of a unit-owners' association has registered all 4 proxies to be used at a meeting of the association, upon request for a 5 secret ballot for the election of the officers and members of the executive board, all voting at the meeting of the association related to that election
- must be by secret ballot.
- 2. If a vote is taken by secret ballot, the president shall appoint tellers to count the ballots cast, unless the governing documents of the association provide otherwise.
- **Sec. 2.** NRS 116.1203 is hereby amended to read as follows: 11
- 116.1203 1. Except as otherwise provided in subsection 2, if a 12
- planned community: 13
 - (a) Contains no more than 12 units and is not subject to any
- developmental rights; or

- (b) Provides, in its declaration, that the annual average liability for
- 2 common expenses of all units restricted to residential purposes, exclusive of
- optional users' fees and any insurance premiums paid by the association,
- 4 may not exceed \$500 per unit,
- 5 [it] the planned community is subject only to NRS 116.1105, 116.1106 and
- 6 116.1107 unless the declaration provides that this entire chapter is
- 7 applicable.

35

- 8 2. Except for NRS 116.3104, 116.31043, 116.31046 and 116.31138,
- 9 the provisions of NRS 116.3101 to 116.3119, inclusive, and section 1 of
- 10 *this act*, and, [116.11031 to 16.110393, inclusive,] to the extent necessary
- in construing any of those sections, *NRS* 116.11031 to 116.110393,
- *inclusive*, apply to a residential planned community containing more than six units.
- Sec. 3. NRS 116.1204 is hereby amended to read as follows:
- 15 116.1204 Except as otherwise provided in NRS 116.1205, the
 - provisions of NRS 116.1105, 116.1106, 116.1107, 116.2103, 116.2104 and
- 17 116.2121, paragraphs (a) to (f), inclusive, and (k) to (r), inclusive, of
- subsection 1 of NRS 116.3102, NRS 116.3103, 116.31031, 116.31036,
- 19 116.3106, 116.31065, 116.3108 to 116.3111, inclusive, 116.31139,
- 20 116.31145 to 116.31168, inclusive, 116.3118, 116.4109, 116.41095 and
- 21 116.4117, and section 1 of this act, and, [NRS 116.11031 to 116.110393,
- 22 inclusive, to the extent necessary in construing any of those sections, NRS
- 23 **116.11031** to **116.110393**, *inclusive*, apply to a common-interest
- community created in this state before January 1, 1992, if the common-
- interest community levies an annual assessment against each unit in the
- common-interest community of \$500 or more on or after July 1, 1998.

 Sec. 4. Chapter 118 of NRS is hereby amended by adding thereto
- Sec. 4. Chapter 118 of NRS is hereby amended by adding thereto a new section to read as follows:
- 29 1. The provisions of NRS 118.010 to 118.120, inclusive, apply to a 30 common-interest community. The declaration and bylaws of a common-31 interest community may not contain any provision the application of 32 which would violate those statutory provisions.
- 2. As used in this section, "common-interest community" has the meaning ascribed to it in NRS 116.110323.
 - **Sec. 5.** NRS 118.010 is hereby amended to read as follows:
- 36 118.010 The provisions of NRS 118.010 to 118.120, inclusive, *and*
- 37 *section 4 of this act* may be cited as the Nevada Fair Housing Law.
- Sec. 6. Any declaration or bylaw of a common-interest community in
- effect on October 1, 1999, that does not conform to sections 1 and 4 of this
- act, as appropriate, shall be deemed to have been conformed to those
- 41 sections by operation of law. Notwithstanding any other provision of law to
- 42 the contrary, not later than October 1, 2000, any such provision of a

- declaration or bylaw must be changed to conform with section 1 or 4 of this act, as appropriate, and may be so changed without complying with the procedural requirements generally applicable to the adoption of an amendment to such a declaration or bylaw.