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COMMUNITY ASSOCIATION REGULATION AMENDMENTS

2022 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Wayne A. Harper

House Sponsor: A. Cory Maloy

• prohibits an association from establishing a rule prohibiting or restricting:



26	 a lot owner from displaying a for-sale sign; or
27	 the conversion of a grass parking strip to water-efficient landscaping;
28	 requires an association to establish a rule supporting water-efficient landscaping;
29	 amends provisions regarding association of unit owners records;
30	 enacts provisions regarding electric vehicle charging systems;
31	 amends provisions regarding solar energy systems; and
32	 makes technical and conforming changes.
33	Money Appropriated in this Bill:
34	None
35	Other Special Clauses:
36	None
37	Utah Code Sections Affected:
38	AMENDS:
39	57-8-8.1, as last amended by Laws of Utah 2021, Chapter 197
40	57-8-17, as last amended by Laws of Utah 2018, Chapter 395
41	57-8a-218, as last amended by Laws of Utah 2021, Chapters 102 and 197
42	57-8a-227, as last amended by Laws of Utah 2018, Chapter 395
43	57-8a-701, as enacted by Laws of Utah 2017, Chapter 424
44	ENACTS:
45	57-8-8.2 , Utah Code Annotated 1953
46	57-8a-801 , Utah Code Annotated 1953
47	57-8a-802 , Utah Code Annotated 1953
48 49	Be it enacted by the Legislature of the state of Utah:
50	Section 1. Section 57-8-8.1 is amended to read:
51	57-8-8.1. Equal treatment by rules required Limits on rules.
52	(1) (a) Except as provided in Subsection (1)(b), a rule shall treat similarly situated unit
53	owners similarly.
54	(b) Notwithstanding Subsection (1)(a), a rule may:
55	(i) vary according to the level and type of service that the association of unit owners
56	provides to unit owners;

57 (ii) differ between residential and nonresidential uses; or 58 (iii) for a unit that a unit owner leases for a term of less than 30 days, impose a 59 reasonable limit on the number of individuals that may use the common areas and facilities as 60 the rental unit tenant's guest or as the unit owner's guest. 61 (2) (a) If a unit owner owns a rental unit and is in compliance with the association of 62 unit owners' governing documents and any rule that the association of unit owners adopts under 63 Subsection (4), a rule may not treat the unit owner differently because the unit owner owns a 64 rental unit. 65 (b) Notwithstanding Subsection (2)(a), a rule may: (i) limit or prohibit a rental unit owner from using the common areas and facilities for 66 purposes other than attending an association meeting or managing the rental unit; 67 68 (ii) if the rental unit owner retains the right to use the association of unit owners' 69 common areas and facilities, even occasionally: 70 (A) charge a rental unit owner a fee to use the common areas and facilities; and 71 (B) for a unit that a unit owner leases for a term of less than 30 days, impose a 72 reasonable limit on the number of individuals that may use the common areas and facilities as 73 the rental unit tenant's guest or as the unit owner's guest; or 74 (iii) include a provision in the association of unit owners' governing documents that: 75 (A) requires each tenant of a rental unit to abide by the terms of the governing 76 documents; and 77 (B) holds the tenant and the rental unit owner jointly and severally liable for a violation 78 of a provision of the governing documents. 79 (3) (a) A rule may not interfere with the freedom of a unit owner to determine the 80 composition of the unit owner's household. 81 (b) Notwithstanding Subsection (3)(a), an association of unit owners may: 82 (i) require that all occupants of a dwelling be members of a single housekeeping unit; 83 or 84 (ii) limit the total number of occupants permitted in each residential dwelling on the 85 basis of the residential dwelling's: 86 (A) size and facilities; and 87 (B) fair use of the common areas and facilities.

88	(4) Unless contrary to a declaration, a rule may require a minimum lease term.
89	(5) Unless otherwise provided in the declaration, an association of unit owners may by
90	rule:
91	(a) regulate the use, maintenance, repair, replacement, and modification of common
92	areas and facilities;
93	(b) impose and receive any payment, fee, or charge for:
94	(i) the use, rental, or operation of the common areas, except limited common areas and
95	facilities; and
96	(ii) a service provided to a unit owner;
97	(c) impose a charge for a late payment of an assessment; or
98	(d) provide for the indemnification of the association of unit owners' officers and
99	management committee consistent with Title 16, Chapter 6a, Utah Revised Nonprofit
100	Corporation Act.
101	(6) (a) Except as provided in Subsection (6)(b), a rule may not prohibit a unit owner
102	from installing a personal security camera immediately adjacent to the entryway, window, or
103	other outside entry point of the owner's condominium unit.
104	(b) A rule may prohibit a unit owner from installing a personal security camera in a
105	common area not physically connected to the owner's unit.
106	(7) (a) A rule may not abridge the right of a unit owner to display a religious or holiday
107	sign, symbol, or decoration inside the owner's condominium unit.
108	(b) An association may adopt a reasonable time, place, and manner restriction with
109	respect to a display that is visible from the exterior of a unit.
110	(8) (a) A rule may not:
111	(i) prohibit a unit owner from displaying in a window of the owner's condominium
112	<u>unit:</u>
113	(A) a for-sale sign; or
114	(B) a political sign;
115	(ii) regulate the content of a political sign; or
116	(iii) establish design criteria for a political sign.
117	(b) Notwithstanding Subsection (8)(a), a rule may reasonably regulate the size and
118	time, place, and manner of posting a for-sale sign or a political sign.

119	(9) An association of unit owners:
120	(a) shall adopt rules supporting water-efficient landscaping, including allowance for
121	low water use on lawns during drought conditions; and
122	(b) may not prohibit or restrict the conversion of a grass park strip to water-efficient
123	landscaping.
124	$\left[\frac{(7)}{(10)}\right]$ A rule shall be reasonable.
125	[(8)] (11) A declaration, or an amendment to a declaration, may vary any of the
126	requirements of Subsections (1) through (5), except Subsection (1)(b)(ii).
127	[(9)] (12) This section applies to an association of unit owners regardless of when the
128	association of unit owners is created.
129	Section 2. Section 57-8-8.2 is enacted to read:
130	57-8-8.2. Electric vehicle charging systems Restrictions Responsibilities.
131	(1) As used in this section:
132	(a) "Charging system" means a device that is:
133	(i) used to provide electricity to an electric or hybrid electric vehicle; and
134	(ii) designed to ensure a safe connection between the electric grid and the vehicle.
135	(b) "General electrical contractor" means the same as that term is defined in Section
136	<u>58-55-102.</u>
137	(c) "Residential electrical contractor" means the same as that term is defined in Section
138	<u>58-55-102.</u>
139	(2) Notwithstanding any provision in an association's governing documents to the
140	contrary, an association may not prohibit a unit owner from installing or using a charging
141	system in:
142	(a) a parking space:
143	(i) assigned to the unit owner's unit; and
144	(ii) used for the parking or storage of a vehicle or equipment; or
145	(b) a limited common area parking space designated for the unit owner's exclusive use.
146	(3) An association may:
147	(a) require a unit owner to submit an application for approval of the installation of a
148	charging system;
149	(b) require the unit owner to agree in writing to:

150	(i) hire a general electrical contractor or residential electrical contractor to install the
151	charging system; or
152	(ii) if a charging system is installed in a common area, provide reimbursement to the
153	association for the actual cost of the increase in the association's insurance premium
154	attributable to the installation or use of the charging system;
155	(c) require a charging system to comply with:
156	(i) the association's reasonable design criteria governing the dimensions, placement, or
157	external appearance of the charging system; or
158	(ii) applicable building codes;
159	(d) impose a reasonable charge to cover costs associated with the review and
160	permitting of a charging station;
161	(e) impose a reasonable restriction on the installation and use of a charging station that
162	does not significantly:
163	(i) increase the cost of the charging station; or
164	(ii) decrease the efficiency or performance of the charging station; or
165	(f) require a unit owner to pay the costs associated with installation, metering, and use
166	of the charging station, including the cost of:
167	(i) electricity associated with the charging station; and
168	(ii) damage to a general common area, a limited common area, or an area subject to the
169	exclusive use of another unit owner that results from the installation, use, maintenance, repair,
170	removal, or replacement of the charging station.
171	(4) A unit owner who installs a charging system shall disclose to a prospective buyer of
172	the unit:
173	(a) the existence of the charging station; and
174	(b) the unit owner's related responsibilities under this section.
175	(5) Unless the unit owner and the association or the declarant otherwise agree:
176	(a) a charging station installed under this section is the personal property of the unit
177	owner of the unit with which the charging station is associated; and
178	(b) a unit owner who installs a charging station shall, before transferring ownership of
179	the owner's unit, unless the prospective buyer of the unit accepts ownership and all rights and
180	responsibilities that apply to the charging station under this section:

181	(i) remove the charging station; and
182	(ii) restore the premises to the condition before installation of the charging station.
183	Section 3. Section 57-8-17 is amended to read:
184	57-8-17. Records Availability for examination.
185	[(1) (a) Subject to Subsection (1)(b), an association of unit owners shall keep and make
186	documents available to unit owners in accordance with Sections 16-6a-1601 through 1603,
187	16-6a-1605, 16-6a-1606, and 16-6a-1610:]
188	[(i)] (1) (a) Subject to Subsection (1)(b) and regardless of whether the association of
189	unit owners is incorporated under Title 16, Chapter 6a, Utah Revised Nonprofit Corporation
190	Act[; and], an association of unit owners shall keep and make available to unit owners:
191	[(ii) including keeping and making available to unit owners a copy of the association of
192	unit owners':]
193	[(A) declaration and bylaws;]
194	(i) each record identified in Subsections 16-6a-1601(1) through (5), in accordance with
195	Sections 16-6a-1601, 16-6a-1602, 16-6a-1603, 16-6a-1605, 16-6a-1606, and 16-6a-1610; and
196	(ii) a copy of the association's:
197	(A) governing documents;
198	(B) most recent approved minutes; [and]
199	(C) most recent budget and financial statement[-];
200	(D) most recent reserve analysis; and
201	(E) certificate of insurance for each insurance policy the association of unit owners
202	holds.
203	(b) An association of unit owners may redact the following information from any
204	document the association of unit owners produces for inspection or copying:
205	(i) a Social Security number;
206	(ii) a bank account number; or
207	(iii) any communication subject to attorney-client privilege.
208	(2) (a) In addition to the requirements described in Subsection (1), an association of
209	unit owners shall:
210	(i) make documents available to unit owners in accordance with the association of unit
211	owners' governing documents; and

212	(ii) (A) if the association of unit owners has an active website, make the documents
213	$described \ in \ [\underline{Subsections} \ (1)(a)(ii)\underline{(A) \ through \ (C)} \ available \ to \ unit \ owners, \ free \ of$
214	charge, through the website; or
215	(B) if the association of unit owners does not have an active website, make physical
216	copies of the documents described in [Subsection] Subsections (1)(a)(ii)(A) through (C)
217	available to unit owners during regular business hours at the association of unit owners' address
218	registered with the Department of Commerce under Section 57-8-13.1.
219	(b) Subsection (2)(a)(ii) does not apply to an association as defined in Section 57-19-2.
220	(c) If a provision of an association of unit owners' governing documents conflicts with
221	a provision of this section, the provision of this section governs.
222	(3) In a written request to inspect or copy documents:
223	(a) a unit owner shall include:
224	(i) the association of unit owners' name;
225	(ii) the unit owner's name;
226	(iii) the unit owner's property address;
227	(iv) the unit owner's email address;
228	(v) a description of the documents requested; and
229	(vi) any election or request described in Subsection (3)(b); and
230	(b) a unit owner may:
231	(i) elect whether to inspect or copy the documents;
232	(ii) if the unit owner elects to copy the documents, request hard copies or electronic
233	scans of the documents; or
234	(iii) subject to Subsection (4), request that:
235	(A) the association of unit owners make the copies or electronic scans of the requested
236	documents;
237	(B) a recognized third party duplicating service make the copies or electronic scans of
238	the requested documents;
239	(C) the unit owner be allowed to bring any necessary imaging equipment to the place
240	of inspection and make copies or electronic scans of the documents while inspecting the
241	documents; or

(D) the association of unit owners email the requested documents to an email address

273

243 provided in the request. 244 (4) (a) An association of unit owners shall comply with a request described in 245 Subsection (3). 246 (b) If an association of unit owners produces the copies or electronic scans: 247 (i) the copies or electronic scans shall be legible and accurate; and 248 (ii) the unit owner shall pay the association of unit owners the reasonable cost of the 249 copies or electronic scans and for time spent meeting with the unit owner, which may not 250 exceed: 251 (A) the actual cost that the association of unit owners paid to a recognized third party 252 duplicating service to make the copies or electronic scans; or 253 (B) 10 cents per page and \$15 per hour for the employee's, manager's, or other agent's 254 time making the copies or electronic scans. 255 (c) If a unit owner requests a recognized third party duplicating service make the copies 256 or electronic scans: 257 (i) the association of unit owners shall arrange for the delivery and pick up of the 258 original documents; and 259 (ii) the unit owner shall pay the duplicating service directly. 260 (d) Subject to Subsection (9), if a unit owner requests to bring imaging equipment to 261 the inspection, the association of unit owners shall provide the necessary space, light, and 262 power for the imaging equipment. 263 (5) If, in response to a unit owner's request to inspect or copy documents, an association of unit owners fails to comply with a provision of this section, the association of 264 265 unit owners shall pay: 266 (a) the reasonable costs of inspecting and copying the requested documents; 267 (b) for items described in [Subsection] Subsections (1)(a)(ii)(A) through (C), \$25 to 268 the unit owner who made the request for each day the request continues unfulfilled, beginning 269 the sixth day after the day on which the unit owner made the request; and 270 (c) reasonable attorney fees and costs incurred by the unit owner in obtaining the 271 inspection and copies of the requested documents.

(6) (a) In addition to any remedy in the association of unit owners' governing

documents or as otherwise provided by law, a unit owner may file an action in court under this

274	section	:£.
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- (i) subject to Subsection (9), an association of unit owners fails to make documents available to the unit owner in accordance with this section, the association of unit owners' governing documents, or as otherwise provided by law; and
- (ii) the association of unit owners fails to timely comply with a notice described in Subsection (6)(d).
 - (b) In an action described in Subsection (6)(a):
 - (i) the unit owner may request:
- (A) injunctive relief requiring the association of unit owners to comply with the provisions of this section;
 - (B) \$500 or actual damage, whichever is greater; or
 - (C) any other relief provided by law; and
- (ii) the court shall award costs and reasonable attorney fees to the prevailing party, including any reasonable attorney fees incurred before the action was filed that relate to the request that is the subject of the action.
- (c) (i) In an action described in Subsection (6)(a), upon motion by the unit owner, notice to the association of unit owners, and a hearing in which the court finds a likelihood that the association of unit owners failed to comply with a provision of this section, the court shall order the association of unit owners to immediately comply with the provision.
- (ii) The court shall hold a hearing described in Subsection (6)(c)(i) within 30 days after the day on which the unit owner files the motion.
- (d) At least 10 days before the day on which a unit owner files an action described in Subsection (6)(a), the unit owner shall deliver a written notice to the association of unit owners that states:
 - (i) the unit owner's name, address, telephone number, and email address;
- (ii) each requirement of this section with which the association of unit owners has failed to comply;
- (iii) a demand that the association of unit owners comply with each requirement with which the association of unit owners has failed to comply; and
- (iv) a date by which the association of unit owners shall remedy the association of unit owners' noncompliance that is at least 10 days after the day on which the unit owner delivers

305	the notice to the association of unit owners.
306	(7) (a) The provisions of Section 16-6a-1604 do not apply to an association of unit
307	owners.
308	(b) The provisions of this section apply regardless of any conflicting provision in Title
309	16, Chapter 6a, Utah Revised Nonprofit Corporation Act.
310	(8) A unit owner's agent may, on the unit owner's behalf, exercise or assert any right
311	that the unit owner has under this section.
312	(9) An association of unit owners is not liable for identifying or providing a document
313	in error, if the association of unit owners identified or provided the erroneous document in
314	good faith.
315	Section 4. Section 57-8a-218 is amended to read:
316	57-8a-218. Equal treatment by rules required Limits on association rules and
317	design criteria.
318	(1) (a) Except as provided in Subsection (1)(b), a rule shall treat similarly situated lot
319	owners similarly.
320	(b) Notwithstanding Subsection (1)(a), a rule may:
321	(i) vary according to the level and type of service that the association provides to lot
322	owners;
323	(ii) differ between residential and nonresidential uses; and
324	(iii) for a lot that an owner leases for a term of less than 30 days, impose a reasonable
325	limit on the number of individuals who may use the common areas and facilities as guests of
326	the lot tenant or lot owner.
327	(2) (a) If a lot owner owns a rental lot and is in compliance with the association's
328	governing documents and any rule that the association adopts under Subsection (4), a rule may
329	not treat the lot owner differently because the lot owner owns a rental lot.
330	(b) Notwithstanding Subsection (2)(a), a rule may:
331	(i) limit or prohibit a rental lot owner from using the common areas for purposes other
332	than attending an association meeting or managing the rental lot;
333	(ii) if the rental lot owner retains the right to use the association's common areas, even
334	occasionally:

(A) charge a rental lot owner a fee to use the common areas; or

336	(B) for a lot that an owner leases for a term of less than 30 days, impose a reasonable
337	limit on the number of individuals who may use the common areas and facilities as guests of
338	the lot tenant or lot owner; or
339	(iii) include a provision in the association's governing documents that:
340	(A) requires each tenant of a rental lot to abide by the terms of the governing
341	documents; and
342	(B) holds the tenant and the rental lot owner jointly and severally liable for a violation
343	of a provision of the governing documents.
344	(3) (a) A rule criterion may not abridge the rights of a lot owner to display <u>a</u> religious
345	[and] or holiday [signs, symbols, and decorations] sign, symbol, or decoration:
346	(i) inside a dwelling on a lot[-]; or
347	(ii) outside a dwelling on:
348	(A) a lot;
349	(B) the exterior of the dwelling, unless the association has an ownership interest in, or
350	a maintenance, repair, or replacement obligation for, the exterior; or
351	(C) the front yard of the dwelling, unless the association has an ownership interest in,
352	or a maintenance, repair, or replacement obligation for, the yard.
353	(b) Notwithstanding Subsection (3)(a), the association may adopt a reasonable time,
354	place, and manner [restrictions] restriction with respect to [displays] a display that is:
355	(i) outside a dwelling on:
356	(A) a lot;
357	(B) the exterior of the dwelling; or
358	(C) the front yard of the dwelling; and
359	(ii) visible from outside the [dwelling or] lot.
360	(4) (a) A rule may not prohibit a lot owner from displaying a political sign:
361	(i) inside a dwelling on a lot; or
362	(ii) outside a dwelling on:
363	(A) a lot;
364	(B) the exterior of the dwelling, regardless of whether the association has an ownership
365	interest in the exterior; or
366	(C) the front yard of the dwelling, regardless of whether the association has an

307	ownership interest in the yard.
368	[(4)(a)] (b) A rule may not regulate the content of <u>a</u> political [signs] <u>sign</u> .
369	[(b)] (c) Notwithstanding Subsection (4)(a)[: (i)], a rule may reasonably regulate the
370	time, place, and manner of posting a political sign[; and].
371	$[\frac{(ii)}]$ (\underline{d}) $[\underline{an}]$ \underline{An} association design provision may \underline{not} establish design criteria for \underline{a}
372	political [signs] sign.
373	(5) (a) A rule may not prohibit a lot owner from displaying a for-sale sign:
374	(i) inside a dwelling on a lot; or
375	(ii) outside a dwelling on:
376	(A) a lot;
377	(B) the exterior of the dwelling, regardless of whether the association has an ownership
378	interest in the exterior; or
379	(C) the front yard of the dwelling, regardless of whether the association has an
380	ownership interest in the yard.
381	(b) Notwithstanding Subsection (5)(a), a rule may reasonably regulate the time, place,
382	and manner of posting a for-sale sign.
383	[(5)] (a) A rule may not interfere with the freedom of a lot owner to determine the
384	composition of the lot owner's household.
385	(b) Notwithstanding Subsection [(5)] (6)(a), an association may:
386	(i) require that all occupants of a dwelling be members of a single housekeeping unit;
387	or
388	(ii) limit the total number of occupants permitted in each residential dwelling on the
389	basis of the residential dwelling's:
390	(A) size and facilities; and
391	(B) fair use of the common areas.
392	[(6)] (7) (a) A rule may not interfere with [an] a reasonable activity of a lot owner
393	within the confines of a dwelling or lot, including backyard landscaping or amenities, to the
394	extent that the activity is in compliance with local laws and ordinances, including nuisance
395	laws and ordinances.
396	(b) Notwithstanding Subsection [$\frac{(6)}{(7)}$ (a), a rule may prohibit an activity within <u>the</u>
397	confines of a dwelling [on an owner's lot] or lot, including backvard landscaping or amenities

398	if the activity:
399	(i) is not normally associated with a project restricted to residential use; or
400	(ii) (A) creates monetary costs for the association or other lot owners;
401	(B) creates a danger to the health or safety of occupants of other lots;
402	(C) generates excessive noise or traffic;
403	(D) creates unsightly conditions visible from outside the dwelling;
404	(E) creates an unreasonable source of annoyance to persons outside the lot; or
405	(F) if there are attached dwellings, creates the potential for smoke to enter another lot
406	owner's dwelling, the common areas, or limited common areas.
407	(c) If permitted by law, an association may adopt rules described in Subsection [(6)]
408	(7)(b) that affect the use of or behavior inside the dwelling.
409	$\left[\frac{7}{2}\right]$ (8) (a) A rule may not, to the detriment of a lot owner and over the lot owner's
410	written objection to the board, alter the allocation of financial burdens among the various lots.
411	(b) Notwithstanding Subsection [(7)] (8)(a), an association may:
412	(i) change the common areas available to a lot owner;
413	(ii) adopt generally applicable rules for the use of common areas; or
414	(iii) deny use privileges to a lot owner who:
415	(A) is delinquent in paying assessments;
416	(B) abuses the common areas; or
417	(C) violates the governing documents.
418	(c) This Subsection [(7)] <u>(8)</u> does not permit a rule that:
419	(i) alters the method of levying assessments; or
420	(ii) increases the amount of assessments as provided in the declaration.
421	[(8)] (9) (a) Subject to Subsection $[(8)]$ (9)(b), a rule may not:
422	(i) prohibit the transfer of a lot; or
423	(ii) require the consent of the association or board to transfer a lot.
424	(b) Unless contrary to a declaration, a rule may require a minimum lease term.
425	[(9)] (10) (a) A rule may not require a lot owner to dispose of personal property that
426	was in or on a lot before the adoption of the rule or design criteria if the personal property was
427	in compliance with all rules and other governing documents previously in force.
428	(b) The exemption in Subsection [(9)] <u>(10)</u> (a):

129	(1) applies during the period of the lot owner's ownership of the lot; and
430	(ii) does not apply to a subsequent lot owner who takes title to the lot after adoption of
431	the rule described in Subsection $[(9)]$ (10)(a).
432	[(10)] (11) A rule or action by the association or action by the board may not
433	unreasonably impede a declarant's ability to satisfy existing development financing for
434	community improvements and right to develop:
435	(a) the project; or
436	(b) other properties in the vicinity of the project.
437	[(11)] (12) A rule or association or board action may not interfere with:
438	(a) the use or operation of an amenity that the association does not own or control; or
439	(b) the exercise of a right associated with an easement.
440	$[\frac{(12)}{(13)}]$ A rule may not divest a lot owner of the right to proceed in accordance with
441	a completed application for design review, or to proceed in accordance with another approval
142	process, under the terms of the governing documents in existence at the time the completed
143	application was submitted by the owner for review.
144	$[\frac{(13)}{(14)}]$ Unless otherwise provided in the declaration, an association may by rule:
145	(a) regulate the use, maintenance, repair, replacement, and modification of common
146	areas;
147	(b) impose and receive any payment, fee, or charge for:
148	(i) the use, rental, or operation of the common areas, except limited common areas; and
149	(ii) a service provided to a lot owner;
450	(c) impose a charge for a late payment of an assessment; or
451	(d) provide for the indemnification of the association's officers and board consistent
452	with Title 16, Chapter 6a, Utah Revised Nonprofit Corporation Act.
453	$[\frac{(14)}{(15)}]$ A rule may not prohibit a lot owner from installing a personal security
454	camera immediately adjacent to the entryway, window, or other outside entry point of the
455	owner's dwelling unit.
456	(16) An association:
457	(a) shall adopt rules supporting water-efficient landscaping, including allowance for
458	low water use on lawns during drought conditions; and
159	(b) may not prohibit or restrict the conversion of a grass park strip to water-efficient

400	iandscaping.
461	[(15)] (17) (a) Except as provided in Subsection $[(15)]$ (17)(b), a rule may not prohibit
462	the owner of a residential lot from constructing an internal accessory dwelling unit, as defined
463	in Section 10-9a-530, within the owner's residential lot.
464	(b) Subsection $[(15)]$ (17) (a) does not apply if the construction would violate:
465	(i) a local land use ordinance;
466	(ii) a building code;
467	(iii) a health code; or
468	(iv) a fire code.
469	[(16)] (18) A rule shall be reasonable.
470	[(17)] (19) A declaration, or an amendment to a declaration, may vary any of the
471	requirements of Subsections (1) [through (13)], (2), (6), and (8) through (14), except
472	Subsection (1)(b)(ii).
473	[(18)] (20) A rule may not be inconsistent with a provision of the association's
474	declaration, bylaws, or articles of incorporation.
475	[(19)] (21) This section applies to an association regardless of when the association is
476	created.
477	Section 5. Section 57-8a-227 is amended to read:
478	57-8a-227. Records Availability for examination.
479	[(1) (a) Subject to Subsection (1)(b), an association shall keep and make documents
480	available to lot owners in accordance with Sections 16-6a-1601 through 1603, 16-6a-1605,
481	16-6a-1606, and 16-6a-1610:]
482	[(i)] (1) (a) Subject to Subsection (1)(b) and regardless of whether the association is
483	incorporated under Title 16, Chapter 6a, Utah Revised Nonprofit Corporation Act[; and], an
484	association shall keep and make available to lot owners:
485	[(ii) including keeping and making available to lot owners a copy of the association's:]
486	[(A) declaration and bylaws;]
487	(i) each record identified in Subsections 16-6a-1601(1) through (5), in accordance with
488	Sections 16-6a-1601, 16-6a-1602, 16-6a-1603, 16-6a-1605, 16-6a-1606, and 16-6a-1610; and
489	(ii) a copy of the association's:
490	(A) governing documents;

491	(B) most recent approved minutes; [and]
492	(C) most recent budget and financial statement[-];
493	(D) most recent reserve analysis; and
494	(E) certificate of insurance for each insurance policy the association holds.
495	(b) An association may redact the following information from any document the
496	association produces for inspection or copying:
497	(i) a Social Security number;
498	(ii) a bank account number; or
499	(iii) any communication subject to attorney-client privilege.
500	(2) (a) In addition to the requirements described in Subsection (1), an association shall:
501	(i) make documents available to lot owners in accordance with the association's
502	governing documents; and
503	(ii) (A) if the association has an active website, make the documents described in
504	[Subsection] Subsections (1)(a)(ii)(A) through (C) available to lot owners, free of charge,
505	through the website; or
506	(B) if the association does not have an active website, make physical copies of the
507	documents described in [Subsection] Subsections (1)(a)(ii)(A) through (C) available to lot
508	owners during regular business hours at the association's address registered with the
509	Department of Commerce under Section 57-8a-105.
510	(b) Subsection (2)(a)(ii) does not apply to an association as defined in Section 57-19-2.
511	(c) If a provision of an association's governing documents conflicts with a provision of
512	this section, the provision of this section governs.
513	(3) In a written request to inspect or copy documents:
514	(a) a lot owner shall include:
515	(i) the association's name;
516	(ii) the lot owner's name;
517	(iii) the lot owner's property address;
518	(iv) the lot owner's email address;
519	(v) a description of the documents requested; and
520	(vi) any election or request described in Subsection (3)(b); and
521	(b) a lot owner may:

522	(i) elect whether to inspect or copy the documents;
523	(ii) if the lot owner elects to copy the documents, request hard copies or electronic
524	scans of the documents; or
525	(iii) subject to Subsection (4), request that:
526	(A) the association make the copies or electronic scans of the requested documents;
527	(B) a recognized third party duplicating service make the copies or electronic scans of
528	the requested documents;
529	(C) the lot owner be allowed to bring any necessary imaging equipment to the place of
530	inspection and make copies or electronic scans of the documents while inspecting the
531	documents; or
532	(D) the association email the requested documents to an email address provided in the
533	request.
534	(4) (a) An association shall comply with a request described in Subsection (3).
535	(b) If an association produces the copies or electronic scans:
536	(i) the copies or electronic scans shall be legible and accurate; and
537	(ii) the lot owner shall pay the association the reasonable cost of the copies or
538	electronic scans and for time spent meeting with the lot owner, which may not exceed:
539	(A) the actual cost that the association paid to a recognized third party duplicating
540	service to make the copies or electronic scans; or
541	(B) 10 cents per page and \$15 per hour for the employee's, manager's, or other agent's
542	time.
543	(c) If a lot owner requests a recognized third party duplicating service make the copies
544	or electronic scans:
545	(i) the association shall arrange for the delivery and pick up of the original documents;
546	and
547	(ii) the lot owner shall pay the duplicating service directly.
548	(d) If a lot owner requests to bring imaging equipment to the inspection, the association
549	shall provide the necessary space, light, and power for the imaging equipment.
550	(5) Subject to Subsection (9), if, in response to a lot owner's request to inspect or copy
551	documents, an association fails to comply with a provision of this section, the association shall
552	pay:

553 (a) the reasonable costs of inspecting and copying the requested documents; 554 (b) for items described in [Subsection] Subsections (1)(a)(ii)(A) through (C), \$25 to 555 the lot owner who made the request for each day the request continues unfulfilled, beginning 556 the sixth day after the day on which the lot owner made the request; and 557 (c) reasonable attorney fees and costs incurred by the lot owner in obtaining the 558 inspection and copies of the requested documents. 559 (6) (a) In addition to any remedy in the association's governing documents or otherwise provided by law, a lot owner may file an action in court under this section if: 560 561 (i) subject to Subsection (9), an association fails to make documents available to the lot owner in accordance with this section, the association's governing documents, or as otherwise 562 563 provided by law; and 564 (ii) the association fails to timely comply with a notice described in Subsection (6)(d). 565 (b) In an action described in Subsection (6)(a): 566 (i) the lot owner may request: (A) injunctive relief requiring the association to comply with the provisions of this 567 568 section; 569 (B) \$500 or actual damage, whichever is greater; or 570 (C) any other relief provided by law; and 571 (ii) the court shall award costs and reasonable attorney fees to the prevailing party, 572 including any reasonable attorney fees incurred before the action was filed that relate to the 573 request that is the subject of the action. 574 (c) (i) In an action described in Subsection (6)(a), upon motion by the lot owner, notice 575 to the association, and a hearing in which the court finds a likelihood that the association failed 576 to comply with a provision of this section, the court shall order the association to immediately 577 comply with the provision. 578 (ii) The court shall hold a hearing described in Subsection (6)(c)(i) within 30 days after 579 the day on which the lot owner files the motion. 580 (d) At least 10 days before the day on which a lot owner files an action described in 581 Subsection (6)(a), the lot owner shall deliver a written notice to the association that states: 582 (i) the lot owner's name, address, telephone number, and email address; 583 (ii) each requirement of this section with which the association has failed to comply;

584	(iii) a demand that the association comply with each requirement with which the
585	association has failed to comply; and
586	(iv) a date by which the association shall remedy the association's noncompliance that
587	is at least 10 days after the day on which the lot owner delivers the notice to the association.
588	(7) (a) The provisions of Section 16-6a-1604 do not apply to an association.
589	(b) The provisions of this section apply regardless of any conflicting provision in Title
590	16, Chapter 6a, Utah Revised Nonprofit Corporation Act.
591	(8) A lot owner's agent may, on the lot owner's behalf, exercise or assert any right that
592	the lot owner has under this section.
593	(9) An association is not liable for identifying or providing a document in error, if the
594	association identified or provided the erroneous document in good faith.
595	Section 6. Section 57-8a-701 is amended to read:
596	57-8a-701. Solar energy system Prohibition or restriction in declaration or
597	association rule.
598	(1) As used in this section, "detached dwelling" means a detached dwelling for which
599	the association does not have an ownership interest in the detached dwelling's roof.
600	(2) (a) A governing document other than a declaration may not prohibit an owner of a
601	lot with:
602	(i) a detached dwelling from installing a solar energy system[:]; or
603	(ii) a dwelling attached to other dwellings from installing a solar energy system, if:
604	(A) the association does not have an ownership interest in the dwelling's roof or
605	building exterior;
606	(B) the association does not have a maintenance, repair, or replacement obligation in
607	the dwelling's roof or building exterior; and
608	(C) all lot owners with attached dwellings in the building agree to the installation of the
609	solar energy system.
610	(b) A governing document other than a declaration or an association rule may not
611	restrict an owner of a lot with:
612	(i) a detached dwelling from installing a solar energy system on the owner's lot[-]; or
613	(ii) a dwelling attached to other dwellings from installing a solar energy system on the
614	roof of the dwelling's building, if:

615	(A) the association does not have an ownership interest in the dwelling's roof or
616	building exterior;
617	(B) the association does not have a maintenance, repair, or replacement obligation in
618	the dwelling's roof or building exterior; and
619	(C) all lot owners with attached dwellings in the building agree to the installation of the
620	solar energy system.
621	(3) A declaration may, for a lot with a detached dwelling:
622	(a) prohibit a lot owner from installing a solar energy system; or
623	(b) impose a restriction other than a prohibition on a solar energy system's size,
624	location, or manner of placement if the restriction:
625	(i) decreases the solar energy system's production by 5% or less;
626	(ii) increases the solar energy system's cost of installation by 5% or less; and
627	(iii) complies with Subsection (6).
628	(4) (a) If a declaration does not expressly prohibit the installation of a solar energy
629	system on a lot with a detached dwelling, an association may not amend the declaration to
630	impose a prohibition on the installation of a solar energy system unless the association
631	approves the prohibition by a vote of greater than 67% of the allocated voting interests of the
632	lot owners in the association.
633	(b) An association may amend an existing provision in a declaration that prohibits the
634	installation of a solar energy system on a lot with a detached dwelling if the association
635	approves the amendment by a vote of greater than 67% of the allocated voting interests of the
636	lot owners in the association.
637	(5) An association may, by association rule, for a lot with a detached dwelling, impose
638	a restriction other than a prohibition on a lot owner's installation of a solar energy system if the
639	restriction:
640	(a) complies with Subsection (6);
641	(b) decreases the solar energy system's production by 5% or less; and
642	(c) increases the solar energy system's cost of installation by 5% or less.
643	(6) A declaration or an association rule may require an owner of a detached dwelling
644	that installs a solar energy system on the owner's lot:
645	(a) to install a solar energy system that, or install the solar energy system in a manner

646	that:
647	(i) complies with applicable health, safety, and building requirements established by
648	the state or a political subdivision of the state;
649	(ii) if the solar energy system is used to heat water, is certified by:
650	(A) the Solar Rating and Certification Corporation; or
651	(B) a nationally recognized solar certification entity;
652	(iii) if the solar energy system is used to produce electricity, complies with applicable
653	safety and performance standards established by:
654	(A) the National Electric Code;
655	(B) the Institute of Electrical and Electronics Engineers;
656	(C) Underwriters Laboratories;
657	(D) an accredited electrical testing laboratory; or
658	(E) the state or a political subdivision of the state;
659	(iv) if the solar energy system is mounted on a roof:
660	(A) does not extend above the roof line; or
661	(B) has panel frame, support bracket, or visible piping or wiring that has a color or
662	texture that is similar to the roof material; or
663	(v) if the solar energy system is mounted on the ground, is not visible from the street
664	that a lot fronts;
665	(b) to pay any reasonable cost or expense incurred by the association to review an
666	application to install a solar energy system;
667	(c) be responsible, jointly and severally with any subsequent owner of the lot while the
668	violation of the rule or requirement occurs, for any cost or expense incurred by the association
669	to enforce a declaration requirement or association rule; or
670	(d) as a condition of installing a solar energy system, to record a deed restriction
671	against the owner's lot that runs with the land that requires the current owner of the lot to
672	indemnify or reimburse the association or a member of the association for any loss or damage
673	caused by the installation, maintenance, or use of the solar energy system, including costs and
674	reasonable attorney fees incurred by the association or a member of the association.
675	Section 7. Section 57-8a-801 is enacted to read:

- 22 -

Part 8. Electric Vehicle Charging Systems

677	<u>57-8a-801.</u> Definitions.
678	As used in this part:
679	(1) "Charging system" means a device that is:
680	(a) used to provide electricity to an electric or hybrid electric vehicle; and
681	(b) designed to ensure a safe connection between the electric grid and the vehicle.
682	(2) "General electrical contractor" means the same as that term is defined in Section
683	<u>58-55-102.</u>
684	(3) "Residential electrical contractor" means the same as that term is defined in Section
685	<u>58-55-102</u> .
686	Section 8. Section 57-8a-802 is enacted to read:
687	57-8a-802. Electric vehicle charging systems Restrictions Responsibilities.
688	(1) Notwithstanding any provision in an association's governing documents to the
689	contrary, an association may not prohibit a lot owner from installing or using a charging system
690	<u>in:</u>
691	(a) a parking space:
692	(i) on the lot owner's lot; and
693	(ii) used for the parking or storage of a vehicle or equipment; or
694	(b) a limited common area parking space designated for the lot owner's exclusive use.
695	(2) An association may:
696	(a) require a lot owner to submit an application for approval of the installation of a
697	<u>charging system;</u>
698	(b) require the lot owner to agree in writing to:
699	(i) hire a general electrical contractor or residential electrical contractor to install the
700	<u>charging system; or</u>
701	(ii) if a charging system is installed in a common area, provide reimbursement to the
702	association for the actual cost of the increase in the association's insurance premium
703	attributable to the installation or use of the charging system;
704	(c) require a charging system to comply with:
705	(i) the association's reasonable design criteria governing the dimensions, placement, or
706	external appearance of the charging system; or
707	(ii) applicable building codes;

708	(d) impose a reasonable charge to cover costs associated with the review and
709	permitting of a charging station;
710	(e) impose a reasonable restriction on the installation and use of a charging station that
711	does not significantly:
712	(i) increase the cost of the charging station; or
713	(ii) decrease the efficiency or performance of the charging station; or
714	(f) require a lot owner to pay the costs associated with installation, metering, and use of
715	the charging station, including the cost of:
716	(i) electricity associated with the charging station; and
717	(ii) damage to a general common area, a limited common area, or an area subject to the
718	exclusive use of another lot owner that results from the installation, use, maintenance, repair,
719	removal, or replacement of the charging station.
720	(3) A lot owner who installs a charging system shall disclose to a prospective buyer of
721	the lot:
722	(a) the existence of the charging station; and
723	(b) the lot owner's related responsibilities under this section.
724	(4) Unless the lot owner and the association or the declarant otherwise agree:
725	(a) a charging station installed under this section is the personal property of the lot
726	owner of the lot with which the charging station is associated; and
727	(b) a lot owner who installs a charging station shall, before transferring ownership of
728	the owner's lot, unless the prospective buyer of the lot accepts ownership and all rights and
729	responsibilities that apply to the charging station under this section:
730	(i) remove the charging station; and
731	(ii) restore the premises to the condition before installation of the charging station.