46:88-13

LEGISLATIVE HISTORY CHECKLIST Compiled by the NJ State Law Library

NJSA: 46:8B-13

(Condominiumsboard meetings-required to be open to all members)

LAWS OF: 1991

CHAPTER: 48

Bill No:

S1815

Sponsor(s):

Bennett

Date Introduced: Pre-filed

Committee: Assembly: Housing

Senate:

County & Municipal Government

A mended during passage:

A mendments during passage

denoted by asterisks.

Date of Passage:

Assembly:

January 8, 1991

Senate:

March 29, 1990

Date of Approval: March 6, 1991

Following statements are attached if available:

Sponsor statement:

Y es

Committee Statement: Assembly: Yes

Senate:

Yes

Fiscal Note:

Nο

Veto Message:

Νo

Message on signing:

Nο

Following were printed:

Reports:

Νo

Hearings:

No

KBG/SLJ

P.L.1991, CHAPTER 48, approved March 6, 1991 1990 Senate No. 1815 (First Reprint)

AN ACT concerning the administration and management of condominiums, amending P.L.1969, c.257.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

- 1. Section 13 of P.L.1969, c.257 (C.46:8B-13) is amended to read as follows:
- 13. The administration and management of the condominium and condominium property and the actions of the association shall be governed by by-laws which shall initially be recorded with the master deed and shall provide, in addition to any other lawful provisions, for the following:
- (a) The form of administration, indicating the titles of the officers and governing board of the association, if any, and specifying the powers, duties and manner of selection, removal and compensation, if any, of officers and board members. If the by-laws provide that any of the powers and duties of the association as set forth in sections 14 and 15 of P.L.1969, c.257 (C.46:8B-14 and 46:8B-15) be exercised through a governing board elected by the membership of the association, or through officers of the association responsible to and under the direction of such a governing board, all meetings of that governing board, except conference or working sessions at which no binding votes are to be taken, shall be open to attendance by all unit owners, and adequate notice of any such meeting shall be given to all unit owners in such manner as the by-laws shall prescribe; except that the governing board may exclude or restrict attendance at those meetings, or portions of meetings, dealing with (1) any matter the disclosure of which would constitute an unwarranted invasion of individual privacy; (2) any pending or anticipated litigation or contract negotiations; (3) any matters falling within the attorney-client privilege, to the extent that confidentiality is required in order for the attorney to exercise his ethical duties as a lawyer, or (4) any matter involving the employment, promotion, discipline or dismissal of a specific officer or employee of the association. At each meeting required under this subsection to be open to all unit owners, minutes of the proceedings shall be taken, and copies of those minutes shall be made available to all unit owners before the next open meeting.

Matter underlined <u>thus</u> is new matter. Matter enclosed in superscript numerals has been adopted as follows: Assembly AHO committee amendments adopted December 3, 1990.

- (b) The method of calling meetings of unit owners, the percentage of unit owners or voting rights required to make decisions and to constitute a quorum, but such by-laws may nevertheless provide that unit owners may waive notice of meetings or may act by written agreement without meetings.
- (c) The manner of collecting from unit owners their respective shares of common expenses and the method of distribution to the unit owners of their respective shares of common surplus or such other application of common surplus as may be duly authorized by the by-laws.
- (d) The method by which the by-laws may be amended, provided that no amendment shall be effective until recorded in the same office as the then existing by-laws. The by-laws may also provide a method for the adoption, amendment and enforcement of reasonable administrative rules and regulations relating to the operation, use, maintenance and enjoyment of the units and of the common elements including limited common elements.

(cf: P.L.1969, c.257, s.13)

- 12. The Commissioner of Community Affairs shall cause to be prepared and distributed, for the use and guidance of condominium associations and administrators, explanatory materials and guidelines to assist them in achieving proper and timely compliance with the requirements of this act. Such guidelines may include the text of model by-law provisions suggested or recommended for adoption. Failure or refusal of a condominium association to make proper amendment or supplementation of its by-laws prior to the effective date of section 1 of this act shall not, however, affect its obligation of compliance therewith on and after that effective date.
- ¹[2.] 3.¹ This act shall take effect ¹[on the 60th day next following its] six months after ¹ enactment ¹, except that section 2 shall take effect immediately ¹.

HOUSING AND CONSTRUCTION

Requires condominium governing board meetings be open to all unit owners and held upon adequate notice.

SENATE, No. 1815

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1990 SESSION

By Senator BENNETT

AN ACT concerning the administration and management of condominiums, amending P.L.1969, c.257.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

- 1. Section 13 of P.L.1969, c.257 (C.46:8B-13) is amended to read as follows:
- 13. The administration and management of the condominium and condominium property and the actions of the association shall be governed by by-laws which shall initially be recorded with the master deed and shall provide, in addition to any other lawful provisions, for the following:
- (a) The form of administration, indicating the titles of the officers and governing board of the association, if any, and specifying the powers, duties and manner of selection, removal and compensation, if any, of officers and board members. If the by-laws provide that any of the powers and duties of the association as set forth in sections 14 and 15 of P.L.1969, c.257 (C.46:8B-14 and 46:8B-15) be exercised through a governing board elected by the membership of the association, or through officers of the association responsible to and under the direction of such a governing board, all meetings of that governing board, except conference or working sessions at which no binding votes are to be taken, shall be open to attendance by all unit owners, and adequate notice of any such meeting shall be given to all unit owners in such manner as the by-laws shall prescribe; except that the governing board may exclude or restrict attendance at those meetings, or portions of meetings, dealing with (1) any matter the disclosure of which would constitute an unwarranted invasion of individual privacy; (2) any pending or anticipated litigation or contract negotiations; (3) any matters falling within the attorney-client privilege, to the extent that confidentiality is required in order for the attorney to exercise his ethical duties as a lawyer, or (4) any matter involving the employment, promotion, discipline or dismissal of a specific officer or employee of the association. At each meeting required under this subsection to be open to all unit owners, minutes of the proceedings shall be taken, and copies of those minutes shall be made available to all unit owners before the next open meeting.

EXPLANATION——Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

- (b) The method of calling meetings of unit owners, the percentage of unit owners or voting rights required to make decisions and to constitute a quorum, but such by-laws may nevertheless provide that unit owners may waive notice of meetings or may act by written agreement without meetings.

 (c) The manner of collecting from unit owners their respective
- (c) The manner of collecting from unit owners their respective shares of common expenses and the method of distribution to the unit owners of their respective shares of common surplus or such other application of common surplus as may be duly authorized by the by-laws.
- (d) The method by which the by-laws may be amended, provided that no amendment shall be effective until recorded in the same office as the then existing by-laws. The by-laws may also provide a method for the adoption, amendment and enforcement of reasonable administrative rules and regulations relating to the operation, use, maintenance and enjoyment of the units and of the common elements including limited common elements.

(cf: P.L.1969, c.257, s.13)

2. This act shall take effect on the 60th day next following its enactment.

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HOUSING AND CONSTRUCTION

Requires condominium governing board meetings be open to all unit owners and held upon adequate notice.

SENATE, No. 1815

STATE OF NEW JERSEY

Introduced Pending Technical Review by Legislative Counsel PRE-FILED FOR INTRODUCTION IN THE 1990 SESSION

By Senator BENNETT

AN ACT concerning the administration and management of condominiums, amending P.L.1969, c.257.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

- 1. Section 13 of P.L.1969, c.257 (C.46:8B-13) is amended to read as follows:
- 13. The administration and management of the condominium and condominium property and the actions of the association shall be governed by by-laws which shall initially be recorded with the master deed and shall provide, in addition to any other lawful provisions, for the following:
- (a) The form of administration, indicating the titles of the officers and governing board of the association, if any, and specifying the powers, duties and manner of selection, removal and compensation, if any, of officers and board members. If the by-laws provide that any of the powers and duties of the association as set forth in sections 14 and 15 of P.L.1969, c.257 (C.46:8B-14 and 46:8B-15) be exercised through a governing board elected by the membership of the association, or through officers of the association responsible to and under the direction of such a governing board, all meetings of that governing board, except conference or working sessions at which no binding votes are to be taken, shall be open to attendance by all unit owners, and adequate notice of any such meeting shall be given to all unit owners in such manner as the by-laws shall prescribe; except that the governing board may exclude or restrict attendance at those meetings, or portions of meetings, dealing with (1) any matter the disclosure of which would constitute an unwarranted invasion of individual privacy; (2) any pending or anticipated litigation or contract negotiations; (3) any matters falling within the attorney-client privilege, to the extent that confidentiality is required in order for the attorney to exercise his ethical duties as a lawyer, or (4) any matter involving the employment, promotion, discipline or dismissal of a specific officer or employee of the association. At each meeting required under this subsection to be open to all unit owners, minutes of the proceedings shall be taken, and copies of those minutes shall be made available to all

unit owners before the next open meeting.

- (b) The method of calling meetings of unit owners, the percentage of unit owners or voting rights required to make decisions and to constitute a quorum, but such by-laws may nevertheless provide that unit owners may waive notice of meetings or may act by written agreement without meetings.
- (c) The manner of collecting from unit owners their respective shares of common expenses and the method of distribution to the unit owners of their respective shares of common surplus or such other application of common surplus as may be duly authorized by the by-laws.
- (d) The method by which the by-laws may be amended, provided that no amendment shall be effective until recorded in the same office as the then existing by-laws. The by-laws may also provide a method for the adoption, amendment and enforcement of reasonable administrative rules and regulations relating to the operation, use, maintenance and enjoyment of the units and of the common elements including limited common elements.

(cf: P.L.1969, c.257, s.13)

2. This act shall take effect on the 60th day next following its enactment.

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STATEMENT

This bill would require that all meetings of the governing board of a condominium association, except working sessions at which no binding votes are taken, be open to all unit owners in the condominium, and that the by-laws of the association provide procedures for giving all unit owners adequate notice of such meetings.

Exempted from the requirement are those meetings, or parts of meetings, where matters to be discussed involve individual personnel decisions, pending or anticipated litigation, the invocation of attorney-client confidentiality, or disclosures that would constitute an unwarranted invasion of individual privacy.

The bill also requires that minutes be kept of the open meetings, and that copies of the minutes be made available to all unit owners prior to the next meeting.

The effective date of this measure would be delayed to the 60th day next following its enactment, in order to give existing condominiums, and those in the process of formation, time to adjust their by-laws, or proposed by-laws, to comply with these requirements.

Finally, the measure exempts non-voting work sessions from the open-meeting requirement, and adds requirements as to the keeping of minutes.

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3	Requires condominium governing board meetings be open to all
4	unit owners and held upon adequate notice.

ASSEMBLY HOUSING COMMITTEE

STATEMENT TO

SENATE, No. 1815

with Assembly committee amendments

STATE OF NEW JERSEY

DATED: NOVEMBER 29, 1990

The Assembly Housing Committee reports Senate Bill No. 1815 favorably, with amendments.

This bill would require that all meetings of the governing board of a condominium association, except working sessions at which no binding votes are taken, be open to all unit owners in the condominium, and that the by-laws of the association provide procedures for giving all unit owners adequate notice of such meetings.

Exempted from the requirement are those meetings, or parts of meetings, where matters to be discussed involve individual personnel decisions, pending or anticipated litigation, the invocation of attorney-client confidentiality, or disclosures that would constitute an unwarranted invasion of individual privacy.

The bill also requires that minutes be kept of the open meetings, and that copies of the minutes be made available to all unit owners prior to the next meeting.

The effective date of this measure would be delayed to until six months from its enactment, in order to give existing condominiums, and those in the process of formation, time to adjust their by-laws, or proposed by-laws, to comply with these requirements. The bill requires that the Department of Community Affairs provide condominium associations with guidelines for amending or supplementing their by-laws so as to comply properly with these new requirements. The requirements would apply, however, even if an association failed to make the appropriate by-law adjustments.

The committee adopted amendments which: (1) require the Commissioner of Community Affairs to have guidelines prepared and distributed to assist condominium associations in adjusting their by-laws to comply with the new requirements, and (2) make it clear that the requirements will apply even if an association fails to make the appropriate by-law adjustments.

Document ID 165 LP 0041 SR 0018 TR 0092

ASSEMBLY AHO COMMITTEE

ADOPTED
DEC 3 1990

AMENDMENTS

to

SENATE, No. 1815 (Sponsored by Senator Bennett)

INSERT NEW SECTION 2 TO READ:

12. The Commissioner of Community Affairs shall cause to be prepared and distributed, for the use and guidance of condominium associations and administrators, explanatory materials and guidelines to assist them in achieving proper and timely compliance with the requirements of this act. Such guidelines may include the text of model by-law provisions suggested or recommended for adoption. Failure or refusal of a condominium association to make proper amendment or supplementation of its by-laws prior to the effective date of section 1 of this act shall not, however, affect its obligation of compliance therewith on and after that effective date. 1

REPLACE SECTION 2 TO READ:

¹[2.] 3.¹ This act shall take effect ¹[on the 60th day next following its] six months after ¹ enactment ¹, except that section ² shall take effect immediately ¹.

SENATE COUNTY AND MUNICIPAL GOVERNMENT COMMITTEE

STATEMENT TO

SENATE, No. 1815

STATE OF NEW JERSEY

DATED: FEBRUARY 5, 1990

The Senate County and Municipal Government Committee favorably reports Senate Bill No. 1815.

Senate bill No. 1815 would require that all meetings of the governing board of a condominium association, except working sessions at which no binding votes are taken, be open to all unit owners in the condominium, and that the by-laws of the association provide procedures for giving all unit owners adequate notice of such meetings.

Exempted from the requirement are those meetings, or parts of meetings, where matters to be discussed involve individual personnel decisions, pending or anticipated litigation, the invocation of attorney-client confidentiality, or disclosures that would constitute an unwarranted invasion of individual privacy.

The bill also requires that minutes be kept of the open meetings, and that copies of the minutes be made available to all unit owners prior to the next meeting.

The effective date of this measure would be delayed to the 60th day next following its enactment, in order to give existing condominiums, and those in the process of formation, time to adjust their by-laws, or proposed by-laws, to comply with these requirements.

Finally, the measure exempts non-voting work sessions from the open-meeting requirement, and adds requirements as to the keeping of minutes.

This bill was pre-filed for introduction in the 1990 session pending technical review. As reported, the bill includes the changes required by technical review which has been performed.

[FIRST REPRINT]

SENATE, No. 1815

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1990 SESSION

By Senators BENNETT and COWAN

AN ACT concerning the administration and management of condominiums, amending P.L.1969, c.257.

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(cf: P.L.1969, c.257, s.13)

- ¹2. The Commissioner of Community Affairs shall cause to be prepared and distributed, for the use and guidance of condominium associations and administrators, materials and guidelines to assist them in achieving proper and timely compliance with the requirements of this act. Such guidelines may include the text of model by-law provisions suggested or recommended for adoption. Failure or refusal of a condominium association to make proper amendment or supplementation of its by-laws prior to the effective date of section 1 of this act shall not, however, affect its obligation of compliance therewith on and after that effective date. 1
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Requires condominium governing board meetings be open to all unit owners and held upon adequate notice.