Second Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 22-0156.01 Jennifer Berman x3286

SENATE BILL 22-059

SENATE SPONSORSHIP

Holbert,

HOUSE SPONSORSHIP

Hooton and Ransom,

Senate Committees

Local Government

House Committees

	A BILL FOR AN ACT					
101	CONCERNING LIMITATIONS REGARDING A PROXY THAT A UNIT OWNER					
102	IN A COMMON INTEREST COMMUNITY OBTAINS FROM ANOTHER					
103	UNIT OWNER IN THE COMMON INTEREST COMMUNITY TO VOTE					
104	ON BEHALF OF THE OTHER UNIT OWNER AT A MEETING OF THE					
105	UNIT OWNERS' ASSOCIATION.					

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

Under current law, a unit owner living in a common interest community (community) may grant another unit owner in the community

a proxy to vote on behalf of the first unit owner at a unit owners' association (association) meeting. The proxy may be granted for any purpose and for multiple association meetings, and automatically terminates after 11 months unless the proxy itself provides for an earlier or later termination date.

The bill limits the duration of a proxy to 11 months and requires that the proxy state the specific association meeting and specific matters for which it is granted. For the proxy holder to vote at a different meeting or on different matters than the ones stated in the proxy, the proxy holder must seek further authorization. The bill also requires that for associations with 50 or more units, a proxy holder cannot hold proxies representing more than 5% of the units unless proxies representing more than 5% of the units are granted solely for the purpose of establishing a quorum for an association meeting.

Be it enacted by the General Assembly of the State of Colorado:

2 SECTION 1. In Colorado Revised Statutes, 38-33.3-310, amend

3 (2)(a) and (2)(b); and **add** (2)(b.5) and (2)(b.7) as follows:

4 **38-33.3-310. Voting - proxies.** (2) (a) EXCEPT AS PROVIDED IN

5 SUBSECTIONS (2)(b.5) AND (2)(b.7) OF THIS SECTION, votes allocated to a

6 unit may be cast pursuant to a proxy duly executed by a unit owner. A

7 proxy shall IS not be valid if obtained through fraud or misrepresentation.

8 Unless otherwise provided in the declaration, bylaws, or rules of the

association, appointment of proxies may be made substantially as

provided in section 7-127-203. C.R.S.

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(b) If a unit is owned by more than one person, each owner of the unit may vote or register A protest to the casting of votes by the other owners of the unit through a duly executed proxy. A unit owner may not revoke a proxy given pursuant to this section except by actual notice of revocation to the person presiding over a meeting of the association. A proxy is void if it is not dated or purports to be revocable without notice.

A proxy terminates eleven months after its date, unless it provides

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- (b.5) TO BE VALID, A PROXY MUST STATE THE SPECIFIC ASSOCIATION MEETING AND SPECIFIC MATTER FOR WHICH THE PROXY HAS BEEN GRANTED. FOR A PROXY HOLDER TO VOTE AT A DIFFERENT MEETING OR ON DIFFERENT MATTERS THAN THE MEETING OR MATTERS STATED IN THE PROXY ITSELF, THE PROXY HOLDER MUST SEEK FURTHER AUTHORIZATION FROM THE UNIT OWNER WHO GRANTED THE PROXY.
- (b.7) FOR ASSOCIATIONS WITH FIFTY OR MORE UNITS, A PROXY HOLDER MAY HOLD PROXIES REPRESENTING NO MORE THAN FIVE PERCENT OF THE UNITS IN THE ASSOCIATION; EXCEPT THAT A PROXY HOLDER MAY HOLD PROXIES REPRESENTING MORE THAN FIVE PERCENT OF THE UNITS IN THE ASSOCIATION IF SUCH PROXIES REPRESENTING GREATER THAN FIVE PERCENT OF THE UNITS ARE GRANTED SOLELY FOR THE PURPOSE OF ESTABLISHING A QUORUM TO HOLD AN ASSOCIATION MEETING.
- **SECTION 2.** Act subject to petition effective date applicability. (1) This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly; except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2022 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.
- (2) This act applies to unit owners' association meetings occurring on or after the applicable effective date of this act.

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