## SENATE AMENDMENTS TO SENATE BILL 963

By COMMITTEE ON CONSUMER PROTECTION AND PUBLIC AFFAIRS

May 5

On page 1 of the printed bill, line 2, after "ORS" insert "94.572,". 1  $\mathbf{2}$ In line 4, after "100.105," insert "100.110, 100.115, 100.120, 100.125, 100.130,". In line 5, after "100.510," insert "100.515," and after "100.540" delete the rest of the line and 3 insert ", 100.600 and 100.640 and sections 24 and 26, chapter 803,". 4 Delete lines 10 through 32.  $\mathbf{5}$ 6 On page 2, delete lines 1 and 2 and insert: "SECTION 2. (1) Each member of the board of directors must be an individual and, except 7 as provided in subsections (2) and (3) of this section, an owner or co-owner of a lot in the 8 9 planned community. 10 "(2) A director appointed by a declarant under ORS 94.600 need not be an owner or co-11 owner of a lot in the planned community. 12"(3)(a) Except as otherwise provided in the bylaws, prior to election to the board of di-13 rectors, an individual described in this subsection shall, upon request of the board, provide 14 the board with documentation satisfactory to the board that the individual is qualified to 15represent the entity or is a trustee or is serving in a fiduciary capacity for the owner of a 16 lot. 17 (b) If a corporation, limited liability company or partnership owns a lot in the planned 18 community or owns an interest in an entity that owns a lot in the planned community, an 19 officer, employee or agent of a corporation, a member, manager, employee or agent of a 20 limited liability company, or a partner, employee or agent of a partnership may serve on the 21board of directors. "(c) A trustee may serve on the board of directors if the trustee holds legal title to a lot 22in the planned community for the benefit of the owner of the beneficial interest in the lot. 23 24 "(d) An executor, administrator, guardian, conservator, or other individual appointed by 25a court to serve in a fiduciary capacity for an owner of a lot in the planned community, or 26an officer or employee of an entity if an entity is appointed, may serve on the board of di-27rectors. 28"(4) The position of an individual serving on the board of directors under subsection (3)

of this section automatically becomes vacant if the individual no longer meets the requirements of subsection (3) of this section.".

31 After line 26, insert:

32 "SECTION 3a. ORS 94.572 is amended to read:

"94.572. (1)(a) A Class I or Class II planned community created before January 1, 2002, that was
not created under ORS 94.550 to 94.783 is subject to this section and ORS 94.550, 94.590, 94.595 (5)
to (9), 94.625, 94.630 (1), (3) and (4), 94.640, 94.641, 94.642, 94.645, 94.647, 94.650, 94.652, 94.655, 94.657,

94.658, 94.660, 94.661, 94.662, 94.665, 94.670, 94.675, 94.676, 94.680, 94.690, 94.695, 94.704, 94.709,
94.712, 94.716, 94.719, 94.723, 94.728, 94.733, 94.770, 94.775, 94.777 and 94.780 and sections 2 and 3
of this 2009 Act to the extent that those statutes are consistent with any governing documents. If
the governing documents do not provide for the formation of an association, the requirements of this
subsection are not effective until the formation of an association in accordance with paragraph (b)
of this subsection. If a provision of the governing documents is inconsistent with this subsection, the
owners may amend the governing documents using the procedures in this subsection:

8 "(A) In accordance with the procedures for the adoption of amendments in the governing documents and subject to any limitations in the governing documents, the owners may amend the in-9 10 consistent provisions of the governing documents to conform to the extent feasible with this section 11 and ORS 94.550, 94.590, 94.595 (5) to (9), 94.625, 94.630 (1), (3) and (4), 94.640, 94.641, 94.642, 94.645, 1294.647, 94.650, 94.652, 94.655, 94.657, 94.658, 94.660, 94.661, 94.662, 94.665, 94.670, 94.675, 94.676, 1394.680, 94.690, 94.695, 94.704, 94.709, 94.712, 94.716, 94.719, 94.723, 94.728, 94.733, 94.770, 94.775, 94.777 and 94.780 and sections 2 and 3 of this 2009 Act. Nothing in this paragraph requires the owners 14 15to amend a declaration or bylaws to include the information required by ORS 94.580 or 94.635.

"(B) If there are no procedures for amendment in the governing documents:

"(i) For an amendment to a recorded governing document other than bylaws, the owners may
amend the inconsistent provisions of the document to conform to this section and ORS 94.550, 94.590,
94.595 (5) to (9), 94.625, 94.630 (1), (3) and (4), 94.640, 94.641, 94.642, 94.645, 94.647, 94.650, 94.652,
94.655, 94.657, 94.658, 94.660, 94.661, 94.662, 94.665, 94.670, 94.675, 94.676, 94.680, 94.690, 94.695,
94.704, 94.709, 94.712, 94.716, 94.719, 94.723, 94.728, 94.733, 94.770, 94.775, 94.777 and 94.780 and
sections 2 and 3 of this 2009 Act by a vote of at least 75 percent of the owners in the planned
community.

"(ii) For an amendment to the bylaws, the owners may amend the inconsistent provisions of the
bylaws to conform to this section and ORS 94.550, 94.590, 94.595 (5) to (9), 94.625, 94.630 (1), (3) and
(4), 94.640, 94.641, 94.642, 94.645, 94.647, 94.650, 94.652, 94.655, 94.657, 94.658, 94.660, 94.661, 94.662,
94.665, 94.670, 94.675, 94.676, 94.680, 94.690, 94.695, 94.704, 94.709, 94.712, 94.716, 94.719, 94.723,
94.728, 94.733, 94.770, 94.775, 94.777 and 94.780 and sections 2 and 3 of this 2009 Act by a vote of
at least a majority of the owners in the planned community.

"(iii) An amendment may be adopted at a meeting held in accordance with the governing documents or by another procedure permitted by the governing documents following the procedures
prescribed in ORS 94.647, 94.650 or 94.660.

"(iv) An amendment to a recorded declaration shall be executed, certified and recorded as provided in ORS 94.590 (2) and (3) and shall be subject to ORS 94.590 (5). An amendment to the bylaws and any other governing document shall be executed and certified as provided in ORS 94.590 (3) and shall be recorded in the office of the recording officer of every county in which the planned community is located if the bylaws or other governing document to which the amendment relates were recorded.

39 "(C) An amendment adopted pursuant to this paragraph shall include:

40 "(i) A reference to the recording index numbers and date of recording of the declaration or 41 other governing document, if recorded, to which the amendment relates; and

42 "(ii) A statement that the amendment is adopted pursuant to the applicable subparagraph of this43 paragraph.

"(b)(A) If the governing documents do not provide for the formation of an association of owners,
at least 10 percent of the owners in the planned community or any governing entity may initiate the

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1 formation of an association as provided in this paragraph. The owners or the governing entity ini-2 tiating the association formation shall call an organizational meeting for the purpose of voting 3 whether to form an association described in ORS 94.625. The notice of the meeting shall:

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"(i) Name the initiating owners or governing entity;

5 "(ii) State that the organizational meeting is for the purpose of voting whether to form an as-6 sociation in accordance with the proposed articles of incorporation;

"(iii) State that if the owners vote to form an association, the owners may elect the initial board
of directors provided for in the articles of incorporation and may adopt the initial bylaws;

9 "(iv) State that to form an association requires an affirmative vote of at least a majority of the 10 owners in the planned community, or, if a larger percentage is specified in the applicable governing 11 document, the larger percentage;

"(v) State that to adopt articles of incorporation, to elect the initial board of directors pursuant to the articles of incorporation or to adopt the initial bylaws requires an affirmative vote of at least a majority of the owners present;

"(vi) State that if the initial board of directors is not elected, an interim board of directors shall
be elected pursuant to bylaws adopted as provided in subparagraph (C) of this paragraph;

17 "(vii) State that a copy of the proposed articles of incorporation and bylaws will be available 18 at least five business days before the meeting and state the method of requesting a copy; and

"(viii) Be delivered in accordance with the declaration and bylaws. If there is no governing
document or the document does not include applicable provisions, the owners or governing entity
shall follow the procedures prescribed in ORS 94.650 (4).

"(B) At least five business days before the organizational meeting, the initiating owners or governing entity shall cause articles of incorporation and bylaws to be drafted. The bylaws shall include, to the extent applicable, the information required by ORS 94.635.

25 "(C) At the organizational meeting:

"(i) Representatives of the initiating owners or governing entity shall, to the extent not inconsistent with the governing documents, conduct the meeting according to Robert's Rules of Order as
provided in ORS 94.657.

29 "(ii) The initiating owners or governing entity shall make available copies of the proposed arti-30 cles of incorporation and the proposed bylaws.

31 "(iii) The affirmative vote of at least a majority of the owners of a planned community, or, if a 32 larger percentage is specified in the applicable governing document, the larger percentage, is re-33 quired to form an association under this paragraph.

"(iv) If the owners vote to form an association, the owners shall adopt articles of incorporation and may elect the initial board of directors as provided in the articles of incorporation, adopt bylaws and conduct any other authorized business by an affirmative vote of at least a majority of the owners present. If the owners do not elect the initial board of directors, owners shall elect an interim board of directors by an affirmative vote of at least a majority of the owners present to serve until the initial board of directors is elected.

40 "(v) An owner may vote by proxy, or by written ballot, if approved, in the discretion of a ma-41 jority of the initiating owners or governing entity.

42 "(D) Not later than 10 business days after the organizational meeting, the board of directors43 shall:

44 "(i) Cause the articles of incorporation to be filed with the Secretary of State under ORS chap-45 ter 65; 1 "(ii) Cause the notice of planned community described in subsection (4) of this section to be 2 prepared, executed and recorded in accordance with subsection (4) of this section;

"(iii) Provide a copy of the notice of planned community to each owner, together with a copy of the adopted articles of incorporation and bylaws, if any, or a statement of the procedure and method for adoption of bylaws described in subparagraph (C) of this paragraph. The copies and any statement shall be delivered to each lot, mailed to the mailing address of each lot or mailed to the mailing addresses designated by the owners in writing; and

8 "(iv) Cause a statement of association information to be prepared, executed and recorded in 9 accordance with ORS 94.667.

"(E) If the owners vote to form an association, all costs incurred under this paragraph, including but not limited to the preparation and filing of the articles of incorporation, drafting of bylaws, preparation of notice of meeting and the drafting, delivery and recording of all notices and statements shall be a common expense of the owners and shall be allocated as provided in the appropriate governing document or any amendment thereto.

"(2)(a) The owners of lots in a Class I or Class II planned community that are subject to the provisions of ORS chapter 94 specified in subsection (1) of this section may elect to be subject to any other provisions of ORS 94.550 to 94.783 upon compliance with the procedures prescribed in subsection (1) of this section.

"(b) If the owners of lots in a Class I or Class II planned community elect to be subject to additional provisions of ORS 94.550 to 94.783, unless the notice of planned community otherwise required or permitted under subsection (4) of this section includes a statement of the election pursuant to this paragraph, the board of directors of the association shall cause the notice of planned community described in subsection (4) of this section to be prepared, executed and recorded in accordance with subsection (4) of this section.

25 "(3)(a) The owners of lots in a Class III planned community created before January 1, 2002, may 26 elect to be subject to provisions of ORS 94.550 to 94.783 upon compliance with the applicable pro-27 cedures in subsection (1) of this section.

(b) If the owners of lots in a Class III planned community elect to be subject to provisions of ORS 94.550 to 94.783, the board of directors of the association shall cause the notice of planned community described in subsection (4) of this section to be prepared, executed and recorded in accordance with subsection (4) of this section.

32 "(4) The notice of planned community required or permitted by this section shall be:

33 "(a) Titled 'Notice of Planned Community under ORS 94.572';

34 "(b) Executed by the president and secretary of the association; and

35 "(c) Recorded in the office of the recording officer of every county in which the property is lo-36 cated.

37 "(5) The notice of planned community shall include:

38 "(a) The name of the planned community and association as identified in the recorded declara-39 tion, conditions, covenants and restrictions or other governing document and, if different, the cur-40 rent name of the association;

"(b) A list of the properties, described as required for recordation in ORS 93.600, within the ju risdiction of the association;

43 "(c) Information identifying the recorded declaration, conditions, covenants and restrictions or
44 other governing documents and a reference to the recording index numbers and date of recording
45 of the governing documents;

1 "(d) A statement that the property described in accordance with paragraph (b) of this subsection 2 is subject to specific provisions of the Oregon Planned Community Act;

"(e) A reference to the specific provisions of the Oregon Planned Community Act that apply to
the subject property and a reference to the subsection of this section under which the application
is made; and

6 "(f) If an association is formed under subsection (1)(b)(A) of this section, a statement to that 7 effect.

8 "(6) An amended statement shall include a reference to the recording index numbers and the 9 date of recording of prior statements.

"(7) The county clerk may charge a fee for recording a statement under this section according
to the provisions of ORS 205.320 (4).

"(8) The board of directors of an association not otherwise required to cause a notice of planned community described in subsection (4) of this section to be prepared and recorded under this section may cause a notice of planned community to be prepared, executed and recorded as provided in subsection (4) of this section.

"(9) Title to a unit, lot or common property in a Class I or Class II planned community created before January 1, 2002, may not be rendered unmarketable or otherwise affected by a failure of the planned community to be in compliance with a requirement of this section.

19 "(10) As used in this section:

"(a) 'Governing entity' means an incorporated or unincorporated association, committee, person or any other entity that has authority, under a governing document, to maintain commonly maintained property, impose assessments on lots or to act on behalf of lot owners within the planned community on matters of common concern.

24 "(b) 'Recorded declaration' means an instrument recorded with the county recording officer of 25 the county in which the planned community is located that contains conditions, covenants and re-26 strictions binding lots in the planned community or imposes servitudes upon the real property.".

27 On page 10, line 14, delete the period and insert "; and".

28 On page 11, line 19, after "votes" insert "that may be".

29 On page 12, line 14, after the period delete the rest of the line and line 15.

30 In line 44, delete "sections" and insert "subsections".

31 On page 13, line 2, delete "transfer" and insert "transfers" and delete the third comma and after 32 "pursuant" insert "to".

33 On page 16, line 24, delete "any owner" and insert "one or more owners".

In line 25, delete "expense" and insert "loss or cost" and delete "lot of the owner" and insert flots of the responsible owners".

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On page 17, delete lines 21 through 42 and insert:

37 "<u>SECTION 18.</u> (1) Each member of the board of directors of the association of unit own-38 ers must be an individual and, except as provided in subsections (2) and (3) of this section, 39 an owner or co-owner of a unit in the condominium.

40 "(2) A director appointed by a declarant under ORS 100.200 need not be an owner or co41 owner of a unit in the condominium.

42 "(3)(a) Except as otherwise provided in the bylaws, prior to election to the board of di-43 rectors, an individual described in this subsection, upon request of the board, shall provide 44 the board with documentation satisfactory to the board that the individual is qualified to 45 represent the entity or is a trustee or is serving in a fiduciary capacity for the owner of a 1 unit.

2 "(b) If a corporation, limited liability company or partnership owns a unit in the condominium or owns an interest in an entity that owns a unit in the condominium, an officer, 3 4 employee or agent of a corporation, a member, manager, employee or agent of a limited liability company, or a partner, employee or agent of a partnership may serve on the board 5 of directors. 6

7 (c) A trustee may serve on the board of directors if the trustee holds legal title to a unit in the condominium in trust for the benefit of the owner of the beneficial interest in the unit. 8 "(d) An executor, administrator, guardian, conservator, or other individual appointed by 9

a court to serve in a fiduciary capacity for an owner of a unit, or an officer or employee of 10 11 an entity if the person appointed is an entity, may serve on the board of directors.

12"(4) The position of an individual serving on the board of directors under subsection (3) 13of this section automatically becomes vacant if the individual no longer meets the requirements of subsection (3) of this section.". 14

In line 45, after "structure" insert "or development". 15

16 On page 18, line 1, delete "physically identical".

In line 43, restore the bracketed material and delete the boldfaced material. 17

18 In line 44, after "purposes" insert "as provided in subsection (5) of this section".

19 On page 19, line 1, after "(5)" insert "(a)".

In line 3, restore the bracketed material and delete the boldfaced material. 20

21After line 4, insert:

22"(b) As used in this subsection, 'nonresidential purposes' includes apartments within a condo-23minium in which the apartments are not separate units or units that are restricted in use by the unit owner to less than full-time residential purposes.". 24

25Delete lines 9 through 14 and insert:

26"(8) If an association creates not more than two additional units from common elements by an amendment to the declaration under ORS 100.135, then ORS 100.635 (2), 100.640 (8) to (12), 100.655, 27100.705, 100.720, 100.725, 100.730, 100.735 and 100.745 do not apply to the sale of the units by the 28 29 association.".

In line 44, after the first "and" insert ", if an additional unit is created from common 30 elements,". 31

On page 20, line 10, delete "ORS 100.115" and insert "section 43 of this 2009 Act". 32

33 On page 24, delete lines 37 through 40 and insert:

"(b) The association of a condominium created on or after September 27, 2007, shall be organ-3435 ized:

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"(A) As a corporation for profit or a nonprofit corporation; or

37 "(B) If the condominium consists of four or fewer units, excluding units used for parking, storage 38 or other use ancillary to a unit, as an unincorporated association, corporation for profit or a 39 nonprofit corporation.".

40 On page 29, line 16, after "(b)" delete the rest of the line and insert "Twenty percent of the 41 votes that may be cast by persons who are present in person, by proxy or by absentee ballot, if 42absentee ballots are permitted.".

43 On page 31, line 8, delete the first "the".

44 On page 32, line 18, delete "paragraphs (b) and (c)" and insert "paragraph (b)".

On page 37, line 27, delete ", 100.115 and 100.135" and insert "and 100.135 and section 43 of this 45

- 1 2009 Act".
- 2 On page 38, line 4, delete "ORS 100.115 (9) and (10)" and insert "section 43 of this 2009 Act".
- 3 In line 18, delete "(2)" and insert "(1)".
- 4 In line 29, delete "(2)" and insert "(1)".
- 5 On page 39, line 43, after "100.910" insert "and section 43 of this 2009 Act".
- 6 On page 40, line 26, delete "(2)(i)" and insert "(1)(i)".
- 7 In line 28, delete "(2)(i)" and insert "(1)(i)".
- 8 On page 43, after line 7, insert:
- 9 "SECTION 40. ORS 100.110 is amended to read:

"100.110. (1)(a) Before a declaration, supplemental declaration or an amendment thereto may be recorded, it must be approved as provided in this section by the county assessor of the county in which the property is located and the Real Estate Commissioner.

"(b) Before a declaration, [or] supplemental declaration or an amendment thereto may be re corded, it must be approved by the tax collector of the county in which the property is located.

"(c) A declaration, supplemental declaration or amendment thereto may not be approved unless the requirements of subsections (2) to [(6)] (7) of this section are met. Approval shall be evidenced by execution of the declaration or amendment or by a written approval attached thereto.

"(2) The county assessor of the county in which the property is located shall approve a declaration, supplemental declaration or amendment thereto if:

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"(a) The name complies with ORS 100.105 (5) and (6); and

21 "(b) The plat and floor plans comply with the requirements of ORS 100.115.

"(3) The tax collector of the county in which the property is located shall approve the declaration or supplemental declaration, or an amendment that adds property to the condominium or changes the boundary of a unit for which a plat is required under [ORS 100.115 (9)(a)] section 43 of this 2009 Act, if:

26 "(a) All ad valorem taxes, special assessments, fees, or other charges required by law to be 27 placed upon the tax roll which have or will become a lien upon the property during the tax year 28 have been paid;

29 "(b) Advance payment of ad valorem taxes, special assessments, fees or other charges which are 30 not on the tax roll and for which payment is required under paragraph (a) of this subsection has 31 been made to the tax collector utilizing the procedures contained in ORS 92.095 and 311.370; and

"(c) The additional taxes, penalty, and any interest attributable thereto, required because of disqualification of the property from any special assessment have been paid.

34 "(4) Subject to subsection (5)(b) of this section, the commissioner shall approve the declaration 35 or amendment thereto if:

36 "(a) The declaration or the amendment thereto complies with the requirements of ORS 100.105 37 and 100.135;

38 "(b) The bylaws adopted under ORS 100.410 comply with the requirements of ORS 100.410 and 39 100.415;

40 "(c) The plat [and floor plans comply] complies with the requirements of ORS 100.115;

41 "(d) The declaration is for a conversion condominium and the declarant has submitted:

42 "(A) An affidavit that the notice of conversion was given in accordance with ORS 100.305 and
43 that the notice period has expired;

44 "(B) An affidavit that the notice of conversion was given in accordance with ORS 100.305 and 45 copies of the written consent of any tenants who received the notice of conversion before expiration 1 of the notice; or

2 "(C) Any applicable combination of the requirements of subparagraphs (A) and (B) of this para-3 graph; and

4 "(e) A paper copy of the plat executed by the declarant and prepared in conformance with ORS 5 100.115 and a certification of plat execution, on a form prescribed and furnished by the commis-6 sioner, have been submitted stating that the paper copy is a true copy of the plat signed by the 7 declarant. The certification may be executed by the declarant, the professional land surveyor who 8 signed the surveyor's certificate on the plat, the attorney for the declarant, a representative of the 9 title insurance company that issued the information required under ORS 100.640 (5) or 100.660 (2)(d) 10 or another person authorized by the declarant in writing to execute the certification.

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"(5) The commissioner shall approve a supplemental declaration if:

"(a) The supplemental declaration complies with the requirements of ORS 100.120;

13 "(b) The supplemental plat complies with the requirements of ORS 100.115;

"(c) The supplemental declaration is for a conversion condominium and the declarant has
 complied with the requirements of subsection (4)(d) of this section; and

"(d) A paper copy of the supplemental plat described in subsection (4)(e) of this section
 has been submitted.

18 "[(5)] (6) Approval by the commissioner [shall not be] is not required for an amendment to a 19 declaration transferring the right of use of a limited common element pursuant to ORS 100.515 (5).

20 "[(6)] (7) Before the commissioner approves the declaration, supplemental declaration or 21 amendment thereto under this section:

"(a) The declarant or other person requesting approval shall pay to the commissioner a fee determined by the commissioner under ORS 100.670; and

"(b) For an amendment, the Condominium Information Report and the Annual Report described
in ORS 100.260 shall be designated current by the Real Estate Agency as provided in ORS 100.255
and the fee required under ORS 100.670 shall be paid.

"[(7)] (8) If the declaration or amendment thereto approved by the commissioner under subsection (4) of this section is not recorded in accordance with ORS 100.115 within two years from the date of approval by the commissioner, the approval [*shall*] automatically [*expire*] **expires** and the declaration, **supplemental declaration** or amendment thereto must be resubmitted for approval in accordance with this section. The commissioner's approval shall set forth the date on which the approval [*will expire*] **expires**.

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"<u>SECTION 41.</u> ORS 100.115 is amended to read:

"100.115. [(1) When a declaration or a supplemental declaration under ORS 100.125 is made and approved as required, it shall, upon the payment of the fees provided by law, be recorded by the recording officer. The fact of recording and the date thereof shall be entered thereon. At the time of recording the declaration or supplemental declaration, the person offering it for record shall also file an exact copy, certified by the recording officer to be a true copy thereof, with the county assessor.]

<sup>39</sup> "[(2)] (1) A plat of the land described in the declaration or a supplemental plat described in a <sup>40</sup> supplemental declaration, complying with ORS 92.050, 92.060 (1) and (2), 92.080 and 92.120, shall be <sup>41</sup> recorded simultaneously with the declaration or supplemental declaration. Upon request, the person <sup>42</sup> offering the plat or supplemental plat for recording shall also file an exact copy, certified by the <sup>43</sup> surveyor who made the plat to be an exact copy of the plat, with the county assessor and the county <sup>44</sup> surveyor. The exact copy shall be made on suitable drafting material having the characteristics of <sup>45</sup> strength, stability and transparency required by the county surveyor. The plat or supplemental 1 plat[,] shall be titled in accordance with subsection [(4)] (3) of this section[,] and shall:

2 "(a) Show the location of:

"(A) All buildings and public roads. The location shall be referenced to a point on the boundary
of the property; and

5 "(B) For a condominium containing units described in ORS 100.020 (3)(b)(C) or (D), the moorage 6 space or floating structure. The location shall be referenced to a point on the boundary of the up-7 land property regardless of a change in the location resulting from a fluctuation in the water level 8 or flow.

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"(b) Show the designation, location, dimensions and area in square feet of each unit including:

"(A) For units in a building described in ORS 100.020 (3)(b)(A), the horizontal and vertical boundaries of each unit and the common elements to which each unit has access. The vertical boundaries shall be referenced to a known benchmark elevation or other reference point as approved by the city or county surveyor;

"(B) For a space described in ORS 100.020 (3)(b)(B), the horizontal boundaries of each unit and the common elements to which each unit has access. If the space is located within a structure, the vertical boundaries also shall be shown and referenced to a known benchmark elevation or other reference point as approved by the city or county surveyor;

"(C) For a moorage space described in ORS 100.020 (3)(b)(C), the horizontal boundaries of each unit and the common elements to which each unit has access; and

"(D) For a floating structure described in ORS 100.020 (3)(b)(D), the horizontal and vertical boundaries of each unit and the common elements to which each unit has access. The vertical boundaries shall be referenced to an assumed elevation of an identified point on the floating structure even though the assumed elevation may change with the fluctuation of the water level where the floating structure is moored.

"(c) Identify and show, to the extent feasible, the location and dimensions of all limited common elements described in the declaration. The plat may not include any statement indicating to which unit the use of any noncontiguous limited common element is reserved.

"(d) Include a statement, including signature and official seal, of a registered architect, registered professional land surveyor or registered professional engineer certifying that the plat fully and accurately depicts the boundaries of the units of the building and that construction of the units and buildings as depicted on the plat has been completed, except that the professional land surveyor who prepared the plat need not affix a seal to the statement.

"(e) Include a surveyor's certificate, complying with ORS 92.070, that includes information in the declaration in accordance with ORS 100.105 (1)(a) and a metes and bounds description or other description approved by the city or county surveyor.

36 "(f) Include a statement by the declarant that the property and improvements described and 37 depicted on the plat are subject to the provisions of ORS 100.005 to 100.625.

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"(g) Include such signatures of approval as may be required by local ordinance or regulation.

39 "(h) Include any other information or data not inconsistent with the declaration that the 40 declarant desires to include.

"(i) If the condominium is a flexible condominium, show the location and dimensions of all variable property identified in the declaration and label the variable property as 'WITHDRAWABLE VARIABLE PROPERTY' or 'NONWITHDRAWABLE VARIABLE PROPERTY,' with a letter different from those designating a unit, building or other tract of variable property. If there is more than one tract, each tract shall be labeled in the same manner.

"[(3)] (2) The supplemental plat required under ORS 100.150 (1) shall be recorded simultaneously 1  $\mathbf{2}$ with the supplemental declaration. [Upon request, the person offering the supplemental plat for recording shall also file an exact copy, certified by the surveyor who made the plat to be an exact copy 3 4 of the plat, with the county assessor and the county surveyor. The exact copy shall be made on suitable drafting material having the characteristics of strength, stability and transparency required by the 5 county surveyor.] The supplemental plat[,] shall be titled in accordance with subsection [(4)] (3) of 6 7 this section[,] and shall: "(a) Comply with ORS 92.050, 92.060 (1), (2) and (4), 92.080, 92.120 and subsections [(4) and] (3) 8 9 to (5) of this section. 10 "(b) If any property is withdrawn: 11 "(A) Show the resulting perimeter boundaries of the condominium after the withdrawal; and "(B) Show the information required under subsection [(2)(i)] (1)(i) of this section as it relates to 1213any remaining variable property. "(c) If any property is reclassified, show the information required under subsection [(2)(a)] (1)(a) 14 15to (d) of this section. 16 "(d) Include a 'Declarant's Statement' that the property described on the supplemental plat is reclassified or withdrawn from the condominium and that the condominium exists as described and 17 18 depicted on the plat. 19 "(e) Include a surveyor's [affidavit] certificate complying with ORS 92.070. "[(4)] (3) The title of each supplemental plat described in ORS 100.120 shall include the complete 2021name of the condominium, followed by the additional language specified in this subsection and the 22appropriate reference to the stage being annexed or tract of variable property being reclassified. 23Each supplemental plat for a condominium recorded on or after January 1, 2002, shall be numbered 24 sequentially and shall: 25"(a) If property is annexed under ORS 100.125, include the words 'Supplemental Plat No. 26\_: Annexation of Stage \_\_\_\_ \_\_\_\_; or 27"(b) If property is reclassified under ORS 100.150, include the words 'Supplemental Plat No. -: Reclassification of Variable Property, Tract -2829 "(4) Upon request of the county surveyor or assessor, the person offering a plat or sup-30 plemental plat for recording shall also file an exact copy, certified by the surveyor who made the plat to be an exact copy of the plat, with the county assessor and the county surveyor. 3132The exact copy shall be made on suitable drafting material having the characteristics of 33 strength, stability and transparency required by the county surveyor. "(5) Before a plat or a supplemental plat may be recorded, it must be approved by the city or 34county surveyor as provided in ORS 92.100. Before approving the plat as required by this section, 35 the city or county surveyor shall: 36 37 "(a) Check the boundaries of the plat and units and take measurements and make computations 38 necessary to determine that the plat complies with this section. 39 "(b) Determine that the name complies with ORS 100.105 (5) and (6). 40 "(c) Determine that the following are consistent: 41 "(A) The designation and area in square feet of each unit shown on the plat and the unit des-42ignations and areas contained in the declaration in accordance with ORS 100.105 (1)(d); "(B) Limited common elements identified on the plat and the information contained in the dec-43 44 laration in accordance with ORS 100.105 (1)(h); 45 "(C) The description of the property in the surveyor's certificate included on the plat and the

1 description contained in the declaration in accordance with ORS 100.105 (1)(a); and

2 "(D) For a flexible condominium, the variable property depicted on the plat and the identifica-3 tion of the property contained in the declaration in accordance with ORS 100.105 (7)(c).

"(6) The person offering the plat or supplemental plat for approval shall:

5 "(a) Submit a copy of the proposed declaration and bylaws or applicable supplemental declara-6 tion at the time the plat is submitted; and

"(b) Submit the original or a copy of the executed declaration and bylaws or the applicable
supplemental declaration approved by the commissioner if required by law prior to approval.

9 "(7) For performing the services described in subsection (5)(a) to (c) of this section, the city 10 surveyor or county surveyor shall collect from the person offering the plat for approval a fee of \$150 11 plus \$25 per building. The governing body of a city or county may establish a higher fee by resol-12 ution or order.

"[(8)(a) Whenever variable property is reclassified or withdrawn as provided in ORS 100.155 (1) 13or (2) or property is removed as provided in ORS 100.600 (2), the county surveyor shall, upon the 14 15surveyor's copy of all previously recorded plats relating to the variable property or property being re-16 moved and upon any copy thereof certified by the county clerk, trace, shade or make other appropriate marks or notations, including the date and the surveyor's name or initials, with archival quality black 1718 ink in such manner as to denote the reclassification, withdrawal or removal. The recording index 19 numbers and date of recording of the supplemental declaration and plat or amendment and amended plat shall also be referenced on the copy of each plat. The original plat may not be changed or cor-2021rected after the plat is recorded.]

"[(b) For performing the activities described in this subsection, the county clerk shall collect a fee set by the county governing body. The county clerk shall also collect a fee set by the county governing body to be paid to the county surveyor for services provided under this subsection.]

25 "[(9) In addition to the provisions of subsection (12) of this section, a plat, including any floor 26 plans that are a part of the plat, may be amended as follows:]

"[(a)(A) Except as otherwise provided in ORS 100.600, a change to the boundary of the property, a unit or a limited common element or a change to the configuration of other information required to be graphically depicted on the plat shall be made by a plat entitled 'Plat Amendment' that shall reference in the title of the amendment the recording information of the original plat and any previous plat amendments.]

"[(B) The plat amendment shall comply with ORS 92.050, 92.060 (1), (2) and (4), 92.080 and 92.120
 and shall include:]

"[(i) A graphic depiction of the change.]

"[(ii) For a change to the boundary of the property, a surveyor's certificate, complying with ORS
92.070.]

37 "[(iii) For a change to a boundary of a unit or a limited common element or a change to other 38 information required to be graphically depicted, the statement of a registered architect, registered pro-39 fessional land surveyor or registered professional engineer described in subsection (2)(d) of this 40 section.]

41 "[(iv) A declaration by the chairperson and secretary on behalf of the association of unit owners
42 that the plat is being amended pursuant to this subsection. Such declaration shall be executed and ac43 knowledged in the manner provided for acknowledgment of deeds.]

44 "[(C) The plat amendment shall be accompanied by an amendment to the declaration authorizing 45 such plat amendment. The declaration amendment shall be executed, approved and recorded in ac-

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1 cordance with ORS 100.110 and 100.135.]

2 "[(D) Before a plat amendment may be recorded, it must be approved by the city or county surveyor 3 as provided in ORS 92.100. The surveyor shall approve the plat amendment if it complies with the 4 requirements of this subsection. The person offering the plat amendment shall:]

5 "[(i) Submit a copy of the proposed amendment to the declaration required under this paragraph 6 when the plat amendment is submitted; and]

7 "[(ii) Submit the original or a copy of the executed amendment to the declaration approved by the 8 commissioner if required by law prior to approval of the plat amendment.]

9 "[(E) Upon request, the person offering the plat amendment for recording shall also file an exact 10 copy, certified by the surveyor who made the plat to be an exact copy of the plat amendment, with the 11 county assessor and the county surveyor. The exact copy shall be made on suitable drafting material 12 having the strength, stability and transparency required by the county surveyor.]

13 "[(b)(A) A change to a restriction or other information not required to be graphically depicted on 14 the plat may be made by amendment of the declaration without a plat amendment described in para-15 graph (a) of this subsection. An amendment under this paragraph shall include:]

"[(i) A reference to recording index numbers and date of recording of the declaration, plat and any
 applicable supplemental declarations, amendments, supplemental plats or plat amendments.]

18 "[(*ii*) A description of the change to the plat.]

"[(iii) A statement that the amendment was approved in accordance with the declaration and ORS
 100.135.]

21 "[(B) The amendment shall be executed, approved and recorded in accordance with ORS 100.110 22 and 100.135.]

23 "[(C) Before the amendment may be recorded, it must be approved by the city or county surveyor 24 as provided in ORS 92.100. The surveyor shall approve the amendment if it complies with this sub-25 section. Such approval shall be evidenced by execution of the amendment or by written approval at-26 tached thereto.]

27 "[(c)(A) Floor plans of a condominium for which a plat was not required at the time of creation 28 may be amended by an amendment to the declaration. An amendment under this paragraph shall in-29 clude:]

30 "[(i) A reference to recording index numbers and date of recording of the declaration and any ap-31 plicable supplemental declarations or amendments.]

32 "[(ii) A description of the change to the floor plans.]

33 "[(iii) A graphic depiction of any change to the boundaries of a unit or common element and a 34 statement by a registered architect, registered professional land surveyor or registered professional en-35 gineer certifying that such graphic depiction fully and accurately depicts the boundaries of the unit or 36 common element as it currently exists.]

37 "[(B) The amendment shall be approved and recorded in accordance with ORS 100.110 and 100.135 38 except that any change to the floor plans need only comply with the requirements of the unit ownership 39 laws in effect at the time the floor plans were initially recorded.]

40 "[(10) After recording of any declaration amendment or plat amendment pursuant to subsection (9) 41 of this section, the county surveyor shall, upon the surveyor's copy of all previously recorded plats re-42 lating to the condominium and any copies filed under ORS 92.120 (3), make such appropriate marks 43 or notations, including the date and the surveyor's name or initials, with archival quality black ink in 44 such manner as to denote the changes. The recording index numbers and date of recording of the 45 declaration amendment and any plat amendment shall also be referenced on the copy of each plat. The 1 original plat may not be changed or corrected after the plat is recorded.]

2 "[(11) For performing the services described in subsections (9) and (10) of this section, the county 3 surveyor shall collect from the person offering the plat amendment or declaration amendment for ap-4 proval a fee established by the county governing body.]

5 "[(12) The following may be amended by an affidavit of correction in accordance with ORS 6 92.170:]

7 "[(a) A plat, whenever recorded.]

8 "[(b) Floor plans recorded prior to October 15, 1983.]

9 "SECTION 42. Section 43 of this 2009 Act is added to and made a part of ORS chapter 100.

"<u>SECTION 43.</u> (1) A plat, including any floor plans that are a part of a plat, recorded
 before October 15, 1983, may be amended as provided in this section.

"(2)(a) Except as otherwise provided in ORS 100.600, the following must be made by a plat
 entitled 'Plat Amendment':

14 "(A) A change to the boundary of the property, a unit or a limited common element;

15 "(B) The creation of an additional unit from common elements; or

"(C) A change to the configuration of other information required to be graphically de picted on the plat.

18 "(b) The plat amendment shall reference in the title of the amendment the recording 19 information of the original plat and any previous plat amendments.

"(3) The plat amendment shall comply with ORS 92.050, 92.060 (1), (2) and (4), 92.080 and
 92.120 and shall include:

22 "(a) A graphic depiction of the change;

"(b) For a change to the boundary of the property, a surveyor's certificate that complies
with ORS 92.070;

"(c) If the plat amendment is an amendment by correction under section 43b of this 2009
Act, a statement that the plat amendment is an amendment by correction under section 43b
of this 2009 Act;

"(d) A certification, including signature and official seal, of a registered professional land
 surveyor that:

"(A) The plat amendment accurately depicts the amendments to the plat described in the
 declaration amendment recorded under subsection (5) of this section; and

"(B) Any construction that changes the boundaries of a unit or limited common element
 or the construction of any additional unit or limited common element has been completed;
 and

"(e) A declaration by the chairperson and secretary on behalf of the association of unit owners that the plat is being amended pursuant to this section. If the amendment to the declaration required under subsection (5) of this section is a correction amendment under section 43a of this 2009 Act, the declaration shall be by the declarant if the declarant adopts the correction amendment under section 43a of this 2009 Act.

40 "(4) The declaration required under subsection (3)(e) of this section shall be executed and
 41 acknowledged in the manner provided for acknowledgment of deeds.

42 "(5) The plat amendment shall be accompanied by an amendment to the declaration au-43 thorizing the plat amendment. The declaration amendment shall be executed, approved and 44 recorded in accordance with ORS 100.110 and 100.135 or section 43a of this 2009 Act, if the 45 declaration amendment is a correction amendment under section 43a of this 2009 Act. 1 "(6) Before a plat amendment may be recorded, it must be approved by the city or county 2 surveyor as provided in ORS 92.100. The surveyor shall approve the plat amendment if it 3 complies with the requirements of this subsection. The person offering the plat amendment 4 shall:

5 "(a) Submit a copy of the proposed amendment to the declaration required under sub-6 section (3) of this section when the plat amendment is submitted.

"(b) Submit the original or a copy of the executed amendment to the declaration approved by the Real Estate Commissioner if required by law prior to approval of the plat
amendment.

"(c) Upon request, file an exact copy, certified by the surveyor who made the plat to be an exact copy of the plat amendment, with the county assessor and the county surveyor. The exact copy shall be made on suitable drafting material having the strength, stability and transparency required by the county surveyor.

14 "(7) A change to a restriction or other information not required to be graphically de-15 picted on the plat may be made by amendment of the declaration without a plat amendment 16 described in subsection (3) of this section. A declaration amendment under this subsection 17 shall include:

18 "(a) References to recording index numbers and date of recording of the declaration or 19 plat and any applicable supplemental declarations, amendments, supplemental plats or plat 20 amendments.

"(b) A description of the change to the plat.

"(c) A statement that the amendment was approved in accordance with the declaration
 and ORS 100.135.

24 "(8) The declaration amendment described in subsection (7) of this section shall be exe-25 cuted, approved and recorded in accordance with ORS 100.110 and 100.135.

"(9) Before the declaration amendment described in subsection (7) of this section may be recorded, it must be approved by the city or county surveyor as provided in ORS 92.100. The surveyor shall approve the declaration amendment if it complies with subsection (7) of this section. Such approval shall be evidenced by execution of the amendment or by written approval attached thereto.

31 "(10) Floor plans of a condominium for which a plat was not required at the time of 32 creation may be amended by amendment of the declaration. An amendment under this sub-33 section shall include:

"(a) References to recording index numbers and date of recording of the declaration and
 any applicable supplemental declarations or amendments.

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"(b) A description of the change to the floor plans.

"(c) A graphic depiction of any change to the boundaries of a unit or common element and a statement by a registered architect, registered professional land surveyor or registered professional engineer certifying that such graphic depiction fully and accurately depicts the boundaries of the unit or common element as it currently exists.

41 "(11) The declaration amendment described in subsection (10) of this section shall be ap-42 proved and recorded in accordance with ORS 100.110 and 100.135 except that any change to 43 the floor plans need only comply with the requirements of the unit ownership laws in effect 44 at the time the floor plans were initially recorded.

45 "(12) After recording of any declaration amendment or plat amendment pursuant to this

section, the county surveyor shall, upon the surveyor's copy of all previously recorded plats 1 2 relating to the condominium and any copies filed under ORS 92.120 (3), make such appropriate marks or notations, including the date and the surveyor's name or initials, with archival 3 4 quality black ink in such manner as to denote the changes. The recording index numbers and date of recording of the declaration amendment and any plat amendment shall also be ref-5 erenced on the copy of each plat. The original plat may not be changed or corrected after 6 7 the plat is recorded. "(13) For performing the services described in subsections (9) and (12) of this section, the 8 county surveyor shall collect from the person offering the plat amendment or declaration 9 amendment for approval a fee established by the county governing body. 10 11 "SECTION 43a. (1) As used in this section and section 43b of this 2009 Act, 'document' means the declaration, supplemental declaration or bylaws of a condominium. 12"(2) Notwithstanding a provision in a document or this chapter, a document or an 13amendment to a document may be corrected by a correction amendment under this section 14 15to: 16 "(a) Correct the omission of an exhibit to a document. "(b) Correct a mathematical mistake, including, but not limited to: 1718 "(A) The calculation of the stated interest of affected units in the common elements; "(B) The area in square feet of a unit specified in the declaration or supplement decla-19 ration; and 2021"(C) Liability of a unit for common expenses or right to common profits. 22"(c) Correct an inconsistency within a document or between or among the documents or 23a plat, supplemental plat or plat amendment. (d) Correct an ambiguity, inconsistency or error with respect to an objectively verifiable 24 25fact. "(e) Conform the declaration or supplemental declaration to a plat amendment under 2627section 43 of this 2009 Act or an affidavit of correction under section 43b of this 2009 Act. "(f) Correct a provision that is inconsistent with this chapter. 28"(g) Correct the omission of a provision required under this chapter. 29 "(3) A correction amendment adopted under subsection (4) of this section shall include: 30 "(a) The words 'Correction Amendment' in or after the title; 31"(b) A reference to the recording index numbers and date of recording of the declaration, 3233 bylaws, plat, the document being corrected and any other applicable supplemental declarations, supplemental plats or amendments to the documents; 34"(c) A statement of the purpose of the correction; and 35 "(d) A reference to this section. 36 "(4) The board of directors may adopt a correction amendment under this section after 37 giving notice as provided in subsection (8) of this section. No action by the unit owners is 38 39 required. (5) The declarant of the condominium may unilaterally adopt a correction amendment 40 41 under this section to: 42"(a) A document or an amendment to a document, before the conveyance of the first unit in the condominium. 43 44 "(b) A supplemental declaration or an amendment to the supplemental declaration, before conveyance of the first unit in the particular phase or stage. 45

1 "(6) A correction amendment under this section shall be approved by the Real Estate 2 Commissioner under ORS 100.110 and, to the extent required, ORS 100.410, the county 3 assessor in accordance with ORS 100.110 and, if required, the county tax collector.

4 "(7) A correction amendment that corrects the boundary of a unit, common element, 5 variable property or other property interest constitutes a conveyance to the extent neces-6 sary to effectuate the correction.

"(8)(a) Except for a correction amendment adopted by a declarant under subsection (5)
of this section, the notice of any meeting of the board of directors at which the board intends
to consider adoption of a correction amendment under this section must:

10 "(A) State that the board intends to consider the adoption of a correction amendment.

11 "(B) Specify the document to be corrected.

12 "(C) Include a general description of the nature of the correction.

13 "(b) At least three days before the meeting of the board of directors, a notice of the 14 meeting must be given to all owners in the manner described in ORS 100.420 (3).

15 "(9) The owner of a unit materially affected by the correction must be given notice of the 16 meeting of the board of directors under subsection (8) of this section in the manner required 17 under ORS 100.407 (4).

18 "(10) The board of directors shall provide a copy of the recorded correction amendment 19 and any plat amendment by correction or by affidavit of correction under section 43b of this 20 2009 Act recorded concurrently with the correction amendment to any owner described un-

der subsection (9) of this section and to any owner if the correction changes that owner's:

22 "(a) Allocation of voting rights;

23 "(b) Liability for common expenses that changes the amount of any assessment; or

24 "(c) Allocation of interest in the common elements.

25 "<u>SECTION 43b.</u> (1) Unless the context requires otherwise, as used in this section 'plat'
 26 means:

27 "(a) A plat recorded under ORS 100.115.

28 **"(b)** Floor plans made part of a plat that was recorded before October 15, 1983.

29 "(c) A supplemental plat recorded under ORS 100.115.

30 "(d) A plat amendment recorded under section 43 of this 2009 Act.

31 "(2) Notwithstanding a provision in a document of a condominium or this chapter, a plat 32 may be corrected by a plat amendment under section 43 of this 2009 Act as provided in sub-33 section (3) of this section or by an affidavit of correction as provided in subsection (4) of this 34 subsection.

35 "(3) Except as provided in subsection (4) of this section, a correction to a plat must be 36 made by a plat amendment in accordance with section 43 of this 2009 Act. The plat amend-37 ment by correction may:

(a) Conform the designation, depiction or boundaries of a unit, common elements or variable property on the plat to the physical location or actual dimensions of the unit, common elements or variable property.

41 **"(b) Correct a mathematical mistake.** 

42 "(c) Correct the designation of a unit or limited common element.

43 "(d) Make any other correction permitted under section 43a of this 2009 Act.

44 "(4) An affidavit of correction may correct a plat to:

45 "(a) Show any courses or distances omitted from the plat.

1 "(b) Correct an error in any courses or distances shown on the plat.

2 "(c) Correct an error in the description of the real property shown on the plat.

"(d) Correct any other errors or omissions when the error or omission is ascertainable
from the data shown on the plat.

5 "(e) Correct any other errors or omissions on the plat determined by the county sur-6 veyor.

7 "(5) Nothing in subsection (4) of this section may be construed to permit changes in 8 courses or distances for the purpose of redesigning unit, common element or variable prop-9 erty configurations by affidavit of correction under this section.

"(6) The affidavit of correction shall be prepared by the registered professional land surveyor whose signature and seal are on the plat. In the event of the death, disability or retirement from practice of the surveyor, the county surveyor may prepare and record the affidavit of correction.

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"(7) The affidavit of correction prepared under subsection (6) of this section shall: "(a) Set forth in detail the corrections made; and

16 "(b) Contain the seal and signature of the registered professional land surveyor making

17 the correction which shall be affixed to the affidavit of correction.

"(8) The affidavit of correction shall be submitted to the county surveyor for examination
 and a determination that:

"(a) The changes shown on the affidavit of correction are permitted under subsection (4)
of this section; and

22 "(b) The affidavit of correction complies with subsection (7)(a) of this section.

23 "(9) If the county surveyor determines that the affidavit of correction complies with 24 subsection (7) of this section, the county surveyor shall sign a certification that the affidavit 25 of correction has been examined and complies with this section. The certification shall be a 26 part of or an attachment to the affidavit of correction.

"(10)(a) Before an affidavit of correction is recorded, it must be approved by the Real
Estate Commissioner. The affidavit of correction shall be filed with the commissioner under
ORS 100.670.

30 "(b) The commissioner shall approve the affidavit of correction if it complies with this 31 section. The approval shall be evidenced by execution of the affidavit of correction.

32 "(11)(a) The surveyor who prepared the affidavit of correction shall cause the affidavit 33 of correction to be recorded by the recording officer of the county where the plat or sup-34 plemental plat is recorded.

35 "(b) If a correction by an affidavit of correction requires a correction amendment to a 36 document under section 43a of this 2009 Act, the affidavit of correction must be recorded 37 concurrently with the correction amendment.

38 "(12) The surveyor who prepared the affidavit of correction shall cause a copy of the re-39 corded affidavit of correction to be provided to:

40 "(a) The association of unit owners of the condominium, at the address shown in the
41 Condominium Information Report filed in accordance with ORS 100.250 or such other address
42 of which the surveyor has knowledge.

43 **"(b)** The county surveyor, unless otherwise directed by the county surveyor.

44 "(c) The commissioner.

45 "(13)(a) Unless otherwise specified in the affidavit of correction, after recording the affi-

1 davit of correction, the county clerk shall return the affidavit of correction to the county 2 surveyor.

"(b) Upon receipt of the original recorded affidavit of correction or a copy, the county surveyor shall note the correction and the recorder's filing information, with permanent ink, upon any true and exact copies filed in accordance with ORS 92.120 (3). The corrections and filing information shall be marked in such a manner so as not to obliterate any portion of the plat.

8 "(14) For recording the affidavit of correction under subsection (11) of this section, the 9 county clerk shall collect a fee as provided in ORS 205.320. Corrections or changes are not 10 allowed on the original plat once it is recorded.

"(15) For performing the services described in this section, the county surveyor shall
 collect from the person submitting the affidavit of correction a fee established by the county
 governing body.

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"SECTION 44. ORS 100.120 is amended to read:

"100.120. (1) To annex additional property to the condominium or to reclassify variable property under ORS 100.125 or 100.150, a supplemental declaration and a supplemental plat shall be executed, approved and recorded by declarant at the time of each annexation or reclassification. The supplemental plat shall comply with ORS 100.115 and the supplemental declarations shall:

"(a) Include a reference to recording index numbers and date of recording of the initial declaration and bylaws.

21 "(b) Be consistent with the provisions of the original declaration prepared pursuant to ORS 22 100.105 and any prior recorded supplemental declarations.

23 "(c) Contain the information required by ORS 100.105 (1) insofar as that information relates to 24 the property being annexed or reclassified.

25 "(d) State the allocation of undivided interest in the common elements of each unit previously 26 submitted to the provisions of this chapter upon the creation or annexation of the additional prop-27 erty.

"(e) If the stage being annexed contains any variable property, include the information required under ORS 100.105 (7) insofar as that information relates to the property being annexed. The termination date shall be consistent with the information included in the declaration in accordance with ORS 100.105 (2)(b) but may not exceed seven years from the recording of the conveyance of the first unit in the stage to a person other than the declarant. Recording shall be in the county in which the property is located.

"(2) If the Condominium Information Report and the Annual Report described in ORS 100.250 are designated current as provided in ORS 100.255, all such supplemental declarations and plats shall be approved, executed and recorded as provided in ORS 100.100, 100.110 and 100.115. No unit being annexed or created by a supplemental declaration shall be conveyed until after such recording.

39 "(3) To withdraw all or a portion of variable property from a flexible condominium pursuant to 40 ORS 100.150 (1)(b), a supplemental declaration and plat shall be recorded in accordance with sub-41 section (2) of this section. The supplemental plat shall comply with ORS 100.115 [(3)] (2) and the 42 supplemental declaration shall:

"(a) Be consistent with the provisions of the declaration or supplemental declaration drawn
 pursuant to ORS 100.105 (7).

45 "(b) Include a metes and bounds legal description of the variable property being withdrawn.

"(c) Include a metes and bounds legal description of the resulting boundaries of the condomin-1  $\mathbf{2}$ ium after the withdrawal.

3 "(d) State whether or not any variable property remains which may be reclassified or withdrawn 4 from the condominium and, if property may be withdrawn, include the statement required under ORS 100.105 (7)(m). 5

6 "(e) If any variable property is being redesignated as 'nonwithdrawable variable property,' in-7 clude the information required under ORS 100.105 (7)(L).

8 "(4) Except as provided in subsection (5) of this section, as to property submitted to unit ownership after October 4, 1977, additional units may not be added within property previously submitted 9 10 to unit ownership unless all unit owners consent to an amendment to the declaration, plat and any 11 floor plans recorded pursuant to [ORS 100.115] section 43 of this 2009 Act in order to provide for 12such additional units.

13(5) As to property submitted to unit ownership before September 27, 1987, if the declaration provides that additional property may be annexed to the condominium, any subsequent stage may 14 15contain variable property. The termination date may not be later than the earlier of:

"(a) The date specified in the declaration under ORS 100.105 (2)(b); or

17"(b) Seven years from the recording of the conveyance of the first unit in the condominium to 18 a person other than the declarant. Recording shall be in the county in which the property is located. 19 "SECTION 45. ORS 100.125 is amended to read:

"100.125. Subject to ORS 100.120 (4), if the declaration complies with ORS 100.105 (2), until the 2021termination date, additional property may be annexed to the condominium by the recording of a 22supplemental declaration and supplemental plat in accordance with ORS [100.115 and] 100.120 and 23section 43 of this 2009 Act.

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"SECTION 46. ORS 100.130 is amended to read:

25"100.130. (1) Subject to any limitations contained in the declaration, the boundaries between 26adjoining units, including any intervening common elements, may be relocated or eliminated by an 27amendment to the declaration. The owners of the affected units shall submit to the board of directors of the association a proposed amendment which shall identify the units involved, state any re-2829 allocations of common element interest, voting rights, common expense liability and right to common 30 profits and contain words of conveyance. The board of directors shall approve the amendment unless 31it determines within 45 days that the reallocations are unreasonable or the relocation or elimination 32will impair the structural integrity or mechanical systems of the condominium or lessen the support 33 of any portion of the condominium.

34"(2) The board of directors of the association of unit owners may require the owners of the af-35 fected units to submit an opinion of a registered architect or registered professional engineer that the proposed relocation or elimination will not impair the structural integrity or mechanical systems 36 37 of the condominium or lessen the support of any portion of the condominium.

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"(3) The board of directors of the association or any agent appointed by the board of directors 39 may supervise the work necessary to effect the boundary relocation or elimination.

40 "(4) Any expenses incurred under subsections (2) and (3) of this section shall be charged to the 41 owners of the units requesting the boundary relocation or elimination.

(5) The amendment shall be executed by the owners and mortgagees or trust deed beneficiaries 42of the affected units, certified by the chairperson and secretary of the association and approved and 43 44 recorded in accordance with ORS 100.135 (2)(b).

45 "(6) An amendment to the plat and any floor plans necessary to show the altered boundaries 1 between the adjoining units shall be recorded in accordance with [ORS 100.115] section 43 of this

2 2009 Act.

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"<u>SECTION 47.</u> ORS 100.515 is amended to read:

4 "100.515. (1) Each unit shall be entitled to an undivided interest in the common elements in the 5 allocation expressed in the declaration. Such allocation shall be expressed as a fraction or percent-6 age of undivided interest in the common elements. Except as otherwise provided in this chapter, the 7 allocation of undivided interest of each unit in the common elements as expressed in a declaration 8 shall not be altered unless all unit owners having an interest in the particular common element 9 agree thereto and record an amendment to the declaration setting forth the altered allocation of 10 each unit having an interest.

"(2) The sums of the undivided interest in the common elements shall equal one if stated as fractions or 100 percent if stated as percentages.

"(3) The undivided interest in the common elements shall not be separated from the unit to which it appertains and shall be conveyed or encumbered with the unit even though such interest is not expressly mentioned or described in the conveyance or other instrument.

"(4) The common elements shall remain undivided and no unit owner shall bring any action for partition or division of any part thereof, except as provided in this chapter. Any covenant to the contrary is void.

"(5) Notwithstanding subsections (1) and (3) of this section, except where expressly prohibited by the declaration or bylaws, the right of use of any unit in a limited common element may be transferred to any other unit. Such transfer shall occur only if the existing unit owner and all mortgagees of the unit for which the right of use of the limited common element is presently reserved and the unit owner to whom the right of use is being transferred agree to and record an amendment to the declaration setting forth the transfer.

25"(6) Notwithstanding subsections (1) and (3) of this section, in the case where a single unit is 26originally designed and constructed to be two or more separate hotel, motel or other similar living 27accommodations with separate bathrooms and separate entrances from a hallway, balcony, staircase or other common element, the owner, or owners, with the consent of the holder, or holders, of any 2829 recorded mortgage or lien on the unit, may separate such unit into two or more units each having 30 such separate bathrooms and entrances from such common elements. Such persons may divide be-31tween such separate units the allocation of the common elements assigned to the original unit on 32substantially the basis that the square footage of such separated units bears to the total square 33 footage of the original unit by recording an amendment to the declaration signed by such owner, 34or owners, of original unit together with an amendment to any plat and floor plan of such original 35 unit recorded pursuant to [ORS 100.115] section 43 of this 2009 Act showing the division thereof 36 into such two or more units. The amendment shall comply with [ORS 100.115] section 43 of this 37 **2009** Act. Such separated parts of the original unit shall not be used for any purpose other than the 38 purpose for which such separable parts were originally designed and constructed and thereafter 39 have generally been used.

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## "<u>SECTION 48.</u> ORS 100.640 is amended to read:

"100.640. The following documents and information shall be submitted to the Real Estate Commissioner as part of the filing required under ORS 100.635:

43 "(1) A copy of the proposed or recorded declaration or supplemental declaration of condominium
44 ownership drawn in conformance with ORS 100.105 or 100.120, or the law applicable in the state
45 where the condominium was created;

1 "(2) A copy of the proposed or recorded bylaws drawn in conformance with ORS 100.415 or the 2 law applicable in the state where the condominium was created;

"(3) A copy of the full size plat prepared in conformance with ORS 100.115 [(2)] (1) or the law
applicable in the state where the condominium was created, or a copy of the site plan;

5 "(4) A statement from the county assessor or county surveyor that the name for the condomin-6 ium is acceptable under ORS 100.105 (6);

7 "(5) A copy of a preliminary title report, title insurance policy or condominium guarantee that 8 has been issued within the preceding 30 days, including a map showing the location of property de-9 scribed in the report, policy or guarantee or other evidence of title satisfactory to the commissioner;

10 "(6) A copy of all restrictive covenants, reservations or other documents that may create an 11 encumbrance on or limit the use of the property other than those restrictions contained in the 12 declaration or bylaws;

13 "(7) A copy of the reserve study required by ORS 100.175 and other sources of information that 14 serve as a basis for calculating reserves in accordance with ORS 100.175, unless the information is 15 contained in the disclosure statement;

16 "(8) The following sample forms:

"(a) Unit sales agreement, including the notice to purchaser of cancellation rights in accordance with ORS 100.730 and 100.740, the statement required by ORS 93.040 (2) and any warranty required under ORS 100.185; and

20 "(b) A receipt for documents required under ORS 100.725;

21 "(9) If required by ORS 100.680:

"(a) A copy of the escrow agreement drawn in conformance with ORS 100.680 and executed by both the declarant and the escrow agent. If individual escrow agreements or instructions are to be executed by the purchaser, other than the standard escrow instruction required by the escrow agent, submit sample form and a letter from the escrow agent, agreeing to the establishment of the escrows and the procedure set forth in the sample form; and

27 "(b) A unit sales agreement drawn in conformance with ORS 100.680;

28 "(10) If any of the sales will be by means of an installment contract of sale:

29 "(a) A copy of the escrow agreement or escrow instructions executed by the developer and the 30 escrow agent providing for the establishment of collection escrows and the deposit of documents in 31 accordance with ORS 100.720; and

32 "(b) The proposed installment contract of sale form, if available;

33 "(11) Any other documents by which the purchasers will be bound;

34 "(12) Any report or disclosure statement issued for the condominium, by the federal government 35 and any other state; and

36 "(13) A statement of any additional facts or information which the developer desires to submit 37 to the commissioner.".

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