Coalition of Concerned Community Association Professionals

114 E. Van Buren Avenue Naperville, IL 60540 (630)369-2700 x 209

WHY DOES SB 3066 NOT PROTECT THE MEMBERS FOR COMMUNITY ASSOCIATIONS?

- Associations are not for profit corporations
- It prevents community associations from collecting their ONLY source of income—monthly assessments
- Without assessments, community associations cannot:
 - 1. Perform required and needed repairs and replacements;
 - 2. Perform regular maintenance, including that related to the roof, plumbing, electrical grid, and elevators;
 - 3. Pay for salaries for essential employees, including Union employees;
 - 4. Pay for cleaning supplies needed to prevent the spread of COVID-19;
 - 5. Meet contractual obligations; and
 - 6. Pay for insurance coverage.
- Neither the state nor federal government are providing any financial relief for community associations (even though such relief is offered to landlords)
- Members of a Board of Directors for a community association owe a fiduciary duty to each member
 of the association which requires these members to fulfill the contractual obligations of the
 association, specifically those related to maintenance of the property
- If the property is not maintained, the value of each Unit is adversely effected and this may be the ONLY asset for each member of the Association
- Associations cannot seek financial assistance from a third-party lender as lenders require delinquency within an association to be maintained at a certain percentage, with the association taking steps to collect such delinquency.
- Without effective enforcement by the association, no homeowner will feel compelled to pay assessments
- The Evictions Act distinguishes community associations from landlords and language *already exists* within the Act that eliminates the possibility of any Owner from being removed from his/her residence for <u>at least 3½ months</u> from the time a statutory demand for payment is made and Judges then have the right to extend the act as much as <u>7½ months</u>

WHAT WOULD PROTECT THE MEMBERS FOR COMMUNITY ASSOCIATIONS?

- A limitation on the imposition of penalties for late payments
- Stay evictions within State of Illinois
- Allowing Judges to exercise their discretion to extend the stay for enforcement of a judgment for possession up to 180 days or require all judgments for possession to be stayed for the maximum period of time through a date certain (see 735 ILCS 5/9-111.1)

Coalition of Concerned Community Association Professionals

Altus Legal, LLC /s/ Nicholas Bartzen, Attorney /s/ Kris Kasten, Attorney 161 N. Clark Street-Suite 1600 Chicago, IL 60601

Levenfeld Pearlstein LLC /s/ Howard Dakoff, Partner 2 N. LaSalle Street-Suite 1300 Chicago, IL 60601

Saul, Ewing, Arnstein & Lehr, LP /s/ David Sugar, Condominium Law Practice Group Chair 161 North Clark Street- Suite 4200 Chicago, IL 60602 Keough & Moody, P.C. /s/ Gabriella Comstock, Attorney /s/ Dawn Moody, Attorney 114 E. Van Buren Avenue Naperville, IL 60540

Richman, Goldberg & Gorham, LLC /s/ Matthew Goldberg, Attorney 55 E. Monroe Street-Suite 3900 Chicago, IL 60603