HOUSE COMMITTEE OF REFERENCE REPORT

	February 25, 2025
Chair of Committee	Date

Committee on <u>Judiciary</u>.

After consideration on the merits, the Committee recommends the following:

HB25-1123 be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation:

- 1 Amend printed bill, page 2, strike lines 4 and 5 and substitute
- 2 "38-33.3-124. Mandatory mediation legislative declaration -
- 3 **purpose definitions.** (1) THE GENERAL".
- 4 Page 2, strike lines 23 through 25.
- 5 Reletter succeeding paragraphs accordingly.
- 6 Page 3, strike lines 10 through 13 and substitute:
- 7 "(3) A DISPUTE BETWEEN A UNIT OWNER AND A UNIT OWNERS'
- 8 ASSOCIATION MUST UNDERGO MEDIATION PRIOR TO THE COMMENCEMENT
- 9 OF A LAWSUIT OR, IF APPLICABLE, ARBITRATION.".
- 10 Page 3, line 15, strike "EITHER PARTY MAY" and substitute "THE UNIT
- 11 OWNERS' ASSOCIATION MUST".
- 12 Page 3, lines 16 and 17, strike "OTHER PARTY TO THE DISPUTE
- 13 REQUESTING INTERNAL DISPUTE RESOLUTION." and substitute "UNIT
- 14 OWNER REQUESTING RESOLUTION.".
- Page 3, line 20, strike "IS REQUIRED TO" and substitute "MUST".
- Page 3, line 21, strike "AND".
- 17 Page 3, strike lines 22 and 23 and substitute:
- 18 "(III) A COPY OF THIS SECTION; AND

- 1 (IV) A PROPOSED DATE, TIME, AND LOCATION FOR AN INFORMAL
- 2 MEETING TO DISCUSS A POSSIBLE RESOLUTION OF THE DISPUTE.".
- 3 Page 3, line 25, strike "DELIVERY, FIRST-CLASS".
- 4 Page 3, strike lines 26 and 27.
- 5 Page 4, strike lines 1 through 27 and substitute "SERVICE PURSUANT TO
- 6 THE COLORADO RULES OF CIVIL PROCEDURE.".
- 7 Page 5, strike lines 1 through 13 and substitute:
- 8 "(c) (I) ALL COMMUNICATIONS DURING THE INFORMAL MEETING
- 9 DESCRIBED IN SUBSECTION (4)(a) OF THIS SECTION ARE CONFIDENTIAL AND
- 10 PROTECTED COMMUNICATIONS CONSISTENT WITH RULE 408 OF THE
- 11 COLORADO RULES OF EVIDENCE AND SECTION 13-22-307.
- 12 (II) IF RESOLUTION CANNOT BE REACHED DURING THE INFORMAL
- 13 MEETING DESCRIBED IN SUBSECTION (4)(a) OF THIS SECTION, THE PARTIES
- 14 MUST AGREE ON A DATE AND LOCATION FOR MEDIATION AND THE
- 15 IDENTITY OF THE MEDIATOR WITHIN FOURTEEN DAYS AFTER THE INFORMAL
- 16 MEETING.
- 17 (III) MEDIATION MUST TAKE PLACE WITHIN THIRTY DAYS AFTER
- 18 THE INFORMAL MEETING.".
- 19 Page 5, line 14, strike "(d)" and substitute "(5)(a)".
- 20 Reletter succeeding paragraphs accordingly.
- 21 Page 5, line 18, strike "PROCEED".
- 22 Page 5, strike line 19 and substitute "INITIATE LITIGATION OR, IF
- 23 APPLICABLE, DEMAND ARBITRATION.".
- Page 5, strike lines 20 through 27 and substitute:
- 25 "(II) IF MEDIATION IS UNSUCCESSFUL, THE MEDIATOR MUST SIGN
- 26 A MEDIATION CERTIFICATE STATING THAT THE PARTIES ATTENDED A
- 27 MEDIATION CONFERENCE ON THE DATE IDENTIFIED ON THE CERTIFICATE
- 28 BUT WERE UNABLE TO REACH A RESOLUTION OR THAT ONE OR MORE
- 29 PARTIES DID NOT ATTEND THE MEDIATION CONFERENCE.".
- Page 6, strike lines 1 through 7 and substitute:
- 31 "(III) THE PARTY FILING A COMPLAINT OR DEMANDING
- 32 ARBITRATION MUST INCLUDE A COPY OF THE MEDIATION CERTIFICATE

- 1 WITH THE COMPLAINT OR DEMAND FOR ARBITRATION.
- 2 (IV) IF THE PARTY FILING THE COMPLAINT OR DEMAND FOR
- 3 ARBITRATION FAILS TO ATTACH A COPY OF THE MEDIATION CERTIFICATE,
- 4 THE COURT, ARBITRATOR, OR ARBITRATION PANEL MUST DISMISS THE CASE
- 5 WITHOUT PREJUDICE.".
- 6 Page 6, line 22, strike "OR".
- 7 Page 6, line 24, strike "ARBITRATION." and substitute "ARBITRATION; OR".
- 8 Page 6, after line 24, insert:
- 9 "(e) A DISPUTE IN WHICH THE INITIAL COMPLAINT SEEKS ONLY THE
- 10 COLLECTION OF PAST-DUE ASSESSMENTS CLAIMED BY AN ASSOCIATION
- 11 AGAINST A UNIT OWNER.".
- Page 6, strike lines 26 and 27 and substitute "PROVIDE A COPY OF THIS
- 13 SECTION AND A COPY OF THE UNIT OWNERS' ASSOCIATION'S WRITTEN
- 14 POLICIES REGARDING DISPUTE RESOLUTION TO EACH OF ITS UNIT
- 15 OWNERS.".
- Page 7, strike lines 1 through 4 and insert:
- 17 "(8) The statute of limitations applicable to a claim,
- 18 CROSS-CLAIM, OR COUNTERCLAIM THAT IS THE SUBJECT MATTER OF
- 19 MEDIATION IS TOLLED FOR THE PERIOD OF THE MEDIATION, WITH THE
- 20 TOLLING PERIOD BEGINNING ON THE DATE THE WRITTEN REQUEST FOR
- 21 RESOLUTION IS RECEIVED BY THE UNIT OWNER, PURSUANT TO SUBSECTION
- 22 (4) OF THIS SECTION, AND ENDING SEVEN DAYS AFTER THE MEDIATOR
- 23 SIGNS THE MEDIATION CERTIFICATE.
- 24 (9) A UNIT OWNERS' ASSOCIATION MUST UPDATE THE
- 25 ASSOCIATION'S WRITTEN POLICIES TO COMPLY WITH REQUIREMENTS OF
- 26 THIS SECTION AND PROVIDE A COPY OF THE UPDATED WRITTEN POLICY TO
- 27 ITS UNIT OWNERS WITHIN FOURTEEN DAYS AFTER UPDATING THE WRITTEN
- 28 POLICIES.".

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