ORDINANCE NO. 2008-06-055

AN ORDINANCE AMENDING THE ZONING ORDINANCE OF THE CITY OF URBANA, ILLINOIS

(Addition of Section XIII-6 Concerning Condominium Conversions)

WHEREAS, the City of Urbana, Illinois, is a home rule unit of local government under the Illinois Constitution, 1970, Article VII, Section 6; and

WHEREAS, pursuant to Article VII, Section 6(a), of the Illinois

Constitution, 1970, the City of Urbana may exercise any power and perform any
function pertaining to its government and affairs including, but not limited
to, the power to regulate for the protection of the public health, safety,
morals and welfare; and

WHEREAS, the City Council of the City of Urbana, Illinois, adopted Ordinance No. 9293-124 on June 21, 1993 consisting of a comprehensive amendment to the 1979 Zoning Ordinance of the City of Urbana, also known as the Urbana Zoning Ordinance; and

WHEREAS, the Mayor and City Council find that the protection of the public health, safety, and welfare are served by regulating the practice of converting residential apartment dwellings into condominiums to ensure that all such structures are safe, sanitary, and fit for occupation and use; and

WHEREAS, the State of Illinois passed into law Public Act 94-386, amending the Condominium Property Act to allow a municipality to inspect an apartment building prior to conversion to condominium units and to require the conversion to comply with the current life safety, building and zoning codes of the municipality; and

WHEREAS, the Urbana Zoning Administrator has submitted a petition to add a new Section XIII-6 regarding Condominium Conversions; and

WHEREAS, said petition was presented to the Urbana Plan Commission as Plan Case No. 2072-T-08; and

WHEREAS, after due publication in accordance with Section XI-7 of the Urbana Zoning Ordinance and with Chapter 24, Section 11-13-14 of the Illinois Revised Statutes, the Urbana Plan Commission held a public hearing to consider the proposed amendment on June 5, 2008; and

WHEREAS, the Urbana Plan Commission voted 7 ayes and 0 nays to forward the proposed amendment set forth in Plan Case No. 2072-T-08 to the Urbana City Council with a recommendation for approval/denial; and

WHEREAS, the Mayor and City Council find that the best interests of the City of Urbana are served by allowing for inspection of apartment buildings prior to conversion to condominium units and by requiring each building and unit prior to conversion to meet all current life safety, building and zoning code of the City; and

WHEREAS, after due and proper consideration, the Urbana City Council has deemed it to be in the best interests of the City of Urbana to amend the text of the Urbana Zoning Ordinance as described herein.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. The Urbana Zoning Ordinance, Article XIII, "Special Development Provisions," is hereby amended by adding the following section thereto:

Section XIII-6

Condominium Conversions

A. Definitions.

Board of managers means the Board of Managers provided for and referred to in the Illinois Condominium Property Act, 765 ILCS 605 et seq.

Closing of a sales contract means the act of transferring ownership of a condominium unit to the purchaser from the developer.

Common elements means all portions of the property except the condominium units, including limited common elements, unless otherwise specified.

Condominium means a form of property established by the Illinois Condominium Property Act.

Condominium instrument means any document and authorized amendments thereto recorded pursuant to the provisions of the Illinois Condominium Property Act, including the declaration, bylaws, and plat.

Condominium project means the sale of or plan by a developer to sell or offer for sale residential condominium units in an existing building or any modification or reconstruction of an existing building.

Condominium unit means a separate three-dimensional area within a condominium building, identified as such in the declaration and on the condominium plat, including all improvements contained within such area except those excluded in the declaration.

Conversion means the offering for sale by a developer or his or her agent of a condominium unit that was rented by any person prior to the commencement of a condominium project.

Developer means any person who undertakes to develop a condominium unit or building by conversion, as further defined in the Illinois Condominium Property Act.

Director means the director of the Community Development Services Department or his or her designee.

Master association means an organization described and referred to in the Illinois Condominium Property Act.

Person means any individual, partnership, corporation, joint stock association or any city or state or any subdivision thereof, and includes any trustee, receiver, assignee, or personal representative thereof.

Plat means a plat or a plat of survey of all the units and common elements in a property submitted to provisions of the Illinois Condominium Property Act.

Unit Owners' Association means the association of all the condominium unit owners, acting pursuant to bylaws through its duly elected board of managers.

- B. Applicability. This article shall apply to all condominium conversions in the city, where the units are intended or designed to be used principally for residential purposes, provided, however, that this article shall not apply to:
 - Condominium units which, prior to the effective date of this article, have been sold under a binding contract of sale to a purchaser for use as a residence; or

- Condominiums lawfully established prior to the effective date of this article.
- C. Notice of intent required; contents.
 - 1. A developer intending to submit a property to the provisions of the Illinois Condominium Property Act or offering an existing apartment for sale as a proposed condominium unit shall file with the director a written notice of intent to convert and shall certify by affidavit that all disclosures are true to the best of his or her knowledge and belief. Notice shall be provided at least thirty (30) calendar days prior to the closing of a sales contract on any condominium unit and shall include, at minimum, the following information about the condominium project, numbered and indexed in such a manner as the developer may select, so as to permit ready reference thereto:
 - a) The address of the condominium property, a legal description of the condominium units to be offered for sale, and the proportionate percentage of individual ownership of said units;
 - b) The names and telephone numbers of existing occupants and the current property owner if other than the developer;
 - c) Any leases on real or personal property applicable to the condominium;
 - d) The coverage and amounts of property insurance policies maintained on the condominium building;
 - e) The declaration of covenants, conditions and restrictions that would apply to owners of the units within the condominium project;
 - f) The condominium plat, as provided in section D below;
 - g) The articles of incorporation or charter of the condominium association, if any;
 - h) The by-laws and regulations of the condominium association;
 - i) A description of the common elements and a statement of the percentage ownership of the common elements applicable to the condominium units to be offered for sale;
 - j) A description of all existing and proposed facilities not included, or not to be included, as part of the common elements.

- k) Any management contract, employment contract or any other contract affecting the use, maintenance, or access to all or any part of the condominium. Said disclosures under this subsection shall include:
 - (1) The name of the management company, if any, and the services the agent will perform;
 - (2) The length of term of any management contract and the charges and circumstances, if any, under which the charges may be increased;
 - (3) The conditions, if any, under which the contract may be canceled or terminated; and
 - (4) A statement disclosing any relationship between the developer and the management company.
- 2. If the covenant or similar condominium instrument does not require the hiring of a professional management company to carry out maintenance and repairs, the developer shall explain how maintenance and repairs of the proposed conversion will be accomplished.
- 3. The developer shall timely provide such other information regarding the condition of the proposed development of the property as the director shall reasonably request.
- 4. No existing building, or part thereof, shall be submitted to the provisions of the condominium property act, nor shall an existing apartment unit be offered for sale or be sold as a proposed condominium unit or be occupied as a condominium unit, without the prior filing of a notice of intent pursuant to this section.
- 5. No person shall convert any apartment building into a condominium without complying with each of the requirements of this article, in addition to all other applicable laws and ordinances.

D. Condominium Plat.

- 1. A developer intending to submit a property to the provisions of the Illinois Condominium Property Act or offering an existing apartment for sale as a proposed condominium unit shall file with the director and the city engineer a condominium plat pertaining to the property. The condominium plat shall be prepared and submitted in accordance with the provisions of the Condominium Property Act (765 ILCS 605), the Plat Act (765 ILCS 205), and Chapter 21 of the Urbana City Code.
- 2. Upon approval, the plat shall be signed and attested by the director and the city engineer. The developer shall then record the plat with the Office of the Recorder of Deeds and shall submit a recorded copy to the City Clerk within

- seven (7) calendar days of receipt of the recorded documents from the Recorder.
- 3. No condominium plat or amended condominium plat shall be recorded or shall be effective unless first approved by the director and the city engineer.

E. Code inspection.

- In the case of the conversion of an existing building into condominium units, the city shall have the right to inspect the existing building prior to the conversion. Each proposed condominium unit and building shall comply with the current life safety, building, and zoning codes of the city.
- The developer shall correct at his or her expense any code violations and deficiencies detected during an inspection of projected condominium units and common elements and facilities to the satisfaction of the director. The developer shall complete all such corrections no fewer than fifteen (15) calendar days prior to the closing of a sales contract on any condominium unit to allow the director adequate time to reinspect the premises.
- The fee for each inspection or reinspection shall be as set forth in the schedule of fees.
- 4. The developer shall bear the costs of the inspection and any required reinspection.
- 5. Whenever the director or Fire Department personnel, upon presentation of proper credentials and request for entry to inspect, is refused access to any building undergoing conversion to condominiums, the city is authorized to petition any judge for the issuance of a search warrant authorizing the inspection of such building or unit for the purpose of making such inspections as shall be necessary for the enforcement of the provisions of this article.

F. Maintenance of common elements.

- Whenever a condominium is created that contains any common elements that will be conveyed to a unit owners' association, master association, or similar entity, the developer shall record among the county land records, prior to the conveyance of any unit in the condominium, a covenant or similar condominium instrument that shall provide for the following:
 - a) That the entity which owns the common elements shall be responsible for its maintenance;
 - b) That in the event the entity fails to maintain the common elements in accordance with applicable city ordinances, the city shall have the right to enter

- upon the common elements for the purposes of bringing it into compliance with the ordinances;
- c) That in addition to any fine levied, the costs incurred by the city pursuant to subsection b) shall include, but shall not be limited to, the actual costs and expenses in time of city employees and the costs of material relating to the efforts of bringing the area into compliance, including overhead and administrative costs associated with such effort, or if the work is contracted out in whole or in part, the full costs of such contract;
- d) That a pro rata share of the costs incurred by the city pursuant to subsection b) above shall constitute a lien on each unit within the condominium; and
- e) That the covenant shall run with the real property within the condominium and shall be binding on all parties having any right, title, or interest in any unit therein.
- Prior to recording said covenant or similar condominium instrument, the developer shall submit a copy to the director for review and approval to ensure proper provision for maintenance of common elements. After approval by the director, the developer shall record the instrument with the Office of the Recorder of Deeds and shall submit a recorded copy to the City Clerk within seven (7) calendar days of receipt of the recorded documents from the Recorder.
- G. Easements and dedications.
 - The developer or board of managers shall grant or dedicate to the city, at no cost, those easements and right-of-ways the city indicates it reasonably needs to provide or to continue to provide or facilitate, utilities or other city services to the condominium project or other property. Such easements and rights-of-way shall not materially impact the use of the property.
 - The developer shall ensure that the condominium instruments include a provision requiring that the owners of the condominium property adequately maintain and repair any stormwater management facilities located on the property. The developer or board of managers shall grant the city an easement on the property so that in the event stormwater management on the property is not adequately maintained or repaired in the future, the city shall have the right, but not the obligation, to access the property for purposes of maintaining or repairing such stormwater management facilities, the cost of which may be assessed against the property owners or may be filed as a lien against the property.

3. All grants of easement or dedication required from the developer pursuant to this subsection and any plats of easement or dedication shall be prepared at the developer's expense and shall be in a form approved by the director. After any instrument required by this section is recorded with the Officer of the Recorder of Deeds, the developer shall submit a recorded copy to the City Clerk within seven (7) calendar days of receipt of the recorded documents from the Recorder.

H. Penalty.

- Any person who violates any provision of this article or who makes any false statement or affidavit pursuant to this article shall be guilty of an offense. Any person convicted of an offense under this article, in addition to other legal and equitable remedies available to the city, shall be punished by a fine of not less than one hundred dollars (\$100.00) for each day during or on which a violation occurs or continues.
- 2. The developer, the unit owner, and the unit owners' association or similar entity shall be liable for violations occurring in a unit, and each may be cited for any individual violation. The developer and the association or similar entity shall be liable for violations occurring in common elements, and each may be cited for any individual violation.
- 3. In addition to the imposition of a fine, the city may seek injunctive relief to prevent a violation of this article, including, but not limited to enjoining the occupancy or sale of any building or unit.
- I. Effective date. This Ordinance shall be in full force and effect after its passage and approval and publication according to law.

Cross reference: Chapter 21, "Subdivisions and Other Land Developments."

State law references:

765 ILCS 605 765 ILCS 205

Section 2. The invalidity of any section or provision of this Ordinance hereby passed and approved shall not invalidate other sections or provisions thereof.

Section 3. This Ordinance shall not be construed to affect any suit or proceeding pending in any court, or any rights acquired, or a liability incurred, or any cause or causes of action acquired or existing prior to the

effective date of this Ordinance; nor shall any right or remedy of any character be lost, impaired, or affected by this Ordinance.

Section 4. The City Clerk is directed to publish this Ordinance in pamphlet form by authority of the corporate authorities, and this Ordinance shall be in full force and effect from and after its passage.

This Ordinance is hereby passed by the affirmative vote, the "ayes" and "nays" being called, of a majority of the members of the Council of the City of Urbana, Illinois, at a meeting of said Council.

PASSED by the City Council this 16th day of June, 2008.

AYES: Barnes, Bowersox, Chynoweth, Lewis, Roberts, Smyth, Stevenson

NAYS:

ABSTAINS:

APPROVED by the Mayor this

20th day of

June

2008 .