<u>Summary of the New HOA Law on Director</u> <u>Educational Requirements</u>

- Education Requirement: Newly elected or appointed HOA directors must submit
 a certificate that they have completed a department-approved educational
 course within 90 days of their election or appointment to the board.
- 2. **Certification Validity**: The completion certificate is valid for 4 years.
- Recurring Education: Directors must complete the course every 4 years.
- 4. **Course Content**: Training includes financial literacy, transparency, recordkeeping, fines, and meeting notices.
- 5. Continuing Education:
 - Directors of associations with <u>fewer than 2,500 parcels</u> need 4 hours annually.
 - Directors of associations with <u>2,500 or more parcels</u> need 8 hours annually.
 - Non-compliant directors are suspended until they meet the requirements.

 The board may temporarily fill vacancies during suspensions.
- Recordkeeping: Associations must retain educational certificates for 5 years for member inspection. Lack of certification on file does not invalidate board actions.
- 7. **Regulatory Oversight**: The department will establish rules to manage and enforce these requirements.

Why this matters

This law ensures HOA directors are well-educated on critical aspects of their roles, promoting better governance and transparency within associations. <u>Compliance is crucial</u> to maintain board functionality and <u>avoid potential disruptions due to suspensions</u>.

