10

11

12

13

14

15

16

SUBSTITUTE SENATE BILL 5973

State of Washington 68th Legislature 2024 Regular Session

By Senate Law & Justice (originally sponsored by Senators Liias, Nguyen, Kuderer, Mullet, Nobles, Shewmake, and Valdez)

READ FIRST TIME 01/26/24.

AN ACT Relating to heat pumps in common interest communities; adding a new section to chapter 64.32 RCW; adding a new section to chapter 64.34 RCW; adding a new section to chapter 64.38 RCW; adding a new section to chapter 64.90 RCW; creating a new section; prescribing penalties; and providing a contingent expiration date.

- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. **Sec. 1.** A new section is added to chapter 64.32 RCW to read as follows:
 - (1) (a) An association of apartment owners may not adopt or enforce a restriction, covenant, condition, bylaw, rule, regulation, provision of a governing document, or master deed provision that:
 - (i) Effectively prohibits or unreasonably restricts the installation or use of a heat pump in compliance with the requirements of this section and for the personal use of an apartment owner within the boundaries of an apartment; or
 - (ii) Is in conflict with the provisions of this section.
- 17 (b) Nothing in this section prohibits an association from 18 imposing reasonable restrictions on heat pumps.
- 19 (c) This section must not be construed to permit installation by 20 an apartment owner of heat pump equipment on or in common areas

p. 1 SSB 5973

without approval of the association, or the manager or board of directors acting on the association's behalf.

- (2) An association of apartment owners may require an apartment owner to submit an application for approval for the installation of a heat pump before installing the heat pump.
- (3) (a) If approval is required for the installation of a heat pump, the application for approval must be processed and approved in the same manner as an application for approval of an architectural modification.
- 10 (b) The approval or denial of an application must be in writing 11 and must not be willfully avoided or delayed.
 - (c) If an application is not denied in writing within 60 days from the date of receipt of the application, the application is deemed approved, unless that delay is the result of a reasonable request for additional information.
 - (d) An association of apartment owners may not assess or charge an apartment owner a fee for the installation of a heat pump. An association may charge a reasonable fee for processing the application to approve the installation of a heat pump, but only if such a fee exists for all applications for approval of architectural modifications.
 - (4) If approval is required for the installation of a heat pump, an association of apartment owners must approve the installation if the installation is reasonably possible and the apartment owner agrees in writing to:
 - (a) Comply with the association's reasonable architectural standards applicable to the installation of the heat pump;
 - (b) Engage a heating, ventilation, and air conditioning (HVAC) contractor familiar with the standards for the installation of heat pumps to assess the existing infrastructure necessary to support the proposed heat pump, identify additional infrastructure needs, and install the heat pump; and
 - (c) Comply with the requirements of this section.
 - (5) (a) An apartment owner must obtain any permit or approval for a heat pump as required by the local government in which the common interest community is located and comply with all relevant building codes and safety standards.
- 38 (b) A heat pump must meet all applicable health and safety 39 standards and requirements imposed by national, state, or local

p. 2 SSB 5973

authorities, and all other applicable zoning, land use or other ordinances, building codes, or land use permits.

1

3

4

5

7

8

13

14

1516

1718

1920

21

22

2324

25

26

27

2829

30

- (6) (a) Unless otherwise agreed to by written contract with the association, an apartment owner is responsible for the costs of installing a heat pump.
- (b) Heat pump equipment that is installed at the apartment owner's cost and is removable without damage to the property owned by others may be removed at the apartment owner's cost.
- 9 (7) The apartment owner and each successive owner of the heat 10 pump is responsible for:
- 11 (a) Costs for the maintenance, repair, and replacement of the 12 heat pump up until the heat pump is removed;
 - (b) Costs for damage to the heat pump, any apartment, common area, or limited common area resulting from the installation, use, maintenance, repair, removal, or replacement of the heat pump;
 - (c) If the owner decides to remove the heat pump, costs for the removal and the restoration of the common area or limited common area after the removal; and
 - (d) Removing heat pump equipment if reasonably necessary for the repair, maintenance, or replacement of the common area or limited common area.
 - (8) (a) An association of apartment owners that willfully violates this section is liable to the apartment owner for actual damages, and shall pay a civil penalty to the apartment owner in an amount not to exceed \$1,000.
 - (b) In any action by an apartment owner requesting to have a heat pump installed and seeking to enforce compliance with this section, the court shall award reasonable attorneys' fees and costs to any prevailing apartment owner.
 - (9) For the purposes of this section:
- 31 (a) "Heat pump" means a heating or refrigerating system used to 32 transfer heat. The heat pump condenser and evaporator may change 33 roles to transfer heat in either direction. By receiving the flow of 34 air or other fluid, a heat pump is used to cool or heat.
- 35 (b) "Reasonable restriction" means a restriction that does not 36 significantly increase the cost of a heat pump or significantly 37 decrease its efficiency or specified performance.
- NEW SECTION. Sec. 2. A new section is added to chapter 64.34 RCW to read as follows:

p. 3 SSB 5973

- (1) (a) A unit owners' association may not adopt or enforce a restriction, covenant, condition, bylaw, rule, regulation, provision of a governing document, or master deed provision that:
- (i) Effectively prohibits or unreasonably restricts the installation or use of a heat pump in compliance with the requirements of this section and for the personal use of a unit owner within the boundaries of a unit; or
 - (ii) Is in conflict with the provisions of this section.

2

3

4

5

7

8

11

12

13

14

1516

17

18

19

20

23

2425

26

27

2829

30 31

32

33

3435

36

37

- 9 (b) Nothing in this section prohibits an association from 10 imposing reasonable restrictions on heat pumps.
 - (c) This section must not be construed to permit installation by a unit owner of heat pump equipment on or in common elements without approval of the board of directors.
 - (2) A unit owners' association may require a unit owner to submit an application for approval for the installation of a heat pump before installing the heat pump.
 - (3) (a) If approval is required for the installation of a heat pump, the application for approval must be processed and approved in the same manner as an application for approval of an architectural modification.
- 21 (b) The approval or denial of an application must be in writing 22 and must not be willfully avoided or delayed.
 - (c) If an application is not denied in writing within 60 days from the date of receipt of the application, the application is deemed approved, unless that delay is the result of a reasonable request for additional information.
 - (d) An association may not assess or charge a unit owner a fee for the installation of a heat pump. An association may charge a reasonable fee for processing the application to approve the installation of a heat pump, but only if such a fee exists for all applications for approval of architectural modifications.
 - (4) If approval is required for the installation of a heat pump, a unit owners' association must approve the installation if the installation is reasonably possible and the unit owner agrees in writing to:
 - (a) Comply with the association's reasonable architectural standards applicable to the installation of the heat pump;
- 38 (b) Engage a heating, ventilation, and air conditioning (HVAC) 39 contractor familiar with the standards for the installation of heat 40 pumps to assess the existing infrastructure necessary to support the

p. 4 SSB 5973

1 proposed heat pump, identify additional infrastructure needs, and 2 install the heat pump; and

(c) Comply with the requirements of this section.

- (5) (a) A unit owner must obtain any permit or approval for a heat pump as required by the local government in which the common interest community is located and comply with all relevant building codes and safety standards.
- (b) A heat pump must meet all applicable health and safety standards and requirements imposed by national, state, or local authorities, and all other applicable zoning, land use or other ordinances, building codes, or land use permits.
- (6)(a) Unless otherwise agreed to by written contract with the unit owners' association, a unit owner is responsible for the costs of installing a heat pump.
- (b) Heat pump equipment that is installed at the unit owner's cost and is removable without damage to the property owned by others may be removed at the unit owner's cost.
- (7) The unit owner and each successive owner of the heat pump is responsible for:
- (a) Costs for the maintenance, repair, and replacement of the heat pump up until the heat pump is removed;
- (b) Costs for damage to the heat pump, any unit, common element, or limited common element resulting from the installation, use, maintenance, repair, removal, or replacement of the heat pump;
- (c) If the unit owner decides to remove the heat pump, costs for the removal and the restoration of the common elements or limited common elements after the removal; and
- (d) Removing heat pump equipment if reasonably necessary for the repair, maintenance, or replacement of the common element or limited common element.
- (8) (a) A unit owners' association that willfully violates this section is liable to the unit owner for actual damages, and shall pay a civil penalty to the unit owner in an amount not to exceed \$1,000.
- (b) In any action by a unit owner requesting to have a heat pump installed and seeking to enforce compliance with this section, the court shall award reasonable attorneys' fees and costs to any prevailing unit owner.
 - (9) For the purposes of this section:
- 39 (a) "Heat pump" means a heating or refrigerating system used to 40 transfer heat. The heat pump condenser and evaporator may change

p. 5 SSB 5973

- 1 roles to transfer heat in either direction. By receiving the flow of 2 air or other fluid, a heat pump is used to cool or heat.
- 3 (b) "Reasonable restriction" means a restriction that does not 4 significantly increase the cost of a heat pump or significantly 5 decrease its efficiency or specified performance.
- 6 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 64.38 7 RCW to read as follows:
- 8 (1)(a) A homeowners' association may not adopt or enforce a 9 restriction, covenant, condition, bylaw, rule, regulation, provision 10 of a governing document, or master deed provision that:
 - (i) Effectively prohibits or unreasonably restricts the installation or use of a heat pump in compliance with the requirements of this section and for the personal use of an owner within the boundaries of a lot; or
 - (ii) Is in conflict with the provisions of this section.

12

13

1415

18

1920

21

22

2425

2627

30

31

32

33

- 16 (b) Nothing in this section prohibits an association from 17 imposing reasonable restrictions on heat pumps.
 - (c) This section must not be construed to permit installation by an owner of heat pump equipment on or in common areas without approval of the board of directors.
 - (2) A homeowners' association may require an owner to submit an application for approval for the installation of a heat pump before installing the heat pump.
 - (3) (a) If approval is required for the installation of a heat pump, the application for approval must be processed and approved in the same manner as an application for approval of an architectural modification.
- 28 (b) The approval or denial of an application must be in writing 29 and must not be willfully avoided or delayed.
 - (c) If an application is not denied in writing within 60 days from the date of receipt of the application, the application is deemed approved, unless that delay is the result of a reasonable request for additional information.
- 34 (d) An association may not assess or charge an owner a fee for 35 the installation of a heat pump. An association may charge a 36 reasonable fee for processing the application to approve the 37 installation of a heat pump, but only if such a fee exists for all 38 applications for approval of architectural modifications.

p. 6 SSB 5973

- 1 (4) If approval is required for the installation of a heat pump, 2 a homeowners' association must approve the installation if the 3 installation is reasonably possible and the owner agrees in writing 4 to:
 - (a) Comply with the association's reasonable architectural standards applicable to the installation of the heat pump;
 - (b) Engage a heating, ventilation, and air conditioning (HVAC) contractor familiar with the standards for the installation of heat pumps to assess the existing infrastructure necessary to support the proposed heat pump, identify additional infrastructure needs, and install the heat pump; and
 - (c) Comply with the requirements of this section.

6

7

8

9

10 11

12

1314

1516

17

18

1920

21

22

2324

25

26

31

32

33

34

3536

- (5) (a) An owner must obtain any permit or approval for a heat pump as required by the local government in which the common interest community is located and comply with all relevant building codes and safety standards.
- (b) A heat pump must meet all applicable health and safety standards and requirements imposed by national, state, or local authorities, and all other applicable zoning, land use or other ordinances, building codes, or land use permits.
- (6)(a) Unless otherwise agreed to by written contract with the homeowners' association, an owner is responsible for the costs of installing a heat pump.
 - (b) Heat pump equipment that is installed at the owner's cost and is removable without damage to the property owned by others may be removed at the owner's cost.
- 27 (7) The owner and each successive owner of the heat pump is 28 responsible for:
- 29 (a) Costs for the maintenance, repair, and replacement of the 30 heat pump up until the heat pump is removed;
 - (b) Costs for damage to the heat pump, any unit, common area, or limited common area resulting from the installation, use, maintenance, repair, removal, or replacement of the heat pump;
 - (c) If the owner decides to remove the heat pump, costs for the removal and the restoration of the common areas or limited common areas after the removal; and
- 37 (d) Removing heat pump equipment if reasonably necessary for the 38 repair, maintenance, or replacement of the common area or limited 39 common area.

p. 7 SSB 5973

- 1 (8)(a) A homeowners' association that willfully violates this 2 section is liable to the owner for actual damages, and shall pay a 3 civil penalty to the owner in an amount not to exceed \$1,000.
 - (b) In any action by an owner requesting to have a heat pump installed and seeking to enforce compliance with this section, the court shall award reasonable attorneys' fees and costs to any prevailing owner.
 - (9) For the purposes of this section:

5

7

8

21

22

2324

25

31

3233

3435

3637

- 9 (a) "Heat pump" means a heating or refrigerating system used to 10 transfer heat. The heat pump condenser and evaporator may change 11 roles to transfer heat in either direction. By receiving the flow of 12 air or other fluid, a heat pump is used to cool or heat.
- 13 (b) "Reasonable restriction" means a restriction that does not 14 significantly increase the cost of a heat pump or significantly 15 decrease its efficiency or specified performance.
- NEW SECTION. Sec. 4. A new section is added to chapter 64.90 RCW to read as follows:
- 18 (1)(a) A unit owners association may not adopt or enforce a 19 restriction, covenant, condition, bylaw, rule, regulation, provision 20 of a governing document, or master deed provision that:
 - (i) Effectively prohibits or unreasonably restricts the installation or use of a heat pump in compliance with the requirements of this section and for the personal use of a unit owner within the boundaries of a unit; or
 - (ii) Is in conflict with the provisions of this section.
- 26 (b) Nothing in this section prohibits an association from 27 imposing reasonable restrictions on heat pumps.
- 28 (c) This section must not be construed to permit installation by 29 a unit owner of heat pump equipment on or in common elements without 30 approval of the board.
 - (2) A unit owners association may require a unit owner to submit an application for approval for the installation of a heat pump before installing the heat pump.
 - (3) (a) If approval is required for the installation of a heat pump, the application for approval must be processed and approved in the same manner as an application for approval of an architectural modification.
- 38 (b) The approval or denial of an application must be in writing 39 and must not be willfully avoided or delayed.

p. 8 SSB 5973

(c) If an application is not denied in writing within 60 days from the date of receipt of the application, the application is deemed approved, unless that delay is the result of a reasonable request for additional information.

- (d) An association may not assess or charge a unit owner a fee for the installation of a heat pump. An association may charge a reasonable fee for processing the application to approve the installation of a heat pump, but only if such a fee exists for all applications for approval of architectural modifications.
- 10 (4) If approval is required for the installation of a heat pump, 11 a unit owners association must approve the installation if the 12 installation is reasonably possible and the unit owner agrees in 13 writing to:
 - (a) Comply with the association's reasonable architectural standards applicable to the installation of the heat pump;
 - (b) Engage a heating, ventilation, and air conditioning (HVAC) contractor familiar with the standards for the installation of heat pumps to assess the existing infrastructure necessary to support the proposed heat pump, identify additional infrastructure needs, and install the heat pump; and
 - (c) Comply with the requirements of this section.
 - (5) (a) A unit owner must obtain any permit or approval for a heat pump as required by the local government in which the common interest community is located and comply with all relevant building codes and safety standards.
 - (b) A heat pump must meet all applicable health and safety standards and requirements imposed by national, state, or local authorities, and all other applicable zoning, land use or other ordinances, building codes, or land use permits.
 - (6) (a) Unless otherwise agreed to by written contract with the unit owners association, a unit owner is responsible for the costs of installing a heat pump.
 - (b) Heat pump equipment that is installed at the unit owner's cost and is removable without damage to the property owned by others may be removed at the unit owner's cost.
- 36 (7) The unit owner and each successive owner of the heat pump is responsible for:
- 38 (a) Costs for the maintenance, repair, and replacement of the 39 heat pump up until the heat pump is removed;

p. 9 SSB 5973

- 1 (b) Costs for damage to the heat pump, any unit, common element, 2 or limited common element resulting from the installation, use, 3 maintenance, repair, removal, or replacement of the heat pump;
 - (c) If the unit owner decides to remove the heat pump, costs for the removal and the restoration of the common elements or limited common elements after the removal; and
 - (d) Removing heat pump equipment if reasonably necessary for the repair, maintenance, or replacement of the common element or limited common element.
 - (8) (a) A unit owners association that willfully violates this section is liable to the unit owner for actual damages, and shall pay a civil penalty to the unit owner in an amount not to exceed \$1,000.
- 13 (b) In any action by a unit owner requesting to have a heat pump 14 installed and seeking to enforce compliance with this section, the 15 court shall award reasonable attorneys' fees and costs to any 16 prevailing unit owner.
 - (9) For the purposes of this section:

5

7

8

10 11

12

17

- 18 (a) "Heat pump" means a heating or refrigerating system used to 19 transfer heat. The heat pump condenser and evaporator may change 20 roles to transfer heat in either direction. By receiving the flow of 21 air or other fluid, a heat pump is used to cool or heat.
- (b) "Reasonable restriction" means a restriction that does not significantly increase the cost of a heat pump or significantly decrease its efficiency or specified performance.
- NEW SECTION. Sec. 5. If chapter . . . (Senate Bill No. 5796), 26 Laws of 2024 is enacted by June 30, 2024, sections 1 through 3 of 27 this act expire January 1, 2026.

--- END ---

p. 10 SSB 5973