

SB 838 STAFF MEASURE SUMMARY

Carrier: Sen. Knopp

Senate Committee On Business and Transportation

Action Date: 04/10/17
Action: Do pass.
Vote: 5-0-0-0
Yeas: 5 - Beyer, Girod, Monroe, Riley, Thomsen
Fiscal: No fiscal impact
Revenue: No revenue impact
Prepared By: Patrick Brennan, LPRO Analyst

WHAT THE MEASURE DOES:

Excludes persons who are not developers of timeshares from compliance requirements for provisions governing timeshares.

ISSUES DISCUSSED:

- No reason to require registration as developer to sell timeshare after foreclosure
- Examples of situations where timeshare might be taken back from owner

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

A timeshare is a partial ownership in a real estate property that entitles the owner to use the property for a certain period of time every year, while for the rest of the year other people who own shares get to use the property. For example, a 1/52 ownership share typically entitles the owner to use the property for one week per year. Timeshares are typically vacation properties that an individual or family can utilize, either for a set period of time each year or variable time, depending on the timeshare arrangement. The timeshare concept originated with a resort developer in France in the 1970s.