

COMMITTEE/SUBCOMMITTEE AMENDMENT

Bill No. HB 657 (2026)

Amendment No.

COMMITTEE/SUBCOMMITTEE ACTION

ADOPTED _____ (Y/N)

ADOPTED AS AMENDED _____ (Y/N)

ADOPTED W/O OBJECTION _____ (Y/N)

FAILED TO ADOPT _____ (Y/N)

WITHDRAWN _____ (Y/N)

OTHER

1 Committee/Subcommittee hearing bill: Housing, Agriculture &
2 Tourism Subcommittee

3 Representative Porras offered the following:

5 **Amendment (with title amendment)**

6 Between lines 255 and 256, insert:

7 (11) Conflict of Interest.

8 (a) A director, officer, or committee member of an
9 association owes a duty of loyalty to the association and its
10 members.

11 (b) A conflict of interest exists when a director,
12 officer, or committee member has a direct or indirect financial
13 interest in a transaction, contract, or decision under
14 consideration by the association.

15 (c) A director, officer, or committee member with a
16 conflict of interest must disclose the nature and extent of the

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17 interest in writing to the board before any discussion or vote
18 on the matter.

19 (d) After disclosure, the interested director, officer, or
20 committee member may not participate in discussion or vote on
21 the matter.

22 (e) A transaction involving a conflict of interest is
23 voidable by the association unless the transaction was approved
24 by a majority of the voting interests of the association after
25 full disclosure by the interested director, officer, or
26 committee member.

27 (f) Compensating or contracting with a director, officer,
28 or committee member of the association or an immediate family
29 member thereof creates a rebuttable presumption of a conflict of
30 interest.

31 (g) This subsection may not be waived or limited by the
32 governing documents of the association.

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35 **T I T L E A M E N D M E N T**

36 Remove line 11 and insert:

37 by a certain amount of the voting interests; creating
38 certain conflict of interest disclosure requirements
39 for directors, officers, and committee members of an
40 association; amending