

102ND GENERAL ASSEMBLY State of Illinois 2021 and 2022 SB1967

Introduced 2/26/2021, by Sen. Adriane Johnson

SYNOPSIS AS INTRODUCED:

55 ILCS 5/3-5048 new

Amends the Counties Code. Provides that a restrictive covenant modification to an unlawful restrictive covenant may be filed, for a fee not to exceed \$10, by: (1) the holder of an ownership interest in property that is subject to the unlawful restrictive covenant; or (2) a common interest community association, a condominium association, a unit owners' association, or a master association of a parcel of property subject to the association's declaration and the parcel is subject to an unlawful restrictive covenant. Includes requirements for a restrictive covenant modification and the petition to modify. Provides that, on receipt of a restrictive covenant modification, the recorder shall submit the restrictive covenant modification together with a copy of the original instrument referenced in the restrictive covenant modification to the State's Attorney, except, if a recorder determines that the a restrictive covenant modification submitted is clearly an unlawful restrictive covenant, the recorder may proceed to record the restrictive covenant modification. If the restrictive covenant modification is submitted to the State's Attorney, the State's Attorney shall make a determination within 30 days as to whether the original document contains an unlawful restrictive covenant and the recorder may not record the modification unless the State's Attorney determines an unlawful restrictive covenant exists. Limits liability of a county recorder and county for unauthorized modifications. Defines terms. Contains other provisions.

LRB102 17197 AWJ 22652 b

1 AN ACT concerning local government.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Counties Code is amended by adding Section 3-5048 as follows:
- 6 (55 ILCS 5/3-5048 new)
- 7 Sec. 3-5048. Unlawful restrictive covenant modifications.
- 8 (a) As used in this Section:
- 9 <u>"Declaration" has the meaning given to that term in</u>
 10 Section 1-5 of the Common Interest Community Association Act
- or Section 2 of the Condominium Property Act, as applicable.
- 12 "Unlawful restrictive covenant" means any recorded
- covenant or restriction that is void under Section 3-105 of
- 14 the Illinois Human Rights Act which purports to forbid or
- restrict the conveyance, encumbrance, occupancy, or lease
- 16 <u>thereof on the basis of race, color, religion, or national</u>
- origin.
- 18 "Recorder" means the recorder of the county where the
- 19 property subject to the unlawful restrictive covenant is
- 20 located.
- 21 (b) A person or entity may execute and file a restrictive
- 22 <u>covenant modification to an unlawful restrictive covenant in</u>
- 23 <u>accordance with this Section if the person or entity:</u>

1	(1) holds an ownership interest in property that is
2	subject to the unlawful restrictive covenant; or
3	(2) is a common interest community association, a
4	condominium association, a unit owners' association, or a
5	master association of a parcel of property subject to the
6	association's declaration and the parcel is subject to an
7	unlawful restrictive covenant.
8	The recorder may impose a fee for filing a restrictive
9	covenant modification pursuant to this Section in an amount
10	not to exceed \$10.
11	(c) A restrictive covenant modification shall include:
12	(1) a complete copy of the original instrument
13	containing the unlawful restrictive covenant with the
14	language of the unlawful restrictive covenant stricken;
15	<u>and</u>
16	(2) a petition to modify an unlawful restrictive
17	covenant, as provided in subsection (d).
18	(d) A petition to modify an unlawful restrictive covenant
19	<pre>shall:</pre>
20	(1) be signed by the record owner of the property or,
21	in the case of an entity under paragraph (2) of subsection
22	(b), be accompanied by a certification that a majority of
23	the governing body of the entity has agreed to the
24	restrictive covenant modification;
25	(2) reference the property index number or unique
26	parcel identification code of the property for which the

1	original instrument containing the unlawful restrictive
2	covenant is recorded; and
3	(3) include any other information that the recorder or
4	State's Attorney considers necessary in carrying out the
5	requirements of this Section.
6	(e) On receipt of a restrictive covenant modification, the
7	recorder shall submit the restrictive covenant modification
8	together with a copy of the original instrument referenced in
9	the restrictive covenant modification to the State's Attorney.
10	However, if a recorder determines that the a restrictive
11	covenant modification submitted is clearly an unlawful
12	restrictive covenant, the recorder may proceed under
13	subsection (g) without submitting documentation required by
14	this subsection to the State's Attorney.
15	(f) Within 30 days of receipt from the recorder, the
16	<pre>State's Attorney shall:</pre>
17	(1) review the restrictive covenant modification and
18	the copy of the original instrument to determine: (i)
19	whether the original instrument contains an unlawful
20	restrictive covenant; and (ii) whether the restrictive
21	covenant modification correctly strikes through only the
22	language of the unlawful restrictive covenant; and
23	(2) return the restrictive covenant modification and
24	copy of the original instrument to the recorder together
25	with the State's Attorney's written determination.
26	(q) The recorder may not record a restrictive covenant

1	modificat	ion f	iled	under	subse	ection	(b)	unle	ss:	(i)	the
2	State's	Attorn	ney	determi	ines	that	the	modi	fica	ation	is
3	appropria	te in	acco	rdance	with	subsec	ction	(f);	or	(ii)	the
4	recorder	has	dete	rmined	that	the	rest	tricti	ve	cove	nant
5	modificat	ion s	ubmit	ted is	clea	rly a	n unl	awful	re	stric	<u>tive</u>
6	covenant a	as pro	vided	in sub	sectio	on (e).					

If the State's Attorney's written determination finds that the instrument contains an unlawful restrictive covenant or the recorder has determined that the restrictive covenant modification submitted is clearly an unlawful restrictive covenant, the recorder shall record the restrictive covenant modification with the unlawful language stricken.

- (h) A recorded restrictive covenant modification shall be indexed in the same manner as the original instrument.
 - (i) Subject to all lawful covenants, conditions, and restrictions that were recorded after the recording of the original instrument, the restrictions contained in a duly recorded restrictive covenant modification are the only restrictions based on the original instrument that apply to the property.
 - (j) The effective date of the terms and conditions contained in a duly recorded restrictive covenant modification shall be the same as the effective date of the original instrument.
- (k) If a person or entity causes to be filed or recorded a restrictive covenant modification that contains modifications

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not	authorized	under	this	Section:

10 <u>restrictive covenant modification.</u>

2	(1) the recorder may not incur any liability for
3	recording the restrictive covenant modification;
4	(2) the county may not incur any liability as a result
5	of a determination rendered by the State's Attorney under
6	subsection (f); and
7	(3) any costs, fees, or liability that results from
8	the unauthorized filing or recording shall be the sole
9	responsibility of the person or entity that executed the