Bill No. CS/CS/CS/HB 27

Amendment No.

CHAMBER ACTION

Senate

House

Representatives Skidmore and Ambler offered the following:

Amendment (with title amendment)

Remove lines 224-426 and insert:

(d) Unit owner meetings .--

There shall be an annual meeting of the unit owners 1. 7 held at the location provided in the association bylaws and, if 8 the bylaws are silent as to the location, the meeting shall be 9 held within 45 miles of the condominium property. However, such 10 distance requirement does not apply to an association governing 11 a timeshare condominium. Unless the bylaws provide otherwise, a 12 vacancy on the board caused by the expiration of a director's 13 term shall be filled by electing a new board member, and the election shall be by secret ballot; however, if the number of 14 vacancies equals or exceeds the number of candidates, no 15 16 election is required. Except in an association governing a 256833 Approved For Filing: 4/23/2009 7:26:16 AM

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Amendment No. 17 timeshare condominium, the terms of all members of the board shall expire at the annual meeting and such board members may 18 19 stand for reelection unless otherwise permitted by the bylaws. 20 In the event that the bylaws permit staggered terms of no more than 2 years and upon approval of a majority of the total voting 21 22 interests, the association board members may serve 2-year 23 staggered terms. If the number no person is interested in or 24 demonstrates an intention to run for the position of a board 25 members member whose terms have term has expired according to 26 the provisions of this subparagraph exceeds the number of 27 eligible association members showing interest in or 28 demonstrating an intention to run for the vacant positions, each 29 such board member whose term has expired shall become eligible for reappointment be automatically reappointed to the board of 30 administration and need not stand for reelection. In a 31 condominium association of more than 10 units, or in a 32 condominium association that does not include timeshare units, 33 34 coowners of a unit may not serve as members of the board of directors at the same time unless they own more than one unit 35 36 and are not co-occupants of a unit or unless there is an insufficient number of eligible association members showing 37 38 interest in or demonstrating an intention to run for the vacant 39 positions on the board. Any unit owner desiring to be a 40 candidate for board membership shall comply with subsubparagraph subparagraph 3.a. A person who has been suspended 41 42 or removed by the division under this chapter, or who is 43 delinquent in the payment of any fee, fine, or special or 44 regular assessment as provided in paragraph (n), is not eligible 256833 Approved For Filing: 4/23/2009 7:26:16 AM Page 2 of 9

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45 for board membership. A person who has been convicted of any 46 felony in this state or in a United States District or 47 Territorial Court, or who has been convicted of any offense in another jurisdiction that would be considered a felony if 48 49 committed in this state, is not eligible for board membership 50 unless such felon's civil rights have been restored for a period 51 of no less than 5 years as of the date on which such person 52 seeks election to the board. The validity of an action by the 53 board is not affected if it is later determined that a member of 54 the board is ineligible for board membership due to having been 55 convicted of a felony.

Amendment No.

56 The bylaws shall provide the method of calling meetings 2. 57 of unit owners, including annual meetings. Written notice, which notice must include an agenda, shall be mailed, hand delivered, 58 or electronically transmitted to each unit owner at least 14 59 days prior to the annual meeting and shall be posted in a 60 61 conspicuous place on the condominium property at least 14 62 continuous days preceding the annual meeting. Upon notice to the unit owners, the board shall by duly adopted rule designate a 63 64 specific location on the condominium property or association property upon which all notices of unit owner meetings shall be 65 66 posted; however, if there is no condominium property or 67 association property upon which notices can be posted, this 68 requirement does not apply. In lieu of or in addition to the 69 physical posting of notice of any meeting of the unit owners on 70 the condominium property, the association may, by reasonable 71 rule, adopt a procedure for conspicuously posting and repeatedly 72 broadcasting the notice and the agenda on a closed-circuit cable 256833 Approved For Filing: 4/23/2009 7:26:16 AM

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73 television system serving the condominium association. However, 74 if broadcast notice is used in lieu of a notice posted 75 physically on the condominium property, the notice and agenda 76 must be broadcast at least four times every broadcast hour of 77 each day that a posted notice is otherwise required under this 78 section. When broadcast notice is provided, the notice and 79 agenda must be broadcast in a manner and for a sufficient 80 continuous length of time so as to allow an average reader to observe the notice and read and comprehend the entire content of 81 82 the notice and the agenda. Unless a unit owner waives in writing 83 the right to receive notice of the annual meeting, such notice 84 shall be hand delivered, mailed, or electronically transmitted 85 to each unit owner. Notice for meetings and notice for all other purposes shall be mailed to each unit owner at the address last 86 87 furnished to the association by the unit owner, or hand delivered to each unit owner. However, if a unit is owned by 88 89 more than one person, the association shall provide notice, for 90 meetings and all other purposes, to that one address which the developer initially identifies for that purpose and thereafter 91 92 as one or more of the owners of the unit shall so advise the association in writing, or if no address is given or the owners 93 94 of the unit do not agree, to the address provided on the deed of 95 record. An officer of the association, or the manager or other 96 person providing notice of the association meeting, shall 97 provide an affidavit or United States Postal Service certificate of mailing, to be included in the official records of the 98 99 association affirming that the notice was mailed or hand 100 delivered, in accordance with this provision. 256833 Approved For Filing: 4/23/2009 7:26:16 AM Page 4 of 9

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101 3.a. The members of the board shall be elected by written 102 ballot or voting machine. Proxies shall in no event be used in 103 electing the board, either in general elections or elections to 104 fill vacancies caused by recall, resignation, or otherwise, unless otherwise provided in this chapter. Not less than 60 days 105 106 before a scheduled election, the association shall mail, 107 deliver, or electronically transmit, whether by separate 108 association mailing or included in another association mailing, 109 delivery, or transmission, including regularly published newsletters, to each unit owner entitled to a vote, a first 110 notice of the date of the election along with a certification 111 112 form provided by the division attesting that he or she has read 113 and understands, to the best of his or her ability, the governing documents of the association and the provisions of 114 115 this chapter and any applicable rules. Any unit owner or other eligible person desiring to be a candidate for the board must 116 117 give written notice of his or her intent to be a candidate to 118 the association not less than 40 days before a scheduled election. Together with the written notice and agenda as set 119 120 forth in subparagraph 2., the association shall mail, deliver, 121 or electronically transmit a second notice of the election to 122 all unit owners entitled to vote therein, together with a ballot 123 which shall list all candidates. Upon request of a candidate, 124 the association shall include an information sheet, no larger than 8 1/2 inches by 11 inches, which must be furnished by the 125 candidate not less than 35 days before the election, shall along 126 127 with the signed certification form provided for in this 128 subparagraph, to be included with the mailing, delivery, or 256833 Approved For Filing: 4/23/2009 7:26:16 AM

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129 transmission of the ballot, with the costs of mailing, delivery, 130 or electronic transmission and copying to be borne by the 131 association. The association is not liable for the contents of 132 the information sheets prepared by the candidates. In order to reduce costs, the association may print or duplicate the 133 134 information sheets on both sides of the paper. The division 135 shall by rule establish voting procedures consistent with the 136 provisions contained herein, including rules establishing 137 procedures for giving notice by electronic transmission and rules providing for the secrecy of ballots. Elections shall be 138 decided by a plurality of those ballots cast. There shall be no 139 140 quorum requirement; however, at least 20 percent of the eligible 141 voters must cast a ballot in order to have a valid election of members of the board. No unit owner shall permit any other 142 person to vote his or her ballot, and any such ballots 143 improperly cast shall be deemed invalid, provided any unit owner 144 145 who violates this provision may be fined by the association in accordance with s. 718.303. A unit owner who needs assistance in 146 casting the ballot for the reasons stated in s. 101.051 may 147 148 obtain assistance in casting the ballot. The regular election 149 shall occur on the date of the annual meeting. The provisions of 150 this sub-subparagraph subparagraph shall not apply to timeshare 151 condominium associations. Notwithstanding the provisions of this 152 sub-subparagraph subparagraph, an election is not required unless more candidates file notices of intent to run or are 153 nominated than board vacancies exist. 154

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155 <u>b. Within 90 days after being elected to the board, each</u> 156 <u>newly elected director shall certify in writing to the secretary</u> 256833 Approved For Filing: 4/23/2009 7:26:16 AM Page 6 of 9

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| 157 | of the association that he or she has read the association's |
| 158 | declarations of covenants and restrictions, articles of |
| 159 | incorporation, bylaws, and current written policies; that he or |
| 160 | she will work to uphold such documents and policies to the best |
| 161 | of his or her ability; and that he or she will faithfully |
| 162 | discharge his or her fiduciary responsibility to the |
| 163 | association's members. In lieu of this written certification, |
| 164 | the newly elected director may submit a certificate of |
| 165 | satisfactory completion of the educational curriculum |
| 166 | administered by a division-approved condominium education |
| 167 | provider. Failure to timely file the written certification or |
| 168 | educational certificate automatically disqualifies the director |
| 169 | from service on the board. The secretary shall cause the |
| 170 | association to retain a director's written certification or |
| 171 | educational certificate for inspection by the members for 5 |
| 172 | years after a director's election. Failure to have such written |
| 173 | certification or educational certificate on file does not affect |
| 174 | the validity of any appropriate action. |
| | |

175 Any approval by unit owners called for by this chapter 4. 176 or the applicable declaration or bylaws, including, but not limited to, the approval requirement in s. 718.111(8), shall be 177 made at a duly noticed meeting of unit owners and shall be 178 179 subject to all requirements of this chapter or the applicable condominium documents relating to unit owner decisionmaking, 180 181 except that unit owners may take action by written agreement, 182 without meetings, on matters for which action by written 183 agreement without meetings is expressly allowed by the applicable bylaws or declaration or any statute that provides 184 256833 Approved For Filing: 4/23/2009 7:26:16 AM

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Amendment No. 185 for such action.

186 5. Unit owners may waive notice of specific meetings if 187 allowed by the applicable bylaws or declaration or any statute. 188 If authorized by the bylaws, notice of meetings of the board of administration, unit owner meetings, except unit owner meetings 189 190 called to recall board members under paragraph (j), and 191 committee meetings may be given by electronic transmission to 192 unit owners who consent to receive notice by electronic 193 transmission.

6. Unit owners shall have the right to participate in meetings of unit owners with reference to all designated agenda items. However, the association may adopt reasonable rules governing the frequency, duration, and manner of unit owner participation.

199 7. Any unit owner may tape record or videotape a meeting
200 of the unit owners subject to reasonable rules adopted by the
201 division.

202 8. Unless otherwise provided in the bylaws, any vacancy 203 occurring on the board before the expiration of a term may be 204 filled by the affirmative vote of the majority of the remaining 205 directors, even if the remaining directors constitute less than 206 a quorum, or by the sole remaining director. In the alternative, 207 a board may hold an election to fill the vacancy, in which case 208 the election procedures must conform to the requirements of subsubparagraph subparagraph 3.a. unless the association governs 10 209 210 units or fewer less and has opted out of the statutory election 211 process, in which case the bylaws of the association control. 212 Unless otherwise provided in the bylaws, a board member 256833 Approved For Filing: 4/23/2009 7:26:16 AM Page 8 of 9

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appointed or elected under this section shall fill the vacancy for the unexpired term of the seat being filled. Filling vacancies created by recall is governed by paragraph (j) and rules adopted by the division.

218 Notwithstanding subparagraph subparagraphs (b)2. and sub-219 subparagraph (d)3.a., an association of 10 or fewer units may, 220 by the affirmative vote of a majority of the total voting interests, provide for different voting and election procedures 221 in its bylaws, which vote may be by a proxy specifically 222 223 delineating the different voting and election procedures. The 224 different voting and election procedures may provide for 225 elections to be conducted by limited or general proxy.

TITLE AMENDMENT

Remove line 8 and insert:

230 meetings; revising requirements for the reappointment of certain 231 board members; providing an exception to the expiration of the 232 terms of members of certain boards; revising board eligibility 233 requirements; revising notice requirements for board candidates; 234 establishing requirements for newly elected board members; 235 requiring each newly elected director to certify

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