By Senator Hooper

16-01790-19 20191258

A bill to be entitled

An act relating to a notice of termination; amending s. 713.132, F.S.; revising and providing statements that must be included in a notice of termination; revising when a notice of termination may be recorded; providing requirements for a notice of termination to be effective; requiring that a notice of termination be recorded in the public records of the county where the project is located; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 713.132, Florida Statutes, is amended to read:

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713.132 Notice of termination.

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(1) An owner may terminate the period of effectiveness of a notice of commencement by executing, swearing to, and recording a notice of termination that contains:

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(a) The same information as the notice of commencement;

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(b) The recording office document $\underline{\text{with the}}$ book and page reference numbers and date of the notice of commencement;

23 24 (c) A statement of the date as of which the notice of commencement is terminated, which date may not be earlier than 30 days after the notice of termination is recorded;

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(d) A statement specifying that the notice applies to all the real property subject to the notice of commencement or specifying the portion of such real property to which it applies;

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(e) A statement that all lienors have been paid in full;

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and

(f) A statement that the owner has, before recording the notice of termination, served a copy of the notice of termination on the contractor and on each lienor who has a direct contract with the owner or who has served a notice to owner, and a statement that the owner will serve a copy of the notice of termination on each lienor who timely serves a notice to owner after the notice of termination has been recorded. The owner is not required to serve a copy of the notice of termination on any lienor who has executed a waiver and release of lien upon final payment in accordance with s. 713.20.

- (2) An owner has the right to rely on a contractor's affidavit given under s. 713.06(3)(d), except with respect to lienors who have already given notice, in connection with the execution, swearing to, and recording of a notice of termination. However, the notice of termination must be accompanied by the contractor's affidavit.
- (3) An owner may not record a notice of termination at any time except after completion of construction, or after construction ceases before completion and all lienors have been paid in full or pro rata in accordance with s. 713.06(4).
- (4) If an owner or a contractor, by fraud or collusion, knowingly makes any fraudulent statement or affidavit in a notice of termination or any accompanying affidavit, the owner and the contractor, or either of them, as the case may be, is liable to any lienor who suffers damages as a result of the filling of the fraudulent notice of termination; and any such lienor has a right of action for damages occasioned thereby.
 - (5) $\overline{(4)}$ A notice of termination is effective after it has

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20191258 been served on each lienor who has a direct contract with the owner or who has been timely served a notice to owner before the recording of the notice of termination. A notice of termination must be recorded in the public records of the county where the project is located. The termination of the notice of commencement is effective 30 days after the notice of termination is recorded in the public records is effective to terminate the notice of commencement at the later of 30 days after recording of the notice of termination or the date stated in the notice of termination as the date on which the notice of commencement is terminated. However, if a lienor, who began work under the notice of commencement before its termination, lacks a direct contract with the owner and timely serves his or her notice to owner after the notice of termination has been recorded, the owner must serve a copy of the notice of termination upon such lienor, and the termination of the notice of commencement as to that lienor is effective 30 days after service of the notice of termination, if the notice of termination has been served pursuant to paragraph (1)(f) on the contractor and on each lienor who has a direct contract with the owner or who has served a notice to owner.

Section 2. This act shall take effect July 1, 2019.