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A bill to be entitled An act relating to fees in lieu of security deposits; creating s. 83.491, F.S.; authorizing a landlord to offer a tenant the option to pay a fee in lieu of a security deposit; requiring the landlord to notify the tenant of certain unpaid fees and costs within a specified time after the conclusion of the tenancy; prohibiting the landlord from filing an insurance claim within a specified period of time; providing requirements for the landlord and insurer if an insurance claim to recover certain losses is filed; prohibiting the landlord from accepting certain payments; requiring the landlord to provide certain written notice to the tenant; requiring a written agreement signed by the landlord, or the landlord's agent, and the tenant if the tenant decides to pay a fee in lieu of the security deposit; requiring a specified disclosure in the written agreement; providing options for paying the fee; specifying that the fee is not a security deposit; specifying that landlords have exclusive discretion whether to offer tenants the option to pay a fee in lieu of a security deposit; requiring a landlord to offer the fee option to all new tenants under certain circumstances; providing an exception; providing applicability;

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26 providing an effective date. 27 28 Be It Enacted by the Legislature of the State of Florida: 29 30 Section 1. Section 83.491, Florida Statutes, is created to 31 read: 32 83.491 Fee in lieu of security deposit.-33 (1) If a rental agreement requires a security deposit, a 34 landlord may offer a tenant the option to pay a fee in lieu of 35 the security deposit. 36 (2)(a) If a tenant agrees to pay a fee in lieu of a 37 security deposit, the landlord must notify the tenant within 30 days after the conclusion of the tenancy of any costs or fees 38 39 that are due resulting from unpaid rent, fees, or other obligations under the rental agreement, including, but not 40 41 limited to, costs required for repairing damage to the premises 42 beyond normal wear and tear. 43 (b) A landlord may not submit a claim with an insurer to recover the landlord's losses associated with unpaid rent, fees, 44 45 or other obligations under the rental agreement, including, but not limited to, costs required for repairing damage to the 46 47 premises beyond normal wear and tear until at least 15 days 48 after providing the tenant with the required notice under 49 paragraph (a). 50 1. The landlord must include an itemized list of any

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unpaid amounts and the dates such amounts were due,
documentation supporting any itemized damages and costs of
repairs, and a copy of any written objection or report of any
communication of objection by the tenant when he or she submits
a claim to an insurer.

- 2. If an insurer pays a claim that was submitted under this subsection to a landlord and the insurer has subrogation rights, the insurer may, within 1 year after the tenancy that was the subject of the claim ends, seek reimbursement from the tenant for the amounts that were paid to the landlord. If the insurer seeks reimbursement from the tenant, the following apply:
- a. The insurer must provide the tenant with all documentation for losses that the landlord provided to the insurer in support of the landlord's claim and a copy of the settlement statement documenting the insurer's payment of the landlord's claim.
- <u>b.</u> The tenant has any defenses against the insurer which the insurer would otherwise have against the landlord.
- 3. A landlord may not accept payment from both a tenant and an insurer for amounts associated with the same rent, fees, or damages.
- (3) If a landlord offers a tenant the option to pay a fee in lieu of a security deposit, the landlord must notify the tenant in writing of all of the following:

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(a) That the tenant has the option to pay a security deposit instead of the fee.

- (b) That the tenant may, at any time, terminate the agreement to pay the fee in lieu of the security deposit and instead pay a security deposit in the amount that is otherwise offered to new tenants for a substantially similar dwelling unit on the date that the tenant terminates the agreement.
- (c) Whether any additional charges apply for the options provided in paragraphs (a) and (b).
- (d) The amount of the payments required for each option the landlord offers.
 - (e) That the fee is nonrefundable, if applicable.
- (f) That the fee is only for securing occupancy without paying a required security deposit.
- (g) That the fee payment does not limit or change the tenant's obligation to pay rent and fees, if any, under the rental agreement or limit or change the tenant's obligation to pay the costs of repairing damage to the premises beyond normal wear and tear.
- (h) That if the landlord uses any portion of the fee to purchase insurance, the tenant is not insured and is not a beneficiary of the landlord's insurance coverage, and that the insurance does not limit or change the tenant's obligations to pay rent and fees, if any, under the rental agreement or change the tenant's obligation to pay the costs of repairing damage to

the premises beyond normal wear and tear.

(4) (a) If a tenant decides to pay a fee in lieu of a security deposit, a written agreement to collect the fee must be signed by the landlord, or the landlord's agent, and the tenant. The written agreement must, at a minimum, specify the amount of the fee and how and when the fee is to be collected.

(b) The written agreement specified under paragraph (a) must also include a disclosure in substantially the following form:

FEE IN LIEU OF SECURITY DEPOSIT

THIS AGREEMENT HAS BEEN ENTERED INTO VOLUNTARILY BY BOTH PARTIES AND THE TENANT AGREES TO PAY THE LANDLORD A FEE IN LIEU OF A SECURITY DEPOSIT AS AUTHORIZED UNDER SECTION 83.491, FLORIDA STATUTES. THIS FEE IS NOT A SECURITY DEPOSIT AND PAYMENT OF THE FEE DOES NOT ABSOLVE THE TENANT OF ANY OBLIGATIONS UNDER THE RENTAL AGREEMENT, INCLUDING THE OBLIGATION TO PAY RENT AS IT BECOMES DUE AND ANY COSTS AND DAMAGES BEYOND NORMAL WEAR AND TEAR THAT THE TENANT OR HIS OR HER GUESTS MAY CAUSE. IF THE LANDLORD USES ANY PORTION OF THE TENANT'S FEE TO PURCHASE INSURANCE, THE TENANT IS NOT INSURED AND IS NOT A BENEFICIARY OF SUCH COVERAGE. SUCH INSURANCE DOES NOT LIMIT OR CHANGE THE TENANT'S OBLIGATION TO PAY RENT AND FEES, IF ANY, UNDER THE RENTAL AGREEMENT OR TO PAY THE COSTS AND DAMAGES BEYOND NORMAL WEAR AND TEAR THAT THE TENANT OR HIS OR HER GUESTS MAY CAUSE.

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126	THE TENANT MAY TERMINATE THIS AGREEMENT AT ANY TIME AND STOP
127	PAYING THE FEE AND INSTEAD PAY A SECURITY DEPOSIT AS PROVIDED IN
128	SECTION 83.491, FLORIDA STATUTES.
129	
130	THIS DISCLOSURE IS BASIC. PLEASE REFER TO PART II OF CHAPTER 83,
131	FLORIDA STATUTES, TO DETERMINE YOUR LEGAL RIGHTS AND
132	OBLIGATIONS.
133	
134	(5) A fee in lieu of a security deposit may be:
135	(a) A recurring monthly fee, payable on the same date that
136	the rent payment is due under the rental agreement; or
137	(b) Payable upon a schedule that the landlord and tenant
138	choose and as specified in the written agreement.
139	(6) A fee collected under this section is not a security
140	deposit as defined in s. 83.43(12).
141	(7) A landlord has exclusive discretion whether to offer
142	tenants the option to pay a fee in lieu of a security deposit
143	and is not required to offer the fee option to tenants. However,
144	if a landlord offers a tenant the option to pay a fee in lieu of
145	a security deposit, the landlord must also offer all new tenants
146	renting a dwelling unit on the same premises the option to pay a
147	fee in lieu of a security deposit, unless the landlord chooses
148	to terminate the fee option for all tenants.
149	(8) This section applies to rental agreements entered into

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CODING: Words stricken are deletions; words underlined are additions.

or renewed on or after July 1, 2022.

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Section 2. This act shall take effect July 1, 2022. 151

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