CHAMBER ACTION

Senate House

.

Representative Lopez, V. offered the following:

2

4 5

6

7

8

9

10

11

12

1

Amendment (with directory and title amendments)

Remove lines 512-3681 and insert:

(11) INSURANCE.—In order to protect the safety, health, and welfare of the people of the State of Florida and to ensure consistency in the provision of insurance coverage to condominiums and their unit owners, this subsection applies to every residential condominium in the state, regardless of the date of its declaration of condominium. It is the intent of the Legislature to encourage lower or stable insurance premiums for associations described in this subsection.

119199

Approved For Filing: 2/27/2024 3:50:04 PM

Page 1 of 143

1.3

(h) The association shall maintain insurance or fidelity
bonding of all persons who control or disburse funds of the
association. The insurance policy or fidelity bond must cover
the maximum funds that will be in the custody of the association
or its management agent at any one time. Upon receipt of a
complaint, the division shall monitor an association for
compliance with this paragraph and may issue fines and penalties
established by the division for failure of an association to
maintain the required insurance policy or fidelity bond. As used
in this paragraph, the term "persons who control or disburse
funds of the association" includes, but is not limited to, those
individuals authorized to sign checks on behalf of the
association, and the president, secretary, and treasurer of the
association. The association shall bear the cost of any such
bonding.

- (12) OFFICIAL RECORDS.-
- (a) From the inception of the association, the association shall maintain each of the following items, if applicable, which constitutes the official records of the association:
- 1. A copy of the plans, permits, warranties, and other items provided by the developer under s. 718.301(4).
- 2. A photocopy of the recorded declaration of condominium of each condominium operated by the association and each amendment to each declaration.

37

38

39

40

41

42

43

44

45

46

47

48 49

50

51

52

53

54

55

56

57

58

59

60

61

- 3. A photocopy of the recorded bylaws of the association and each amendment to the bylaws.
- 4. A certified copy of the articles of incorporation of the association, or other documents creating the association, and each amendment thereto.
 - 5. A copy of the current rules of the association.
- 6. A book or books that contain the minutes of all meetings of the association, the board of administration, and the unit owners.
- 7. A current roster of all unit owners and their mailing addresses, unit identifications, voting certifications, and, if known, telephone numbers. The association shall also maintain the e-mail addresses and facsimile numbers of unit owners consenting to receive notice by electronic transmission. The email addresses and facsimile numbers are not accessible to unit owners if consent to receive notice by electronic transmission is not provided In accordance with sub-subparagraph (c) 5.e., the e-mail addresses and facsimile numbers are only accessible to unit owners if consent to receive notice by electronic transmission is provided, or if the unit owner has expressly indicated that such personal information can be shared with other unit owners and the unit owner has not provided the association with a request to opt out of such dissemination with other unit owners. An association must ensure that the e-mail addresses and facsimile numbers are only used for the business

119199

operation of the association and may not be sold or shared with outside third parties. If such personal information is included in documents that are released to third parties, other than unit owners, the association must redact such personal information before the document is disseminated (c)3.e. However, the association is not liable for an inadvertent disclosure of the e-mail address or facsimile number for receiving electronic transmission of notices unless such disclosure was made with a knowing or intentional disregard of the protected nature of such information.

- 8. All current insurance policies of the association and condominiums operated by the association.
- 9. A current copy of any management agreement, lease, or other contract to which the association is a party or under which the association or the unit owners have an obligation or responsibility.
- 10. Bills of sale or transfer for all property owned by the association.
- 11. Accounting records for the association and separate accounting records for each condominium that the association operates. Any person who knowingly or intentionally defaces or destroys such records, or who knowingly or intentionally fails to create or maintain such records, with the intent of causing harm to the association or one or more of its members, is personally subject to a civil penalty pursuant to \underline{s} .

- $\frac{718.501(1)(e)}{s. \frac{718.501(1)(d)}{s}}$. The accounting records must include, but are not limited to:
 - a. Accurate, itemized, and detailed records of all receipts and expenditures.
 - b. All invoices, transaction receipts, or deposit slips that substantiate any receipt or expenditure of funds by the association.
 - <u>c.b.</u> A current account and a monthly, bimonthly, or quarterly statement of the account for each unit designating the name of the unit owner, the due date and amount of each assessment, the amount paid on the account, and the balance due.
 - <u>d.e.</u> All audits, reviews, accounting statements, structural integrity reserve studies, and financial reports of the association or condominium. Structural integrity reserve studies must be maintained for at least 15 years after the study is completed.
 - $\underline{\text{e.d.}}$ All contracts for work to be performed. Bids for work to be performed are also considered official records and must be maintained by the association for at least 1 year after receipt of the bid.
 - 12. Ballots, sign-in sheets, voting proxies, and all other papers and electronic records relating to voting by unit owners, which must be maintained for 1 year from the date of the election, vote, or meeting to which the document relates, notwithstanding paragraph (b).

112	13	3. <i>I</i>	All	rental	recor	ds if	the	association	is	acting	as
113	agent i	for t	the	rental	of con	ndomir	nium	units.			

- 14. A copy of the current question and answer sheet as described in s. 718.504.
- 15. A copy of the inspection reports described in ss. 553.899 and 718.301(4)(p) and any other inspection report relating to a structural or life safety inspection of condominium property. Such record must be maintained by the association for 15 years after receipt of the report.
 - 16. Bids for materials, equipment, or services.
- 122 17. All affirmative acknowledgments made pursuant to s. 123 718.121(4)(c).
 - 18. A copy of all building permits.
 - 19. A copy of all satisfactorily completed board member educational certificates.
 - 20.18. All other written records of the association not specifically included in the foregoing which are related to the operation of the association.
 - (b) The official records specified in subparagraphs (a)1.-6. must be permanently maintained from the inception of the association. Bids for work to be performed or for materials, equipment, or services must be maintained for at least 1 year after receipt of the bid. All other official records must be maintained within the state for at least 7 years, unless otherwise provided by general law. The official records must be

maintained in an organized manner that facilitates inspection of
the records by a unit owner. In the event that the official
records are lost, destroyed, or otherwise unavailable, the
obligation to maintain the official records includes a good
faith obligation to obtain and recover those records as is
reasonably possible. The records of the association shall be
made available to a unit owner within 45 miles of the
condominium property or within the county in which the
condominium property is located within 10 working days after
receipt of a written request by the board or its designee.
However, such distance requirement does not apply to an
association governing a timeshare condominium. This paragraph
and paragraph (c) may be complied with by having a copy of the
official records of the association available for inspection or
copying on the condominium property or association property, or
the association may offer the option of making the records
available to a unit owner electronically via the Internet \underline{as}
provided under paragraph (g) or by allowing the records to be
viewed in electronic format on a computer screen and printed
upon request. The association is not responsible for the use or
misuse of the information provided to an association member or
his or her authorized representative in compliance with this
chapter unless the association has an affirmative duty not to
disclose such information under this chapter.

$\underline{(c)1.a.(c)1.}$ The official records of the association are
open to inspection by any association member and any person
authorized by an association member as a representative of such
member at all reasonable times. The right to inspect the records
includes the right to make or obtain copies, at the reasonable
expense, if any, of the member and of the person authorized by
the association member as a representative of such member. A
renter of a unit has a right to inspect and copy only the
declaration of condominium, the association's bylaws and rules,
and the inspection reports described in ss. 553.899 and
718.301(4)(p). The association may adopt reasonable rules
regarding the frequency, time, location, notice, and manner of
record inspections and copying but may not require a member to
demonstrate any purpose or state any reason for the inspection.
The failure of an association to provide the records within 10
working days after receipt of a written request creates a
rebuttable presumption that the association willfully failed to
comply with this paragraph. A unit owner who is denied access to
official records is entitled to the actual damages or minimum
damages for the association's willful failure to comply. Minimum $% \left(1\right) =\left(1\right) +\left(1\right) +\left$
damages are $$50\ \mathrm{per}\ \mathrm{calendar}\ \mathrm{day}\ \mathrm{for}\ \mathrm{up}\ \mathrm{to}\ 10\ \mathrm{days}$, beginning on
the 11th working day after receipt of the written request. The
failure to permit inspection entitles any person prevailing in
an enforcement action to recover reasonable attorney fees from
the person in control of the records who, directly or

indirectly, knowingly denied access to the records. <u>If the</u> requested records are posted on an association's website, or are available for download through an application on a mobile device, the association may fulfill its obligations under this paragraph by directing to the website or the application all persons authorized to request access.

- b. In response to a written request to inspect records, the association must simultaneously provide to the requestor a checklist of all records made available for inspection and copying. The checklist must also identify any of the association's official records that were not made available to the requestor. An association must maintain a checklist provided under this sub-subparagraph for 7 years. An association delivering a checklist pursuant to this sub-subparagraph creates a rebuttable presumption that the association has complied with this paragraph.
- 2. A director or member of the board or association or a community association manager who knowingly, willfully, and repeatedly violates subparagraph 1. commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083, and must be removed from office and a vacancy declared. For purposes of this subparagraph, the term "repeatedly" means two or more violations within a 12-month period.
- 3.2. Any person who knowingly or intentionally defaces or destroys accounting records that are required by this chapter to

be maintained during the period for which such records are required to be maintained, or who knowingly or intentionally fails to create or maintain accounting records that are required to be created or maintained, with the intent of causing harm to the association or one or more of its members, commits a misdemeanor of the first degree, punishable as provided in s.

775.082 or s. 775.083, is personally subject to a civil penalty pursuant to s. 718.501(1)(d), and must be removed from office and a vacancy declared.

- 4. A person who willfully and knowingly refuses to release or otherwise produce association records with the intent to avoid or escape detection, arrest, trial, or punishment for the commission of a crime, or to assist another person with such avoidance or escape, commits a felony of the third degree, punishable as provided in s. 775.082, s. 775.083, or s. 775.084, and must be removed from office and a vacancy declared.
- 5.3. The association shall maintain an adequate number of copies of the declaration, articles of incorporation, bylaws, and rules, and all amendments to each of the foregoing, as well as the question and answer sheet as described in s. 718.504 and year-end financial information required under this section, on the condominium property to ensure their availability to unit owners and prospective purchasers, and may charge its actual costs for preparing and furnishing these documents to those requesting the documents. An association shall allow a member or

Approved For Filing: 2/27/2024 3:50:04 PM Page 10 of 143

his or her authorized representative to use a portable device, including a smartphone, tablet, portable scanner, or any other technology capable of scanning or taking photographs, to make an electronic copy of the official records in lieu of the association's providing the member or his or her authorized representative with a copy of such records. The association may not charge a member or his or her authorized representative for the use of a portable device. Notwithstanding this paragraph, the following records are not accessible to unit owners:

- a. Any record protected by the lawyer-client privilege as described in s. 90.502 and any record protected by the work-product privilege, including a record prepared by an association attorney or prepared at the attorney's express direction, which reflects a mental impression, conclusion, litigation strategy, or legal theory of the attorney or the association, and which was prepared exclusively for civil or criminal litigation or for adversarial administrative proceedings, or which was prepared in anticipation of such litigation or proceedings until the conclusion of the litigation or proceedings.
- b. Information obtained by an association in connection with the approval of the lease, sale, or other transfer of a unit.
- c. Personnel records of association or management company employees, including, but not limited to, disciplinary, payroll, health, and insurance records. For purposes of this sub-

Approved For Filing: 2/27/2024 3:50:04 PM Page 11 of 143

2.61

262

263

264

265

266

267

268

269

270

271272

273

274

275

276

277

278

279

280

281

282

283

284

subparagraph, the term "personnel records" does not include written employment agreements with an association employee or management company, or budgetary or financial records that indicate the compensation paid to an association employee.

- d. Medical records of unit owners.
- Social security numbers, driver license numbers, credit card numbers, e-mail addresses, telephone numbers, facsimile numbers, emergency contact information, addresses of a unit owner other than as provided to fulfill the association's notice requirements, and other personal identifying information of any person, excluding the person's name, unit designation, mailing address, property address, and any address, e-mail address, or facsimile number provided to the association to fulfill the association's notice requirements. Notwithstanding the restrictions in this sub-subparagraph, an association may print and distribute to unit owners a directory containing the name, unit address, and all telephone numbers of each unit owner. However, an owner may exclude his or her telephone numbers from the directory by so requesting in writing to the association. An owner may consent in writing to the disclosure of other contact information described in this sub-subparagraph. The association is not liable for the inadvertent disclosure of information that is protected under this sub-subparagraph if the information is included in an official record of the association and is

119199

2.85

voluntarily provided by an owner and not requested by the association.

- f. Electronic security measures that are used by the association to safeguard data, including passwords.
- g. The software and operating system used by the association which allow the manipulation of data, even if the owner owns a copy of the same software used by the association. The data is part of the official records of the association.
- h. All affirmative acknowledgments made pursuant to s. 718.121(4)(c).
- (d) The association shall prepare a question and answer sheet as described in s. 718.504, and shall update it annually.
- (e)1. The association or its authorized agent is not required to provide a prospective purchaser or lienholder with information about the condominium or the association other than information or documents required by this chapter to be made available or disclosed. The association or its authorized agent may charge a reasonable fee to the prospective purchaser, lienholder, or the current unit owner for providing good faith responses to requests for information by or on behalf of a prospective purchaser or lienholder, other than that required by law, if the fee does not exceed \$150 plus the reasonable cost of photocopying and any attorney's fees incurred by the association in connection with the response.

Page 13 of 143

2. An association and its authorized agent are not liable
for providing such information in good faith pursuant to a
written request if the person providing the information includes
a written statement in substantially the following form: "The
responses herein are made in good faith and to the best of my
ability as to their accuracy."

- (f) An outgoing board or committee member must relinquish all official records and property of the association in his or her possession or under his or her control to the incoming board within 5 days after the election. The division shall impose a civil penalty as set forth in s. 718.501(1)(d)6. against an outgoing board or committee member who willfully and knowingly fails to relinquish such records and property.
- (g)1. By January 1, 2019, an association managing a condominium with 150 or more units which does not contain timeshare units shall post digital copies of the documents specified in subparagraph 2. on its website or make such documents available through an application that can be downloaded on a mobile device.
 - a. The association's website or application must be:
- (I) An independent website, application, or web portal wholly owned and operated by the association; or
- (II) A website, application, or web portal operated by a third-party provider with whom the association owns, leases, rents, or otherwise obtains the right to operate a web page,

Approved For Filing: 2/27/2024 3:50:04 PM Page 14 of 143

subpage, web portal, collection of subpages or web portals, or an application which is dedicated to the association's activities and on which required notices, records, and documents may be posted or made available by the association.

- b. The association's website or application must be accessible through the Internet and must contain a subpage, web portal, or other protected electronic location that is inaccessible to the general public and accessible only to unit owners and employees of the association.
- c. Upon a unit owner's written request, the association must provide the unit owner with a username and password and access to the protected sections of the association's website or application which contain any notices, records, or documents that must be electronically provided.
- 2. A current copy of the following documents must be posted in digital format on the association's website or application:
- a. The recorded declaration of condominium of each condominium operated by the association and each amendment to each declaration.
- b. The recorded bylaws of the association and each amendment to the bylaws.
- c. The articles of incorporation of the association, or other documents creating the association, and each amendment to the articles of incorporation or other documents. The copy

Approved For Filing: 2/27/2024 3:50:04 PM Page 15 of 143

posted pursuant to this sub-subparagraph must be a copy of the articles of incorporation filed with the Department of State.

- d. The rules of the association.
- e. A list of all executory contracts or documents to which the association is a party or under which the association or the unit owners have an obligation or responsibility and, after bidding for the related materials, equipment, or services has closed, a list of bids received by the association within the past year. Summaries of bids for materials, equipment, or services which exceed \$500 must be maintained on the website or application for 1 year. In lieu of summaries, complete copies of the bids may be posted.
- f. The annual budget required by s. 718.112(2)(f) and any proposed budget to be considered at the annual meeting.
- g. The financial report required by subsection (13) and any monthly income or expense statement to be considered at a meeting.
- h. The certification of each director required by s. 718.112(2)(d)4.b.
- i. All contracts or transactions between the association and any director, officer, corporation, firm, or association that is not an affiliated condominium association or any other entity in which an association director is also a director or officer and financially interested.

Approved For Filing: 2/27/2024 3:50:04 PM Page 16 of 143

- j. Any contract or document regarding a conflict of interest or possible conflict of interest as provided in ss. 468.435, 468.436(2)(b)6., and 718.3027(3).
- k. The notice of any unit owner meeting and the agenda for the meeting, as required by s. 718.112(2)(d)3., no later than 14 days before the meeting. The notice must be posted in plain view on the front page of the website or application, or on a separate subpage of the website or application labeled "Notices" which is conspicuously visible and linked from the front page. The association must also post on its website or application any document to be considered and voted on by the owners during the meeting or any document listed on the agenda at least 7 days before the meeting at which the document or the information within the document will be considered.
- 1. Notice of any board meeting, the agenda, and any other document required for the meeting as required by s. 718.112(2)(c), which must be posted no later than the date required for notice under s. 718.112(2)(c).
- m. The inspection reports described in ss. 553.899 and 718.301(4)(p) and any other inspection report relating to a structural or life safety inspection of condominium property.
- n. The association's most recent structural integrity reserve study, if applicable.
- o. Copies of all building permits issued for ongoing or planned construction.

Approved For Filing: 2/27/2024 3:50:04 PM Page 17 of 143

- 3. The association shall ensure that the information and records described in paragraph (c), which are not allowed to be accessible to unit owners, are not posted on the association's website or application. If protected information or information restricted from being accessible to unit owners is included in documents that are required to be posted on the association's website or application, the association shall ensure the information is redacted before posting the documents.

 Notwithstanding the foregoing, the association or its agent is not liable for disclosing information that is protected or restricted under this paragraph unless such disclosure was made with a knowing or intentional disregard of the protected or restricted nature of such information.
- 4. The failure of the association to post information required under subparagraph 2. is not in and of itself sufficient to invalidate any action or decision of the association's board or its committees.
- (13) FINANCIAL REPORTING.—Within 90 days after the end of the fiscal year, or annually on a date provided in the bylaws, the association shall prepare and complete, or contract for the preparation and completion of, a financial report for the preceding fiscal year. Within 21 days after the final financial report is completed by the association or received from the third party, but not later than 120 days after the end of the fiscal year or other date as provided in the bylaws, the

Approved For Filing: 2/27/2024 3:50:04 PM Page 18 of 143

association shall <u>deliver</u> mail to each unit owner <u>by United</u>
States mail or personal delivery at the mailing address,
property address, e-mail address, or facsimile number provided
to fulfill the association's notice requirements at the address
last furnished to the association by the unit owner, or hand
deliver to each unit owner, a copy of the most recent financial
report, and or a notice that a copy of the most recent financial
report will be mailed or hand delivered to the unit owner,
without charge, within 5 business days after receipt of a
written request from the unit owner. The division shall adopt
rules setting forth uniform accounting principles and standards
to be used by all associations and addressing the financial
reporting requirements for multicondominium associations. The
rules must include, but not be limited to, standards for
presenting a summary of association reserves, including a good
faith estimate disclosing the annual amount of reserve funds
that would be necessary for the association to fully fund
reserves for each reserve item based on the straight-line
accounting method. This disclosure is not applicable to reserves
funded via the pooling method. In adopting such rules, the
division shall consider the number of members and annual
revenues of an association. Financial reports shall be prepared
as follows:

(a) An association that meets the criteria of this

paragraph shall prepare a complete set of financial statements

Approved For Filing: 2/27/2024 3:50:04 PM Page 19 of 143

in accordance with generally accepted accounting principles. The financial statements must be based upon the association's total annual revenues, as follows:

- 1. An association with total annual revenues of \$150,000 or more, but less than \$300,000, shall prepare compiled financial statements.
- 2. An association with total annual revenues of at least \$300,000, but less than \$500,000, shall prepare reviewed financial statements.
- 3. An association with total annual revenues of \$500,000 or more shall prepare audited financial statements.
- (b)1. An association with total annual revenues of less than \$150,000 shall prepare a report of cash receipts and expenditures.
- 2. A report of cash receipts and disbursements must disclose the amount of receipts by accounts and receipt classifications and the amount of expenses by accounts and expense classifications, including, but not limited to, the following, as applicable: costs for security, professional and management fees and expenses, taxes, costs for recreation facilities, expenses for refuse collection and utility services, expenses for lawn care, costs for building maintenance and repair, insurance costs, administration and salary expenses, and reserves accumulated and expended for capital expenditures,

Approved For Filing: 2/27/2024 3:50:04 PM Page 20 of 143

deferred maintenance, and any other category for which the association maintains reserves.

- (c) An association may prepare, without a meeting of or approval by the unit owners:
- 1. Compiled, reviewed, or audited financial statements, if the association is required to prepare a report of cash receipts and expenditures;
- 2. Reviewed or audited financial statements, if the association is required to prepare compiled financial statements; or
- 3. Audited financial statements if the association is required to prepare reviewed financial statements.
- (d) If approved by a majority of the voting interests present at a properly called meeting of the association, an association may prepare:
- 1. A report of cash receipts and expenditures in lieu of a compiled, reviewed, or audited financial statement;
- 2. A report of cash receipts and expenditures or a compiled financial statement in lieu of a reviewed or audited financial statement; or
- 3. A report of cash receipts and expenditures, a compiled financial statement, or a reviewed financial statement in lieu of an audited financial statement.

Page 21 of 143

505

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

119199

506

507

508

509

510

511

512

513

514

515

516

517

518

519

520

521

522

523

524

525

526

527

528

529

530

Such meeting and approval must occur before the end of the fiscal year and is effective only for the fiscal year in which the vote is taken. An association may not prepare a financial report pursuant to this paragraph for consecutive fiscal years, τ except that the approval may also be effective for the following fiscal year. If the developer has not turned over control of the association, all unit owners, including the developer, may vote on issues related to the preparation of the association's financial reports, from the date of incorporation of the association through the end of the second fiscal year after the fiscal year in which the certificate of a surveyor and mapper is recorded pursuant to s. 718.104(4)(e) or an instrument that transfers title to a unit in the condominium which is not accompanied by a recorded assignment of developer rights in favor of the grantee of such unit is recorded, whichever occurs first. Thereafter, all unit owners except the developer may vote on such issues until control is turned over to the association by the developer. Any audit or review prepared under this section shall be paid for by the developer if done before turnover of control of the association.

(e) A unit owner may provide written notice to the division of the association's failure to mail or hand deliver him or her a copy of the most recent financial report within 5 business days after he or she submitted a written request to the association for a copy of such report. If the division

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 22 of 143

determines that the association failed to mail or hand deliver a copy of the most recent financial report to the unit owner, the division shall provide written notice to the association that the association must mail or hand deliver a copy of the most recent financial report to the unit owner and the division within 5 business days after it receives such notice from the division. An association that fails to comply with the division's request may not waive the financial reporting requirement provided in paragraph (d) for the fiscal year in which the unit owner's request was made and the following fiscal year. A financial report received by the division pursuant to this paragraph shall be maintained, and the division shall provide a copy of such report to an association member upon his or her request.

- (15) DEBIT CARDS.-
- (a) An association and its officers, directors, employees, and agents may not use a debit card issued in the name of the association, or billed directly to the association, for the payment of any association expense.
- (b) A person who uses Use of a debit card issued in the name of the association, or billed directly to the association, for any expense that is not a lawful obligation of the association commits theft under s. 812.014 and must be removed from office and a vacancy declared. For the purposes of this paragraph, the term "lawful obligation of the association" means

Approved For Filing: 2/27/2024 3:50:04 PM Page 23 of 143

an obligation that has been properly preapproved by the board and is reflected in the meeting minutes or the written budget may be prosecuted as credit card fraud pursuant to s. 817.61.

Section 8. Effective January 1, 2026, paragraph (g) of subsection (12) of section 718.111, Florida Statutes, as amended by this act, is amended to read:

- 718.111 The association.-
- (12) OFFICIAL RECORDS. -
- (g)1. By January 1, 2019, An association managing a condominium with $\underline{25}$ $\underline{150}$ or more units which does not contain timeshare units shall post digital copies of the documents specified in subparagraph 2. on its website or make such documents available through an application that can be downloaded on a mobile device.
 - a. The association's website or application must be:
- (I) An independent website, application, or web portal wholly owned and operated by the association; or
- (II) A website, application, or web portal operated by a third-party provider with whom the association owns, leases, rents, or otherwise obtains the right to operate a web page, subpage, web portal, collection of subpages or web portals, or an application which is dedicated to the association's activities and on which required notices, records, and documents may be posted or made available by the association.

Approved For Filing: 2/27/2024 3:50:04 PM Page 24 of 143

- b. The association's website or application must be accessible through the Internet and must contain a subpage, web portal, or other protected electronic location that is inaccessible to the general public and accessible only to unit owners and employees of the association.
- c. Upon a unit owner's written request, the association must provide the unit owner with a username and password and access to the protected sections of the association's website or application which contain any notices, records, or documents that must be electronically provided.
- 2. A current copy of the following documents must be posted in digital format on the association's website or application:
- a. The recorded declaration of condominium of each condominium operated by the association and each amendment to each declaration.
- b. The recorded bylaws of the association and each amendment to the bylaws.
- c. The articles of incorporation of the association, or other documents creating the association, and each amendment to the articles of incorporation or other documents. The copy posted pursuant to this sub-subparagraph must be a copy of the articles of incorporation filed with the Department of State.
 - d. The rules of the association.

Approved For Filing: 2/27/2024 3:50:04 PM Page 25 of 143

- e. A list of all executory contracts or documents to which the association is a party or under which the association or the unit owners have an obligation or responsibility and, after bidding for the related materials, equipment, or services has closed, a list of bids received by the association within the past year. Summaries of bids for materials, equipment, or services which exceed \$500 must be maintained on the website or application for 1 year. In lieu of summaries, complete copies of the bids may be posted.
- f. The annual budget required by s. 718.112(2)(f) and any proposed budget to be considered at the annual meeting.
- g. The financial report required by subsection (13) and any monthly income or expense statement to be considered at a meeting.
- h. The certification of each director required by s. 718.112(2)(d)4.b.
- i. All contracts or transactions between the association and any director, officer, corporation, firm, or association that is not an affiliated condominium association or any other entity in which an association director is also a director or officer and financially interested.
- j. Any contract or document regarding a conflict of interest or possible conflict of interest as provided in ss. 468.4335, 468.436(2)(b)6., and 718.3027(3).

k. The notice of any unit owner meeting and the agenda for
the meeting, as required by s. $718.112(2)(d)3.$, no later than 14
days before the meeting. The notice must be posted in plain view
on the front page of the website or application, or on a
separate subpage of the website or application labeled "Notices"
which is conspicuously visible and linked from the front page.
The association must also post on its website or application any
document to be considered and voted on by the owners during the
meeting or any document listed on the agenda at least 7 days
before the meeting at which the document or the information
within the document will be considered.

- 1. Notice of any board meeting, the agenda, and any other document required for the meeting as required by s. 718.112(2)(c), which must be posted no later than the date required for notice under s. 718.112(2)(c).
- m. The inspection reports described in ss. 553.899 and 718.301(4)(p) and any other inspection report relating to a structural or life safety inspection of condominium property.
- n. The association's most recent structural integrity reserve study, if applicable.
- o. Copies of all building permits issued for ongoing or planned construction.
- 3. The association shall ensure that the information and records described in paragraph (c), which are not allowed to be accessible to unit owners, are not posted on the association's

Approved For Filing: 2/27/2024 3:50:04 PM Page 27 of 143

website or application. If protected information or information restricted from being accessible to unit owners is included in documents that are required to be posted on the association's website or application, the association shall ensure the information is redacted before posting the documents.

Notwithstanding the foregoing, the association or its agent is not liable for disclosing information that is protected or restricted under this paragraph unless such disclosure was made with a knowing or intentional disregard of the protected or restricted nature of such information.

- 4. The failure of the association to post information required under subparagraph 2. is not in and of itself sufficient to invalidate any action or decision of the association's board or its committees.
- Section 9. Paragraphs (c), (d), (f), (g), and (q) of subsection (2) of section 718.112, Florida Statutes, are amended, and paragraph (r) is added to that subsection, to read: 718.112 Bylaws.—
- (2) REQUIRED PROVISIONS.—The bylaws shall provide for the following and, if they do not do so, shall be deemed to include the following:
- (c) Board of administration meetings.—In a residential condominium association of more than 10 units, the board of administration shall meet at least once each quarter. At least four times each year, the meeting agenda must include an

Approved For Filing: 2/27/2024 3:50:04 PM Page 28 of 143

678

679

680

681

682

683

684

685

686

687

688 689

690

691

692

693

694

695

696

697

698699

700

701

702

opportunity for members to ask questions of the board. Meetings of the board of administration at which a quorum of the members is present are open to all unit owners. Members of the board of administration may use e-mail as a means of communication but may not cast a vote on an association matter via e-mail. A unit owner may tape record or videotape the meetings. The right to attend such meetings includes the right to speak at such meetings with reference to all designated agenda items and the right to ask questions relating to reports on the status of construction or repair projects, the status of revenues and <u>expenditures during the</u> current fiscal year, and other issues affecting the condominium. The division shall adopt reasonable rules governing the tape recording and videotaping of the meeting. The association may adopt written reasonable rules governing the frequency, duration, and manner of unit owner statements.

1. Adequate notice of all board meetings, which must specifically identify all agenda items, must be posted conspicuously on the condominium property at least 48 continuous hours before the meeting except in an emergency. If 20 percent of the voting interests petition the board to address an item of business, the board, within 60 days after receipt of the petition, shall place the item on the agenda at its next regular board meeting or at a special meeting called for that purpose. An item not included on the notice may be taken up on an

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 29 of 143

emergency basis by a vote of at least a majority plus one of the board members. Such emergency action must be noticed and ratified at the next regular board meeting. Written notice of a meeting at which a nonemergency special assessment or an amendment to rules regarding unit use will be considered must be mailed, delivered, or electronically transmitted to the unit owners and posted conspicuously on the condominium property at least 14 days before the meeting. Evidence of compliance with this 14-day notice requirement must be made by an affidavit executed by the person providing the notice and filed with the official records of the association. Notice of any meeting in which regular or special assessments against unit owners are to be considered must specifically state that assessments will be considered and provide the estimated cost and description of the purposes for such assessments.

2. Upon notice to the unit owners, the board shall, by duly adopted rule, designate a specific location on the condominium property at which where all notices of board meetings must be posted. If there is no condominium property at which where notices can be posted, notices shall be mailed, delivered, or electronically transmitted to each unit owner at least 14 days before the meeting. In lieu of or in addition to the physical posting of the notice on the condominium property, the association may, by reasonable rule, adopt a procedure for conspicuously posting and repeatedly broadcasting the notice and

728

729

730

731

732

733

734

735

736

737

738

739

740

741

742

743

744

745

746

747

748

749

750

751

752

the agenda on a closed-circuit cable television system serving the condominium association. However, if broadcast notice is used in lieu of a notice physically posted on condominium property, the notice and agenda must be broadcast at least four times every broadcast hour of each day that a posted notice is otherwise required under this section. If broadcast notice is provided, the notice and agenda must be broadcast in a manner and for a sufficient continuous length of time so as to allow an average reader to observe the notice and read and comprehend the entire content of the notice and the agenda. In addition to any of the authorized means of providing notice of a meeting of the board, the association may, by rule, adopt a procedure for conspicuously posting the meeting notice and the agenda on a website serving the condominium association for at least the minimum period of time for which a notice of a meeting is also required to be physically posted on the condominium property. Any rule adopted shall, in addition to other matters, include a requirement that the association send an electronic notice in the same manner as a notice for a meeting of the members, which must include a hyperlink to the website at which where the notice is posted, to unit owners whose e-mail addresses are included in the association's official records.

3. Notice of any meeting in which regular or special assessments against unit owners are to be considered must specifically state that assessments will be considered and

119199

provide the estimated cost and description of the purposes for
such assessments. If an agenda item relates to the approval of a
contract for goods or services, a copy of the contract must be
provided with the notice and be made available for inspection
and copying upon a written request from a unit owner or made
available on the association's website or through an application
that can be downloaded on a mobile device.

- 4.2. Meetings of a committee to take final action on behalf of the board or make recommendations to the board regarding the association budget are subject to this paragraph. Meetings of a committee that does not take final action on behalf of the board or make recommendations to the board regarding the association budget are subject to this section, unless those meetings are exempted from this section by the bylaws of the association.
- 5.3. Notwithstanding any other law, the requirement that board meetings and committee meetings be open to the unit owners does not apply to:
- a. Meetings between the board or a committee and the association's attorney, with respect to proposed or pending litigation, if the meeting is held for the purpose of seeking or rendering legal advice; or
- b. Board meetings held for the purpose of discussing personnel matters.
 - (d) Unit owner meetings.-

Approved For Filing: 2/27/2024 3:50:04 PM Page 32 of 143

778

779

780

781

782

783

784

785

786

787

788

789

790

791

792

793

794

795

796

797

798

799

800

801

802

- 1. An annual meeting of the unit owners must be held at the location provided in the association bylaws and, if the bylaws are silent as to the location, the meeting must be held within 45 miles of the condominium property. However, such distance requirement does not apply to an association governing a timeshare condominium.
- 2. Unless the bylaws provide otherwise, a vacancy on the board caused by the expiration of a director's term must be filled by electing a new board member, and the election must be by secret ballot. An election is not required if the number of vacancies equals or exceeds the number of candidates. For purposes of this paragraph, the term "candidate" means an eligible person who has timely submitted the written notice, as described in sub-subparagraph 4.a., of his or her intention to become a candidate. Except in a timeshare or nonresidential condominium, or if the staggered term of a board member does not expire until a later annual meeting, or if all members' terms would otherwise expire but there are no candidates, the terms of all board members expire at the annual meeting, and such members may stand for reelection unless prohibited by the bylaws. Board members may serve terms longer than 1 year if permitted by the bylaws or articles of incorporation. A board member may not serve more than 8 consecutive years unless approved by an affirmative vote of unit owners representing two-thirds of all votes cast in the election or unless there are not enough

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 33 of 143

803

804

805

806

807

808

809

810

811

812

813814

815

816

817

818

819

820821

822

823

824

825

826

827

eligible candidates to fill the vacancies on the board at the time of the vacancy. Only board service that occurs on or after July 1, 2018, may be used when calculating a board member's term limit. If the number of board members whose terms expire at the annual meeting equals or exceeds the number of candidates, the candidates become members of the board effective upon the adjournment of the annual meeting. Unless the bylaws provide otherwise, any remaining vacancies shall be filled by the affirmative vote of the majority of the directors making up the newly constituted board even if the directors constitute less than a quorum or there is only one director. In a residential condominium association of more than 10 units or in a residential condominium association that does not include timeshare units or timeshare interests, co-owners of a unit may not serve as members of the board of directors at the same time unless they own more than one unit or unless there are not enough eligible candidates to fill the vacancies on the board at the time of the vacancy. A unit owner in a residential condominium desiring to be a candidate for board membership must comply with sub-subparagraph 4.a. and must be eligible to be a candidate to serve on the board of directors at the time of the deadline for submitting a notice of intent to run in order to have his or her name listed as a proper candidate on the ballot or to serve on the board. A person who has been suspended or removed by the division under this chapter, or who is delinquent

119199

828

829

830

831

832

833

834

835

836

837

838

839

840

841

842

843

844

845

846

847

848

849

850

851

852

in the payment of any assessment due to the association, is not eligible to be a candidate for board membership and may not be listed on the ballot. For purposes of this paragraph, a person is delinquent if a payment is not made by the due date as specifically identified in the declaration of condominium, bylaws, or articles of incorporation. If a due date is not specifically identified in the declaration of condominium, bylaws, or articles of incorporation, the due date is the first day of the assessment period. A person who has been convicted of any felony in this state or in a United States District or Territorial Court, or who has been convicted of any offense in another jurisdiction which would be considered a felony if committed in this state, is not eligible for board membership unless such felon's civil rights have been restored for at least 5 years as of the date such person seeks election to the board. The validity of an action by the board is not affected if it is later determined that a board member is ineligible for board membership due to having been convicted of a felony. This subparagraph does not limit the term of a member of the board of a nonresidential or timeshare condominium.

3. The bylaws must provide the method of calling meetings of unit owners, including annual meetings. Written notice of an annual meeting must include an agenda; be mailed, hand delivered, or electronically transmitted to each unit owner at least 14 days before the annual meeting; and be posted in a

119199

853

854

855

856

857

858

859

860

861

862

863864

865

866

867

868

869

870

871

872

873

874

875

876

877

conspicuous place on the condominium property or association property at least 14 continuous days before the annual meeting. Written notice of a meeting other than an annual meeting must include an agenda; be mailed, hand delivered, or electronically transmitted to each unit owner; and be posted in a conspicuous place on the condominium property or association property within the timeframe specified in the bylaws. If the bylaws do not specify a timeframe for written notice of a meeting other than an annual meeting, notice must be provided at least 14 continuous days before the meeting. Upon notice to the unit owners, the board shall, by duly adopted rule, designate a specific location on the condominium property or association property at which where all notices of unit owner meetings must be posted. This requirement does not apply if there is no condominium property for posting notices. In lieu of, or in addition to, the physical posting of meeting notices, the association may, by reasonable rule, adopt a procedure for conspicuously posting and repeatedly broadcasting the notice and the agenda on a closed-circuit cable television system serving the condominium association. However, if broadcast notice is used in lieu of a notice posted physically on the condominium property, the notice and agenda must be broadcast at least four times every broadcast hour of each day that a posted notice is otherwise required under this section. If broadcast notice is provided, the notice and agenda must be broadcast in a manner

119199

878

879

088

881

882

883

884

885

886

887

888

889

890

891

892

893

894

895

896

897

898899

900

901

902

and for a sufficient continuous length of time so as to allow an average reader to observe the notice and read and comprehend the entire content of the notice and the agenda. In addition to any of the authorized means of providing notice of a meeting of the board, the association may, by rule, adopt a procedure for conspicuously posting the meeting notice and the agenda on a website serving the condominium association for at least the minimum period of time for which a notice of a meeting is also required to be physically posted on the condominium property. Any rule adopted shall, in addition to other matters, include a requirement that the association send an electronic notice in the same manner as a notice for a meeting of the members, which must include a hyperlink to the website at which where the notice is posted, to unit owners whose e-mail addresses are included in the association's official records. Unless a unit owner waives in writing the right to receive notice of the annual meeting, such notice must be hand delivered, mailed, or electronically transmitted to each unit owner. Notice for meetings and notice for all other purposes must be mailed to each unit owner at the address last furnished to the association by the unit owner, or hand delivered to each unit owner. However, if a unit is owned by more than one person, the association must provide notice to the address that the developer identifies for that purpose and thereafter as one or more of the owners of the unit advise the association in

119199

writing, or if no address is given or the owners of the unit do not agree, to the address provided on the deed of record. An officer of the association, or the manager or other person providing notice of the association meeting, must provide an affidavit or United States Postal Service certificate of mailing, to be included in the official records of the association affirming that the notice was mailed or hand delivered in accordance with this provision.

- 4. The members of the board of a residential condominium shall be elected by written ballot or voting machine. Proxies may not be used in electing the board in general elections or elections to fill vacancies caused by recall, resignation, or otherwise, unless otherwise provided in this chapter. This subparagraph does not apply to an association governing a timeshare condominium.
- a. At least 60 days before a scheduled election, the association shall mail, deliver, or electronically transmit, by separate association mailing or included in another association mailing, delivery, or transmission, including regularly published newsletters, to each unit owner entitled to a vote, a first notice of the date of the election. A unit owner or other eligible person desiring to be a candidate for the board must give written notice of his or her intent to be a candidate to the association at least 40 days before a scheduled election. Together with the written notice and agenda as set forth in

Page 38 of 143

928

929

930

931

932

933

934

935

936

937

938

939

940

941

942

943

944

945

946

947

948949

950

951

952

subparagraph 3., the association shall mail, deliver, or electronically transmit a second notice of the election to all unit owners entitled to vote, together with a ballot that lists all candidates not less than 14 days or more than 34 days before the date of the election. Upon request of a candidate, an information sheet, no larger than 8 1/2 inches by 11 inches, which must be furnished by the candidate at least 35 days before the election, must be included with the mailing, delivery, or transmission of the ballot, with the costs of mailing, delivery, or electronic transmission and copying to be borne by the association. The association is not liable for the contents of the information sheets prepared by the candidates. In order to reduce costs, the association may print or duplicate the information sheets on both sides of the paper. The division shall by rule establish voting procedures consistent with this sub-subparagraph, including rules establishing procedures for giving notice by electronic transmission and rules providing for the secrecy of ballots. Elections shall be decided by a plurality of ballots cast. There is no quorum requirement; however, at least 20 percent of the eligible voters must cast a ballot in order to have a valid election. A unit owner may not authorize any other person to vote his or her ballot, and any ballots improperly cast are invalid. A unit owner who violates this provision may be fined by the association in accordance with s. 718.303. A unit owner who needs assistance in casting

119199

the ballot for the reasons stated in s. 101.051 may obtain such assistance. The regular election must occur on the date of the annual meeting. Notwithstanding this sub-subparagraph, an election is not required unless more candidates file notices of intent to run or are nominated than board vacancies exist.

- b. A director of a Within 90 days after being elected or appointed to the board of an association of a residential condominium, each newly elected or appointed director shall:
- (I) Certify in writing to the secretary of the association that he or she has read the association's declaration of condominium, articles of incorporation, bylaws, and current written policies; that he or she will work to uphold such documents and policies to the best of his or her ability; and that he or she will faithfully discharge his or her fiduciary responsibility to the association's members.
- (II) Submit to the secretary of the association In lieu of this written certification, within 90 days after being elected or appointed to the board, the newly elected or appointed director may submit a certificate of having satisfactorily completed the educational curriculum administered by the division or a division-approved condominium education provider. The educational curriculum must be at least 4 hours long and include instruction on milestone inspections, structural integrity reserve studies, elections, recordkeeping, financial literacy and transparency, levying of fines, and notice and

Approved For Filing: 2/27/2024 3:50:04 PM Page 40 of 143

978 meeting requirements within 1 year before or 90 days after the 979 date of election or appointment. 980 981 Each newly elected or appointed director must submit to the 982 secretary of the association the written certification and educational certificate within 1 year before being elected or 983 984 appointed or 90 days after the date of election or appointment. 985 A director of an association of a residential condominium who was elected or appointed before July 1, 2024, must comply with 986 987 the written certification and educational certificate 988 requirements in this sub-subparagraph by June 30, 2025. The 989 written certification and or educational certificate is valid 990 for 7 years after the date of issuance and does not have to be 991 resubmitted as long as the director serves on the board without 992 interruption during the 7-year period. A director who is 993 appointed by the developer may satisfy the educational 994 certificate requirement in sub-sub-subparagraph (II) for any 995 subsequent appointment to a board by a developer within 7 years 996 after the date of issuance of the most recent educational 997 certificate, including any interruption of service on a board or 998 appointment to a board in another association within that 7-year 999 period. One year after submission of the most recent written 1000 certification and educational certificate, and annually 1001 thereafter, a director of an association of a residential 1002 condominium must submit to the secretary of the association a

119199

certificate of having satisfactorily completed at least 1 hour
of continuing education administered by the division, or a
division-approved condominium education provider, relating to
any recent changes to this chapter and the related
administrative rules during the past year. A director of an
association of a residential condominium who fails to timely
file the written certification $\underline{\text{and}}$ $\underline{\text{or}}$ educational certificate is
suspended from service on the board until he or she complies
with this sub-subparagraph. The board may temporarily fill the
vacancy during the period of suspension. The secretary shall
cause the association to retain a director's written
certification and or educational certificate for inspection by
the members for $\frac{7}{2}$ years after a director's election or the
duration of the director's uninterrupted tenure, whichever is
longer. Failure to have such written certification \underline{and} \underline{or}
educational certificate on file does not affect the validity of
any board action.

- c. Any challenge to the election process must be commenced within 60 days after the election results are announced.
- 5. Any approval by unit owners called for by this chapter or the applicable declaration or bylaws, including, but not limited to, the approval requirement in s. 718.111(8), must be made at a duly noticed meeting of unit owners and is subject to all requirements of this chapter or the applicable condominium documents relating to unit owner decisionmaking, except that

unit owners may take action by written agreement, without meetings, on matters for which action by written agreement without meetings is expressly allowed by the applicable bylaws or declaration or any law that provides for such action.

- 6. Unit owners may waive notice of specific meetings if allowed by the applicable bylaws or declaration or any law.

 Notice of meetings of the board of administration; unit owner meetings, except unit owner meetings called to recall board members under paragraph (1); and committee meetings may be given by electronic transmission to unit owners who consent to receive notice by electronic transmission. A unit owner who consents to receiving notices by electronic transmission is solely responsible for removing or bypassing filters that block receipt of mass e-mails sent to members on behalf of the association in the course of giving electronic notices.
- 7. Unit owners 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.
- 8. A unit owner may tape record or videotape a meeting of the unit owners subject to reasonable rules adopted by the division.
- 9. Unless otherwise provided in the bylaws, any vacancy occurring on the board before the expiration of a term may be filled by the affirmative vote of the majority of the remaining

Approved For Filing: 2/27/2024 3:50:04 PM Page 43 of 143

directors, even if the remaining directors constitute less than a quorum, or by the sole remaining director. In the alternative, a board may hold an election to fill the vacancy, in which case the election procedures must conform to sub-subparagraph 4.a. unless the association governs 10 units or fewer and has opted out of the statutory election process, in which case the bylaws of the association control. Unless otherwise provided in the bylaws, a board member 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 (1) and rules adopted by the division.

10. This chapter does not limit the use of general or limited proxies, require the use of general or limited proxies, or require the use of a written ballot or voting machine for any agenda item or election at any meeting of a timeshare condominium association or nonresidential condominium association.

Notwithstanding subparagraph (b) 2. and sub-subparagraph 4.a., an association of 10 or fewer units may, by affirmative vote of a majority of the total voting interests, provide for different voting and election procedures in its bylaws, which may be by a proxy specifically delineating the different voting and election procedures. The different voting and election procedures may

Approved For Filing: 2/27/2024 3:50:04 PM Page 44 of 143

1077

1078

1079

1080

1081

1082

1083

1084

1085

1086

1087

1088

1089

1090

1091

1092

1093

1094

1095

1096

1097

1098

1099

1100

1101

provide for elections to be conducted by limited or general proxy.

- (f) Annual budget.-
- The proposed annual budget of estimated revenues and expenses must be detailed and must show the amounts budgeted by accounts and expense classifications, including, at a minimum, any applicable expenses listed in s. 718.504(21). The board shall adopt the annual budget at least 14 days before the start of the association's fiscal year. In the event that the board fails to timely adopt the annual budget a second time, it is deemed a minor violation and the prior year's budget shall continue in effect until a new budget is adopted. A multicondominium association must adopt a separate budget of common expenses for each condominium the association operates and must adopt a separate budget of common expenses for the association. In addition, if the association maintains limited common elements with the cost to be shared only by those entitled to use the limited common elements as provided for in s. 718.113(1), the budget or a schedule attached to it must show the amount budgeted for this maintenance. If, after turnover of control of the association to the unit owners, any of the expenses listed in s. 718.504(21) are not applicable, they do not need to be listed.
- 2.a. In addition to annual operating expenses, the budget must include reserve accounts for capital expenditures and

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 45 of 143

1102

1103

1104

1105

1106

1107

1108

1109

1110

11111112

1113

1114

1115

11161117

1118

1119

1120

1121

1122

1123

1124

1125

1126

deferred maintenance. These accounts must include, but are not limited to, roof replacement, building painting, and pavement resurfacing, regardless of the amount of deferred maintenance expense or replacement cost, and any other item that has a deferred maintenance expense or replacement cost that exceeds \$10,000. The amount to be reserved must be computed using a formula based upon estimated remaining useful life and estimated replacement cost or deferred maintenance expense of the reserve item. In a budget adopted by an association that is required to obtain a structural integrity reserve study, reserves must be maintained for the items identified in paragraph (q) for which the association is responsible pursuant to the declaration of condominium, and the reserve amount for such items must be based on the findings and recommendations of the association's most recent structural integrity reserve study. With respect to items for which an estimate of useful life is not readily ascertainable or with an estimated remaining useful life of greater than 25 years, an association is not required to reserve replacement costs for such items, but an association must reserve the amount of deferred maintenance expense, if any, which is recommended by the structural integrity reserve study for such items. The association may adjust replacement reserve assessments annually to take into account an inflation adjustment and any changes in estimates or extension of the useful life of a reserve item caused by deferred maintenance.

119199

Approved For Filing: 2/27/2024 3:50:04 PM

Page 46 of 143

1127	The members of a unit-owner-controlled association may
1128	determine, by a majority vote of the total voting interests of
1129	the association, to provide no reserves or less reserves than
1130	required by this subsection. For a budget adopted on or after
1131	December 31, 2024, the members of a unit-owner-controlled
1132	association that must obtain a structural integrity reserve
1133	study may not determine to provide no reserves or less reserves
1134	than required by this subsection for items listed in paragraph
1135	(g), except that members of an association operating a
1136	multicondominium may determine to provide no reserves or less
1137	reserves than required by this subsection if an alternative
1138	funding method has been approved by the division. $\underline{\text{If the local}}$
1139	building official, as defined in s. 468.603, determines that the
1140	entire condominium building is uninhabitable due to a natural
1141	emergency, as defined in s. 252.34, the board, upon the approval
1142	
	of a majority of its members, may pause the contribution to its
1143	of a majority of its members, may pause the contribution to its reserves or reduce reserve funding until the local building
1143 1144	
	reserves or reduce reserve funding until the local building
1144	reserves or reduce reserve funding until the local building official determines that the condominium building is habitable.
1144 1145	reserves or reduce reserve funding until the local building official determines that the condominium building is habitable. Any reserve account funds held by the association may be
1144 1145 1146	reserves or reduce reserve funding until the local building official determines that the condominium building is habitable. Any reserve account funds held by the association may be expended, pursuant to the board's determination, to make the
1144 1145 1146 1147	reserves or reduce reserve funding until the local building official determines that the condominium building is habitable. Any reserve account funds held by the association may be expended, pursuant to the board's determination, to make the condominium building and its structures habitable. Upon the

119199

- b. Before turnover of control of an association by a developer to unit owners other than a developer under s. 718.301, the developer-controlled association may not vote to waive the reserves or reduce funding of the reserves. If a meeting of the unit owners has been called to determine whether to waive or reduce the funding of reserves and no such result is achieved or a quorum is not attained, the reserves included in the budget shall go into effect. After the turnover, the developer may vote its voting interest to waive or reduce the funding of reserves.
- 3. Reserve funds and any interest accruing thereon shall remain in the reserve account or accounts, and may be used only for authorized reserve expenditures unless their use for other purposes is approved in advance by a majority vote of all the total voting interests of the association. Before turnover of control of an association by a developer to unit owners other than the developer pursuant to s. 718.301, the developer—controlled association may not vote to use reserves for purposes other than those for which they were intended. For a budget adopted on or after December 31, 2024, members of a unit—owner—controlled association that must obtain a structural integrity reserve study may not vote to use reserve funds, or any interest accruing thereon, for any other purpose other than the replacement or deferred maintenance costs of the components listed in paragraph (g).

Approved For Filing: 2/27/2024 3:50:04 PM Page 48 of 143

- 4. The only voting interests that are eligible to vote on questions that involve waiving or reducing the funding of reserves, or using existing reserve funds for purposes other than purposes for which the reserves were intended, are the voting interests of the units subject to assessment to fund the reserves in question. Proxy questions relating to waiving or reducing the funding of reserves or using existing reserve funds for purposes other than purposes for which the reserves were intended must contain the following statement in capitalized, bold letters in a font size larger than any other used on the face of the proxy ballot: WAIVING OF RESERVES, IN WHOLE OR IN PART, OR ALLOWING ALTERNATIVE USES OF EXISTING RESERVES MAY RESULT IN UNIT OWNER LIABILITY FOR PAYMENT OF UNANTICIPATED SPECIAL ASSESSMENTS REGARDING THOSE ITEMS.
 - (g) Structural integrity reserve study.-
- 1. A residential condominium association must have a structural integrity reserve study completed at least every 10 years after the condominium's creation for each building on the condominium property that is three stories or higher in height, as determined by the Florida Building Code, which includes, at a minimum, a study of the following items as related to the structural integrity and safety of the building:
 - a. Roof.

Approved For Filing: 2/27/2024 3:50:04 PM Page 49 of 143

1199	b. Structure, including load-bearing walls and other
1200	primary structural members and primary structural systems as
1201	those terms are defined in s. 627.706.

- C. Fireproofing and fire protection systems.
- 1203 d. Plumbing.

1202

1204

1205

1206

1207

1208

1209

1210

1211

1212

1213

1214

1215

1216

1217

1218

1219

1220

1221

1222

1223

- Electrical systems. е.
- f. Waterproofing and exterior painting.
- Windows and exterior doors. q.
- Any other item that has a deferred maintenance expense or replacement cost that exceeds \$10,000 and the failure to replace or maintain such item negatively affects the items listed in sub-subparagraphs a.-g., as determined by the visual inspection portion of the structural integrity reserve study.
- 2. A structural integrity reserve study is based on a visual inspection of the condominium property. A structural integrity reserve study may be performed by any person qualified to perform such study. However, the visual inspection portion of the structural integrity reserve study must be performed or verified by an engineer licensed under chapter 471, an architect licensed under chapter 481, or a person certified as a reserve specialist or professional reserve analyst by the Community Associations Institute or the Association of Professional Reserve Analysts.
- At a minimum, a structural integrity reserve study must identify each item of the condominium property being visually

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 50 of 143

1224

1225

1226

12271228

1229

1230

1231

1232

1233

1234

1235

1236

1237

1238

1239

1240

1241

1242

1243

1244

1245

1246

1247

inspected, state the estimated remaining useful life and the estimated replacement cost or deferred maintenance expense of each item of the condominium property being visually inspected, and provide a reserve funding schedule with a recommended annual reserve amount that achieves the estimated replacement cost or deferred maintenance expense of each item of condominium property being visually inspected by the end of the estimated remaining useful life of the item. The structural integrity reserve study may recommend that reserves do not need to be maintained for any item for which an estimate of useful life and an estimate of replacement cost cannot be determined, or the study may recommend a deferred maintenance expense amount for such item. The structural integrity reserve study may recommend that reserves for replacement costs do not need to be maintained for any item with an estimated remaining useful life of greater than 25 years, but the study may recommend a deferred maintenance expense amount for such item.

4. This paragraph does not apply to buildings less than three stories in height; single-family, two-family, or three-family dwellings with three or fewer habitable stories above ground; any portion or component of a building that has not been submitted to the condominium form of ownership; or any portion or component of a building that is maintained by a party other than the association.

119199

- 5. Before a developer turns over control of an association to unit owners other than the developer, the developer must have a turnover inspection report in compliance with s. 718.301(4)(p) and (q) for each building on the condominium property that is three stories or higher in height.
- 6. Associations existing on or before July 1, 2022, which are controlled by unit owners other than the developer, must have a structural integrity reserve study completed by December 31, 2024, for each building on the condominium property that is three stories or higher in height. An association that is required to complete a milestone inspection in accordance with s. 553.899 on or before December 31, 2026, may complete the structural integrity reserve study simultaneously with the milestone inspection. In no event may the structural integrity reserve study be completed after December 31, 2026.
- 7. If the milestone inspection required by s. 553.899, or an inspection completed for a similar local requirement, was performed within the past 5 years and meets the requirements of this paragraph, such inspection may be used in place of the visual inspection portion of the structural integrity reserve study.
- 8. If the officers or directors of an association willfully and knowingly fail to complete a structural integrity reserve study pursuant to this paragraph, such failure is a

Approved For Filing: 2/27/2024 3:50:04 PM Page 52 of 143

breach of an officer's and director's fiduciary relationship to the unit owners under s. 718.111(1).

- 9. Within 45 days after receiving the structural integrity reserve study, the association must distribute a copy of the study to each unit owner or deliver to each unit owner a notice that the completed study is available for inspection and copying upon a written request. Distribution of a copy of the study or notice must be made by United States mail or personal delivery to the mailing address, property address, or any other address of the owner provided to fulfill the association's notice requirements under this chapter, or by electronic transmission to the e-mail address or facsimile number provided to fulfill the association's notice requirements to unit owners who previously consented to receive notice by electronic transmission.
- 10. Within 45 days after receiving the structural integrity reserve study, the association must provide the division with a statement indicating that the study was completed and that the association provided or made available such study to each unit owner in accordance with this section. The statement must be provided to the division in the manner established by the division using a form posted on the division's website.
 - (q) Director or officer offenses.-

Approved For Filing: 2/27/2024 3:50:04 PM Page 53 of 143

1296	<u>1.</u> 1	A dire	ctor	or	<u>an</u>	officer	char	ged by	, info	orma	ation or	
1297	indictment	t with	any	of	the	followi	ng c	rimes	must	be	removed	from
1298	office:											

- a. Forgery, as provided in s. 831.01, of a ballot envelope or voting certificate used in a condominium association election.
- b. Theft, as provided in s. 812.014, or embezzlement involving the association's funds or property.
- c. Destruction of, or the refusal to allow inspection or copying of, an official record of a condominium association which is accessible to unit owners within the time periods required by general law, in furtherance of any crime. Such act constitutes tampering with physical evidence as provided in s. 918.13.
 - d. Obstruction of justice under chapter 843.
 - e. Any criminal violation under this chapter.
- 2. The board shall fill the vacancy in accordance with paragraph (2)(d) a felony theft or embezzlement offense involving the association's funds or property must be removed from office, creating a vacancy in the office to be filled according to law until the end of the period of the suspension or the end of the director's term of office, whichever occurs first. While such director or officer has such criminal charge pending, he or she may not be appointed or elected to a position as a director or officer of any association and may not have

Approved For Filing: 2/27/2024 3:50:04 PM Page 54 of 143

1326

1327

1328

1329

1330

1331

1332

1333

1334

1335

1336

1337

1338

1339

1340

1341 1342

1345

1321	access to the official records of any association, except
1322	pursuant to a court order. However, if the charges are resolved
1323	without a finding of guilt, the director or officer shall be
1324	reinstated for the remainder of his or her term of office, if
1325	anv.

- (r) Fraudulent voting activities relating to association elections; penalties.-
- 1. A person who engages in the following acts of fraudulent voting activity relating to association elections commits a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083:
- a. Willfully and falsely swearing to or affirming an oath or affirmation, or willfully procuring another person to falsely swear to or affirm an oath or affirmation, in connection with or arising out of voting activities.
- b. Perpetrating or attempting to perpetrate, or aiding in the perpetration of, fraud in connection with a vote cast, to be cast, or attempted to be cast.
- c. Preventing a member from voting or preventing a member from voting as he or she intended by fraudulently changing or attempting to change a ballot, ballot envelope, vote, or voting certificate of the member.
- 1343 d. Menacing, threatening, or using bribery or any other 1344 corruption to attempt, directly or indirectly, to influence, deceive, or deter a member when the member is voting.

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 55 of 143

e. Giving or promising, directly or indirectly, anything
of value to another member with the intent to buy the vote of
that member or another member or to corruptly influence that
member or another member in casting his or her vote. This sub-
subparagraph does not apply to any food served which is to be
consumed at an election rally or a meeting or to any item of
nominal value which is used as an election advertisement,
including a campaign message designed to be worn by a member.

- f. Using or threatening to use, directly or indirectly, force, violence, or intimidation or any tactic of coercion or intimidation to induce or compel a member to vote or refrain from voting in an election or on a particular ballot measure.
- 2. Each of the following acts constitutes a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083:
- a. Knowingly aiding, abetting, or advising a person in the commission of a fraudulent voting activity related to association elections.
- b. Agreeing, conspiring, combining, or confederating with at least one other person to commit a fraudulent voting activity related to association elections.
- c. Having knowledge of a fraudulent voting activity related to association elections and giving any aid to the offender with intent that the offender avoid or escape detection, arrest, trial, or punishment. This sub-subparagraph

1373

1374

1375

1376

13771378

1379

1380

1381

1382

1383

1384

1385

1386

1387

1388

1389

1390

1391

1392

1393

1394

does not apply to a licensed attorney giving legal advice to a client.

Section 10. Subsection (5) of section 718.113, Florida Statutes, is amended to read:

718.113 Maintenance; limitation upon improvement; display of flag; hurricane shutters and protection; display of religious decorations.—

To protect the health, safety, and welfare of the (5) people of the state and to ensure uniformity and consistency in the hurricane protections installed by condominium associations and unit owners, this subsection applies to all residential and mixed-use condominiums in the state, regardless of when the condominium is created pursuant to the declaration of condominium. Each board of administration of a residential condominium or mixed-use condominium must shall adopt hurricane protection shutter specifications for each building within each condominium operated by the association which may shall include color, style, and other factors deemed relevant by the board. All specifications adopted by the board must comply with the applicable building code. The installation, maintenance, repair, replacement, and operation of hurricane protection in accordance with this subsection is not considered a material alteration or substantial addition to the common elements or association property within the meaning of this section.

119199

(a) The board may, subject to s. 718.3026 and the approval
of a majority of voting interests of the residential condominium
or mixed-use condominium, install or require that unit owners
install hurricane shutters, impact glass, code-compliant windows
or doors, or other types of code-compliant hurricane protection
that <u>complies</u> comply with or <u>exceeds</u> exceed the applicable
building code. A vote of the unit owners to require the
installation of hurricane protection must be set forth in a
certificate attesting to such vote and include the date that the
hurricane protection must be installed. The board must record
the certificate in the public records of the county in which the
condominium is located. Once the certificate is recorded, the
board must mail or hand deliver a copy of the recorded
certificate to the unit owners at the owners' addresses, as
reflected in the records of the association. The board may
provide to unit owners who previously consented to receive
notice by electronic transmission a copy of the recorded
certificate by electronic transmission. The failure to record
the certificate or send a copy of the recorded certificate to
the unit owners does not affect the validity or enforceability
of the vote of the unit owners. However, A vote of the unit
owners <u>under this paragraph</u> is not required if the <u>installation</u> ,
maintenance, repair, and replacement of $\underline{\text{the}}$ hurricane $\underline{\text{shutters}}_{m{r}}$
<pre>impact glass, code-compliant windows or doors, or other types of</pre>
code-compliant hurricane protection, or any exterior windows,

1420

1421

1422

1423

1424

1425

1426

1427

1428

1429

1430

1431

1432

1433

1434

1435

1436

1437

1438

1439

1440

1441

1442

1443

1444

doors, or other apertures protected by the hurricane protection, is are the responsibility of the association pursuant to the declaration of condominium as originally recorded or as amended, or if the unit owners are required to install hurricane protection pursuant to the declaration of condominium as originally recorded or as amended. If hurricane protection or laminated glass or window film architecturally designed to function as hurricane protection that complies with or exceeds the current applicable building code has been previously installed, the board may not install the same type of hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection or require that unit owners install the same type of hurricane protection unless the installed hurricane protection has reached the end of its useful life or unless it is necessary to prevent damage to the common elements or to a unit except upon approval by a majority vote of the voting interests.

(b) The association is responsible for the maintenance, repair, and replacement of the hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection authorized by this subsection if such property is the responsibility of the association pursuant to the declaration of condominium. If the hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection are the responsibility of

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 59 of 143

the unit owners pursuant to the declaration of condominium, the maintenance, repair, and replacement of such items are the responsibility of the unit owner.

(b) (c) The board may operate shutters, impact glass, codecompliant windows or doors, or other types of code-compliant
hurricane protection installed pursuant to this subsection
without permission of the unit owners only if such operation is
necessary to preserve and protect the condominium property or
and association property. The installation, replacement,
operation, repair, and maintenance of such shutters, impact
glass, code-compliant windows or doors, or other types of codecompliant hurricane protection in accordance with the procedures
set forth in this paragraph are not a material alteration to the
common elements or association property within the meaning of
this section.

(c)(d) Notwithstanding any other provision in the residential condominium or mixed-use condominium documents, if approval is required by the documents, a board may not refuse to approve the installation or replacement of hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection by a unit owner which conforms conforming to the specifications adopted by the board. However, a board may require the unit owner to adhere to an existing unified building scheme regarding the external appearance of the condominium.

Page 60 of 143

(d) A unit owner is not responsible for the cost of any
removal or reinstallation of hurricane protection, including
exterior windows, doors, or other apertures, if its removal is
necessary for the maintenance, repair, or replacement of other
condominium property or association property for which the
association is responsible. The board shall determine if the
removal or reinstallation of hurricane protection must be
completed by the unit owner or the association. If such removal
or reinstallation is completed by the association, the costs
incurred by the association may not be charged to the unit
owner. If such removal or reinstallation is completed by the
unit owner, the association must reimburse the unit owner for
the cost of the removal or reinstallation or the association
must apply a credit toward future assessments in the amount of
the unit owner's cost to remove or reinstall the hurricane
protection.
(e) If the removal or reinstallation of hurricane
protection, including exterior windows, doors, or other
apertures, is the responsibility of the unit owner and the

the manner provided under s. 718.116. Section 11. Paragraph (e) of subsection (1) of section 718.115, Florida Statutes, is amended to read:

association completes such removal or reinstallation and then

charges the unit owner for such removal or reinstallation, such

charges are enforceable as an assessment and may be collected in

Approved For Filing: 2/27/2024 3:50:04 PM Page 61 of 143

1495 718.115 Common expenses and common surplus. 1496 (1)1497 (e) 1. Except as provided in s. 718.113(5)(d), The expense 1498 of installation, replacement, operation, repair, and maintenance 1499 of hurricane shutters, impact glass, code-compliant windows or 1500 doors, or other types of code-compliant hurricane protection by the board pursuant to s. 718.113(5) constitutes a common expense 1501 1502 and shall be collected as provided in this section if the 1503 association is responsible for the maintenance, repair, and 1504 replacement of the hurricane shutters, impact glass, code-1505 compliant windows or doors, or other types of code-compliant 1506 hurricane protection pursuant to the declaration of condominium. 1507 However, if the installation of maintenance, repair, and 1508 replacement of the hurricane shutters, impact glass, code-1509 compliant windows or doors, or other types of code-compliant 1510 hurricane protection is are the responsibility of the unit 1511 owners pursuant to the declaration of condominium or a vote of 1512 the unit owners under s. 718.113(5), the cost of the 1513 installation of the hurricane shutters, impact glass, code-1514 compliant windows or doors, or other types of code-compliant 1515 hurricane protection by the association is not a common expense 1516 and must shall be charged individually to the unit owners based 1517 on the cost of installation of the hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-1518 1519 compliant hurricane protection appurtenant to the unit. The

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 62 of 143

1520

1521

1522

15231524

1525

1526

1527

1528

1529

1530

1531

1532

1533

1534

1535

1536

1537

1538

1539

15401541

1542

1543

1544

costs of installation of hurricane protection are enforceable as an assessment and may be collected in the manner provided under s. 718.116.

2. Notwithstanding s. 718.116(9), and regardless of whether or not the declaration requires the association or unit owners to install, maintain, repair, or replace hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection, the a unit owner of a unit in which who has previously installed hurricane shutters in accordance with s. 718.113(5) that comply with the current applicable building code shall receive a credit when the shutters are installed; a unit owner who has previously installed impact glass or code-compliant windows or doors that comply with the current applicable building code shall receive a credit when the impact glass or code-compliant windows or doors are installed; and a unit owner who has installed other types of code-compliant hurricane protection that complies comply with the current applicable building code has been installed is excused from any assessment levied by the association or shall receive a credit if when the same type of other code-compliant hurricane protection is installed by the association. A credit is applicable if the installation of hurricane protection is for all other units that do not have hurricane protection and the cost of such installation is funded by the association's budget, including the use of reserve funds. The credit must be equal to

119199

1545 the amount that the unit owner would have been assessed to install the hurricane protection, and the credit shall be equal 1546 1547 to the pro rata portion of the assessed installation cost 1548 assigned to each unit. However, such unit owner remains 1549 responsible for the pro rata share of expenses for hurricane 1550 shutters, impact glass, code-compliant windows or doors, or 1551 other types of code-compliant hurricane protection installed on 1552 common elements and association property by the board pursuant 1553 to s. 718.113(5) and remains responsible for a pro rata share of 1554 the expense of the replacement, operation, repair, and 1555 maintenance of such shutters, impact glass, code-compliant 1556 windows or doors, or other types of code-compliant hurricane 1557 protection. Expenses for the installation, replacement, 1558 operation, repair, or maintenance of hurricane protection on 1559 common elements and association property are common expenses. 1560 Section 12. Paragraph (a) of subsection (4) of section 1561 718.121, Florida Statutes, is amended to read: 1562 718.121 Liens.-1563 (4)(a) If an association sends out an invoice for 1564 assessments or a unit's statement of the account described in s. 1565 718.111(12)(a)11.c. s. 718.111(12)(a)11.b., the invoice for 1566 assessments or the unit's statement of account must be delivered 1567 to the unit owner by first-class United States mail or by 1568 electronic transmission to the unit owner's e-mail address

119199

1569

Approved For Filing: 2/27/2024 3:50:04 PM Page 64 of 143

maintained in the association's official records.

Section 13. Section 718.124, Florida Statutes, is amended to read:

718.124 Limitation on actions by association.—The statute of limitations and statute of repose for any actions in law or equity which a condominium association or a cooperative association may have shall not begin to run until the unit owners have elected a majority of the members of the board of administration.

Section 14. Section 718.1224, Florida Statutes, is amended to read:

718.1224 Prohibition against SLAPP suits; other prohibited actions.—

(1) It is the intent of the Legislature to protect the right of condominium unit owners to exercise their rights to instruct their representatives and petition for redress of grievances before their condominium associations and the various governmental entities of this state as protected by the First Amendment to the United States Constitution and s. 5, Art. I of the State Constitution. The Legislature recognizes that strategic lawsuits against public participation, or "SLAPP suits," as they are typically referred to, have occurred when association members are sued by condominium associations, individuals, business entities, or governmental entities arising out of a condominium unit owner's appearance and presentation before the board of the condominium association or a

Approved For Filing: 2/27/2024 3:50:04 PM Page 65 of 143

1595

1596

1597

15981599

1600

1601

1602

1603

1604

1605

1606

1607

1608

1609

1610

1611

1612

1613

1614

1615

1616

1617

1618

1619

governmental entity on matters related to the condominium association. However, it is the public policy of this state that condominium associations, governmental entities, business organizations, and individuals not engage in SLAPP suits, because such actions are inconsistent with the right of condominium unit owners to participate in their condominium association and in the state's institutions of government. Therefore, the Legislature finds and declares that prohibiting such lawsuits by condominium associations, governmental entities, business entities, and individuals against condominium unit owners who address matters concerning their condominium association will preserve this fundamental state policy, preserve the constitutional rights of condominium unit owners, and ensure the continuation of representative government in this state, and ensure unit owner participation in condominium associations. It is the intent of the Legislature that such lawsuits be expeditiously disposed of by the courts. As used in this subsection, the term "governmental entity" means the state, including the executive, legislative, and judicial branches of government; law enforcement agencies; the independent establishments of the state, counties, municipalities, districts, authorities, boards, or commissions; or any agencies of these branches that are subject to chapter 286.

A condominium association, governmental entity,

business organization, or individual in this state may not file

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 66 of 143

or cause to be filed through its employees or agents any lawsuit, cause of action, claim, cross-claim, or counterclaim against a condominium unit owner without merit and solely because such condominium unit owner has exercised the right to instruct his or her representatives or the right to petition for redress of grievances before the condominium association or the various governmental entities of this state, as protected by the First Amendment to the United States Constitution and s. 5, Art. I of the State Constitution.

- discriminatorily increase a unit owner's assessments,
 discriminatorily decrease services to a unit owner, or bring or
 threaten to bring an action for possession or other civil
 action, including a defamation, libel, slander, or tortious
 interference action, based on conduct described in this
 subsection. In order for the unit owner to raise the defense of
 retaliatory conduct, the unit owner must have acted in good
 faith and not for any improper purposes, such as to harass or to
 cause unnecessary delay or for frivolous purpose or needless
 increase in the cost of litigation. Examples of conduct for
 which a condominium association, an officer, a director, or an
 agent of an association may not retaliate include, but are not
 limited to, situations in which:
- (a) The unit owner has in good faith complained to a governmental agency charged with responsibility for enforcement

1645	of a building, nousing, or health code of a suspected violation
1646	applicable to the condominium;
1647	(b) The unit owner has organized, encouraged, or
1648	participated in a unit owners' organization;
1649	(c) The unit owner submitted information or filed a
1650	complaint alleging criminal violations or violations of this
1651	chapter or the rules of the division with the division, the
1652	Office of the Condominium Ombudsman, a law enforcement agency, a
1653	state attorney, the Attorney General, or any other governmental
1654	agency;
1655	(d) The unit owner has exercised his or her rights under
1656	this chapter;
1657	(e) The unit owner has complained to the association or
1658	any of the association's representatives for the failure to
1659	comply with this chapter or chapter 617; or
1660	(f) The unit owner has made public statements critical of
1661	the operation or management of the association.
1662	(4) Evidence of retaliatory conduct may be raised by the
1663	unit owner as a defense in any action brought against him or her
1664	for possession.
1665	(5) (3) A condominium unit owner sued by a condominium

<u>association</u>, governmental entity, business organization, or

expeditious resolution of a claim that the suit is in violation

of this section. A condominium unit owner may petition the court

individual in violation of this section has a right to an

119199

1666

1667

1668

1669

Approved For Filing: 2/27/2024 3:50:04 PM Page 68 of 143

for an order dismissing the action or granting final judgment in
favor of that condominium unit owner. The petitioner may file a
motion for summary judgment, together with supplemental
affidavits, seeking a determination that the condominium
association's, governmental entity's, business organization's,
or individual's lawsuit has been brought in violation of this
section. The condominium association, governmental entity,
business organization, or individual shall thereafter file its
response and any supplemental affidavits. As soon as
practicable, the court shall set a hearing on the petitioner's
motion, which shall be held at the earliest possible time after
the filing of the condominium association's, governmental
entity's, business organization's, or individual's response. The
court may award the condominium unit owner sued by the
<pre>condominium association, governmental entity, business</pre>
organization, or individual actual damages arising from the
<pre>condominium association's, governmental entity's, individual's,</pre>
or business organization's violation of this section. A court
may treble the damages awarded to a prevailing condominium unit
owner and shall state the basis for the treble damages award in
its judgment. The court shall award the prevailing party
reasonable attorney's fees and costs incurred in connection with
a claim that an action was filed in violation of this section.

1693	(6) (4) Condominium associations may not expend association
1694	funds in prosecuting a SLAPP suit against a condominium unit
1695	owner.

- (7) Condominium associations may not expend association funds in support of a defamation, libel, slander, or tortious interference action against a unit owner or any other claim against a unit owner based on conduct described in subsection (3).
- Section 15. Section 718.128, Florida Statutes, is amended to read:
- 718.128 Electronic voting.—The association may conduct elections and other unit owner votes through an Internet-based online voting system if a unit owner consents, electronically or in writing, to online voting and if the following requirements are met:
 - (1) The association provides each unit owner with:
- (a) A method to authenticate the unit owner's identity to the online voting system.
- (b) For elections of the board, a method to transmit an electronic ballot to the online voting system that ensures the secrecy and integrity of each ballot.
- (c) A method to confirm, at least 14 days before the voting deadline, that the unit owner's electronic device can successfully communicate with the online voting system.
- (2) The association uses an online voting system that is: 119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 70 of 143

- 1718 (a) Able to authenticate the unit owner's identity.
 - (b) Able to authenticate the validity of each electronic vote to ensure that the vote is not altered in transit.
 - (c) Able to transmit a receipt from the online voting system to each unit owner who casts an electronic vote.
 - (d) For elections of the board of administration, able to permanently separate any authentication or identifying information from the electronic election ballot, rendering it impossible to tie an election ballot to a specific unit owner.
 - (e) Able to store and keep electronic votes accessible to election officials for recount, inspection, and review purposes.
 - (3) A unit owner voting electronically pursuant to this section shall be counted as being in attendance at the meeting for purposes of determining a quorum. A substantive vote of the unit owners may not be taken on any issue other than the issues specifically identified in the electronic vote, when a quorum is established based on unit owners voting electronically pursuant to this section.
 - (4) This section applies to an association that provides for and authorizes an online voting system pursuant to this section by a board resolution. If the board authorizes online voting, the board must honor a unit owner's request to vote electronically at all subsequent elections, unless such unit owner opts out of online voting. The board resolution must provide that unit owners receive notice of the opportunity to

Approved For Filing: 2/27/2024 3:50:04 PM Page 71 of 143

vote through an online voting system, must establish reasonable
procedures and deadlines for unit owners to consent,
electronically or in writing, to online voting, and must
establish reasonable procedures and deadlines for unit owners to
opt out of online voting after giving consent. Written notice of
a meeting at which the resolution will be considered must be
mailed, delivered, or electronically transmitted to the unit
owners and posted conspicuously on the condominium property or
association property at least 14 days before the meeting.
Evidence of compliance with the 14-day notice requirement must
be made by an affidavit executed by the person providing the
notice and filed with the official records of the association.

- (5) A unit owner's consent to online voting is valid until the unit owner opts out of online voting according to the procedures established by the board of administration pursuant to subsection (4).
- (6) This section may apply to any matter that requires a vote of the unit owners who are not members of a timeshare condominium association.
- Section 16. Effective October 1, 2024, subsections (1) and (3) of section 718.202, Florida Statutes, are amended to read:

 718.202 Sales or reservation deposits prior to closing.—
- (1) If a developer contracts to sell a condominium parcel and the construction, furnishing, and landscaping of the property submitted or proposed to be submitted to condominium

Approved For Filing: 2/27/2024 3:50:04 PM Page 72 of 143

1768

1769

1770

1771

1772

1773

1774

1775

1776

1777

1778

1779

1780

1781

17821783

1784

1785

1786

1787

1788

1789

1790

1791

1792

ownership has not been substantially completed in accordance with the plans and specifications and representations made by the developer in the disclosures required by this chapter, the developer shall pay into an escrow account all payments up to 10 percent of the sale price received by the developer from the buyer towards the sale price. The escrow agent shall give to the purchaser a receipt for the deposit, upon request. In lieu of the foregoing concerning residential condominiums, the division director has the discretion to accept other assurances, including, but not limited to, a surety bond or an irrevocable letter of credit in an amount equal to the escrow requirements of this section. With respect to nonresidential condominiums, the developer may deliver to the escrow agent a surety bond or an irrevocable letter of credit in an amount equivalent to the aggregate of some or all of all payments, up to 10 percent of the sale price, received by the developer from all buyers toward the sale price. In all cases, the aggregate of the initial 10 percent deposits being released must be secured by a surety bond or irrevocable letter of credit in an equivalent amount. Default determinations and refund of deposits shall be governed by the escrow release provision of this subsection. Funds shall be released from escrow as follows:

(a) If a buyer properly terminates the contract pursuant to its terms or pursuant to this chapter, the funds shall be paid to the buyer together with any interest earned.

119199

Approved For Filing: 2/27/2024 3:50:04 PM

- (b) If the buyer defaults in the performance of his or her obligations under the contract of purchase and sale, the funds shall be paid to the developer together with any interest earned.
- (c) If the contract does not provide for the payment of any interest earned on the escrowed funds, interest shall be paid to the developer at the closing of the transaction.
- (d) If the funds of a buyer have not been previously disbursed in accordance with the provisions of this subsection, they may be disbursed to the developer by the escrow agent at the closing of the transaction, unless prior to the disbursement the escrow agent receives from the buyer written notice of a dispute between the buyer and developer.
- (3) If the contract for sale of the condominium unit so provides, the developer may withdraw escrow funds in excess of 10 percent of the purchase price from the special account required by subsection (2) when the construction of improvements has begun. He or she may use the funds for the actual costs incurred by the developer in the construction and development of the condominium property, or the easements and rights appurtenant thereto, in which the unit to be sold is located. For purposes of this subsection, the term "actual costs" includes, but is not limited to, expenditures for demolition, site clearing, permit fees, impact fees, and utility reservation fees, as well as architectural, engineering, and surveying fees

Approved For Filing: 2/27/2024 3:50:04 PM Page 74 of 143

that directly relate to construction and development of the condominium property or the easements and rights appurtenant thereto. However, no part of these funds may be used for salaries, commissions, or expenses of salespersons; for advertising, marketing, or promotional purposes; or for loan fees and costs, principal and interest on loans, attorney fees, accounting fees, or insurance costs. A contract that which permits use of the advance payments for these purposes must shall include the following legend conspicuously printed or stamped in boldfaced type on the first page of the contract and immediately above the place for the signature of the buyer: "ANY PAYMENT IN EXCESS OF 10 PERCENT OF THE PURCHASE PRICE MADE TO DEVELOPER PRIOR TO CLOSING PURSUANT TO THIS CONTRACT MAY BE USED FOR CONSTRUCTION PURPOSES BY THE DEVELOPER."

Section 17. Paragraph (p) of subsection (4) of section 718.301, Florida Statutes, is amended to read:

718.301 Transfer of association control; claims of defect by association.—

(4) At the time that unit owners other than the developer elect a majority of the members of the board of administration of an association, the developer shall relinquish control of the association, and the unit owners shall accept control. Simultaneously, or for the purposes of paragraph (c) not more than 90 days thereafter, the developer shall deliver to the association, at the developer's expense, all property of the

Approved For Filing: 2/27/2024 3:50:04 PM Page 75 of 143

1847

1848

1849

1850

1851

1852

1853

1854

1855

1856

1857

1858

1859

1860

1861

1862

1863

1864

1865

unit owners and of the association which is held or controlled by the developer, including, but not limited to, the following items, if applicable, as to each condominium operated by the association:

- issued or the height of the building, a turnover inspection report included in the official records, under seal of an architect or engineer authorized to practice in this state or a person certified as a reserve specialist or professional reserve analyst by the Community Associations Institute or the Association of Professional Reserve Analysts, and consisting of a structural integrity reserve study attesting to required maintenance, condition, useful life, and replacement costs of the following applicable condominium property:
 - 1. Roof.
- 2. Structure, including load-bearing walls and primary structural members and primary structural systems as those terms are defined in s. 627.706.
 - 3. Fireproofing and fire protection systems.
 - 4. Plumbing.
 - 5. Electrical systems.
 - 6. Waterproofing and exterior painting.
 - 7. Windows and exterior doors.
- 1866 Section 18. Subsections (4) and (5) of section 718.3027,
- 1867 Florida Statutes, are amended to read:

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 76 of 143

718.3027 Conflicts of interest.-

- (4) A director or an officer, or a relative of a director or an officer, who is a party to, or has an interest in, an activity that is a possible conflict of interest, as described in subsection (1), may attend the meeting at which the activity is considered by the board and is authorized to make a presentation to the board regarding the activity. After the presentation, the director or officer, and any or the relative of the director or officer, must leave the meeting during the discussion of, and the vote on, the activity. A director or an officer who is a party to, or has an interest in, the activity must recuse himself or herself from the vote. The attendance of a director or an officer with a possible conflict of interest at the meeting of the board is sufficient to constitute a quorum for the meeting and the vote in his or her absence on the proposed activity.
- officer, or a relative of a director or an officer, and the association, which is not a timeshare condominium association, that has not been properly disclosed as a conflict of interest or potential conflict of interest as required by this section or s. 617.0832 s. 718.111(12)(g) is voidable and terminates upon the filing of a written notice terminating the contract with the board of directors which contains the consent of at least 20 percent of the voting interests of the association.

Approved For Filing: 2/27/2024 3:50:04 PM Page 77 of 143

1893

1894

1895

1896

1897

1898

1899

1900

1901

1902

19031904

1905

1906

1907

1908

1909

1910

1911

1912

1913

1914

1915

1916

1917

Section 19. Subsection (5) of section 718.303, Florida Statutes, is amended to read:

718.303 Obligations of owners and occupants; remedies.-

An association may suspend the voting rights of a unit owner or member due to nonpayment of any fee, fine, or other monetary obligation due to the association which is more than \$1,000 and more than 90 days delinquent. Proof of such obligation must be provided to the unit owner or member 30 days before such suspension takes effect. At least 90 days before an election, an association must notify a unit owner or member that his or her voting rights may be suspended due to a nonpayment of a fee or other monetary obligation. A voting interest or consent right allocated to a unit owner or member which has been suspended by the association shall be subtracted from the total number of voting interests in the association, which shall be reduced by the number of suspended voting interests when calculating the total percentage or number of all voting interests available to take or approve any action, and the suspended voting interests shall not be considered for any purpose, including, but not limited to, the percentage or number of voting interests necessary to constitute a quorum, the percentage or number of voting interests required to conduct an election, or the percentage or number of voting interests required to approve an action under this chapter or pursuant to the declaration, articles of incorporation, or bylaws. The

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 78 of 143

1924

1925

1926

1927

1928

1929

1930

1931

1932

1933

1934

1935

1936

1937

1938 1939

1940

1941

1942

1918	suspension ends upon full payment of all obligations currently
1919	due or overdue the association. The notice and hearing
1920	requirements under subsection (3) do not apply to a suspension
1921	imposed under this subsection.
1922	Section 20. Effective October 1, 2024, section 718.407,
1923	Florida Statutes, is created to read:

Florida Statutes, is created to read:

718.407 Condominiums created within a portion of a building or within a multiple parcel building. -

- (1) A condominium may be created in accordance with this section within a portion of a building or within a multiple parcel building, as defined in s. 193.0237(1).
- (2) The common elements of a condominium created within a portion of a building or within a multiple parcel building are only those portions of the building submitted to the condominium form of ownership, excluding the units of such condominium.
- (3) The declaration of condominium that creates a condominium within a portion of a building or within a multiple parcel building, the recorded instrument that creates the multiple parcel building, and any other recorded instrument applicable under this section must specify all of the following:
- (a) The portions of the building which are included in the condominium and the portions of the building which are excluded.
- (b) The party responsible for maintaining and operating those portions of the building which are shared facilities, including, but not limited to, the roof, the exterior of the

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 79 of 143

1946

1947

1948

1949

1950

1951

1952

1953

1954

1955

1956

1957

1958

1959

1960

1961

1962

1963

1964

1965

1966

1967

1943	building, the windows, the balconies, the elevator	rs, the	
1944	building lobby, the corridors, the recreational and	menities,	and
1945	the utilities.		

- (c)1. The manner in which the expenses for the maintenance and operation of the shared facilities will be apportioned. An owner of a portion of a building which is not submitted to the condominium form of ownership or the condominium association, as applicable to the portion of the building submitted to the condominium form of ownership, must approve any increase to the apportionment of expenses to such portion of the building. The apportionment of the expenses for the maintenance and operation of the shared facilities may be based on any of the following criteria or any combination thereof:
- a. The area or volume of each portion of the building in relation to the total area or volume of the entire building, exclusive of the shared facilities.
- b. The initial estimated market value of each portion of the building in comparison to the total <u>initial estimated market</u> value of the entire building.
- c. The extent to which the unit owners are permitted to use various shared facilities.
- 2. This paragraph does not preclude an alternative apportionment of expenses as long as such apportionment is stated in the declaration of condominium that creates a condominium within a portion of a building or within a multiple

119199

Approved For Filing: 2/27/2024 3:50:04 PM

1968	parcel building, the recorded instrument that creates the
1969	multiple parcel building, or any other recorded instrument
1970	applicable under this section.
1971	(d) The party responsible for collecting the shared
1972	expenses.
1973	(e) The rights and remedies that are available to enforce
1974	payment of the shared expenses.
1975	(4) The association of a condominium subject to this
1976	section may inspect and copy the books and records upon which
1977	the costs for maintaining and operating the shared facilities
1978	are based and to receive an annual budget with respect to such
1979	costs.
1980	(5) Each contract for the sale of a unit in a condominium
1981	subject to this section must contain in conspicuous type a
1982	clause that substantially states:
1983	
1984	DISCLOSURE SUMMARY
1985	THE CONDOMINIUM IN WHICH YOUR UNIT IS LOCATED IS CREATED
1986	WITHIN A PORTION OF A BUILDING OR WITHIN A MULTIPLE PARCEL
1987	BUILDING. THE COMMON ELEMENTS OF THE CONDOMINIUM CONSIST
1988	ONLY OF THE PORTIONS OF THE BUILDING SUBMITTED TO THE
1989	CONDOMINIUM FORM OF OWNERSHIP.
1990	
1991	BUYER ACKNOWLEDGES ALL OF THE FOLLOWING:
1992	

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 81 of 143

1993	(1) THE CONDOMINIUM MAY HAVE MINIMAL COMMON ELEMENTS.
1994	(2) PORTIONS OF THE BUILDING WHICH ARE NOT INCLUDED IN THE
1995	CONDOMINIUM ARE OR WILL BE GOVERNED BY A SEPARATE RECORDED
1996	INSTRUMENT. SUCH INSTRUMENT CONTAINS IMPORTANT PROVISIONS
1997	AND RIGHTS AND IS OR WILL BE AVAILABLE IN PUBLIC RECORDS.
1998	(3) THE PARTY THAT CONTROLS THE MAINTENANCE AND OPERATION
1999	OF THE PORTIONS OF THE BUILDING WHICH ARE NOT INCLUDED IN
2000	THE CONDOMINIUM DETERMINES THE BUDGET FOR THE OPERATION AND
2001	MAINTENANCE OF SUCH PORTIONS. HOWEVER, THE ASSOCIATION AND
2002	UNIT OWNERS ARE STILL RESPONSIBLE FOR THEIR SHARE OF SUCH
2003	EXPENSES.
2004	(4) THE ALLOCATION BETWEEN THE UNIT OWNERS AND THE OWNERS
2005	OF THE PORTIONS OF THE BUILDING WHICH ARE NOT INCLUDED IN
2006	THE CONDOMINIUM OF THE COSTS TO MAINTAIN AND OPERATE THE
2007	BUILDING CAN BE FOUND IN THE DECLARATION OF CONDOMINIUM OR
2008	OTHER RECORDED INSTRUMENT.
2009	
2010	(6) The creation of a multiple parcel building is not a
2011	subdivision of the land upon which such building is situated
2012	provided the land itself is not subdivided.
2013	Section 21. Subsections (1) and (2) of section 718.501,
2014	Florida Statutes, are amended to read:
2015	718.501 Authority, responsibility, and duties of Division
2016	of Florida Condominiums, Timeshares, and Mobile Homes. $-$

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 82 of 143

2020

2021

2031

2034

2035

2039

2040

2041

2017 The division may enforce and ensure compliance with 2018 this chapter and rules relating to the development, 2019 construction, sale, lease, ownership, operation, and management of residential condominium units and complaints related to the procedural completion of milestone inspections under s. 553.899. 2022 In performing its duties, the division has complete jurisdiction 2023 to investigate complaints and enforce compliance with respect to 2024 associations that are still under developer control or the 2025 control of a bulk assignee or bulk buyer pursuant to part VII of 2026 this chapter and complaints against developers, bulk assignees, 2027 or bulk buyers involving improper turnover or failure to 2028 turnover, pursuant to s. 718.301. However, after turnover has 2029 occurred, the division has jurisdiction to investigate 2030 complaints related only to: (a)1. Procedural aspects and records relating to financial 2032 issues, including annual financial reporting under s. 2033 718.111(13); assessments for common expenses, fines, and commingling of reserve and operating funds under s. 718.111(14); use of debit cards for unintended purposes under s. 718.111(15); 2036 the annual operating budget and the allocation of reserve funds 2037 under s. 718.112(2)(f); financial records under s. 2038 718.111(12)(a)11.; and any other record necessary to determine

2. Elections, including election and voting requirements

under s. 718.112(2)(b) and (d), recall of board members under s.

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 83 of 143

the revenues and expenses of the association.

2042	718.112(2)(1), electronic voting under s. 718.128, and elections
2043	that occur during an emergency under s. 718.1265(1)(a).
2044	financial issues, elections, and
2045	3. The maintenance of and unit owner access to association
2046	records under s. 718.111(12).
2047	4. The procedural aspects of meetings, including unit
2048	owner meetings, quorums, voting requirements, proxies, board of
2049	administration meetings, and budget meetings under s.
2050	718.112(2).
2051	5. The disclosure of conflicts of interest under ss.
2052	718.111(1)(a) and 718.3027, including limitations contained in
2053	s. 718.111(3)(f).
2054	6. The removal of a board director or officer under ss.
2055	718.111(1)(a) and (15) and $718.112(2)(p)$ and $(q).$
2056	7. The procedural completion of structural integrity
2057	reserve studies under s. 718.112(2)(g).
2058	8. Any written inquiries by unit owners to the association
2059	relating to such matters, including written inquiries under s.
2060	718.112(2)(a)2.
2061	(b)1.(a)1. The division may make necessary public or
2062	private investigations within or outside this state to determine
2063	whether any person has violated this chapter or any rule or
2064	order hereunder, to aid in the enforcement of this chapter, or
2065	to aid in the adoption of rules or forms.

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 84 of 143

- 2. The division may submit any official written report, worksheet, or other related paper, or a duly certified copy thereof, compiled, prepared, drafted, or otherwise made by and duly authenticated by a financial examiner or analyst to be admitted as competent evidence in any hearing in which the financial examiner or analyst is available for cross-examination and attests under oath that such documents were prepared as a result of an examination or inspection conducted pursuant to this chapter.
- <u>(c) (b)</u> The division may require or permit any person to file a statement in writing, under oath or otherwise, as the division determines, as to the facts and circumstances concerning a matter to be investigated.
- (d) (e) For the purpose of any investigation under this chapter, the division director or any officer or employee designated by the division director may administer oaths or affirmations, subpoena witnesses and compel their attendance, take evidence, and require the production of any matter which is relevant to the investigation, including the existence, description, nature, custody, condition, and location of any books, documents, or other tangible things and the identity and location of persons having knowledge of relevant facts or any other matter reasonably calculated to lead to the discovery of material evidence. Upon the failure by a person to obey a subpoena or to answer questions propounded by the investigating

Approved For Filing: 2/27/2024 3:50:04 PM Page 85 of 143

officer and upon reasonable notice to all affected persons, the division may apply to the circuit court for an order compelling compliance.

- (e)(d) Notwithstanding any remedies available to unit owners and associations, if the division has reasonable cause to believe that a violation of any provision of this chapter or related rule has occurred, the division may institute enforcement proceedings in its own name against any developer, bulk assignee, bulk buyer, association, officer, or member of the board of administration, or its assignees or agents, as follows:
- 1. The division may permit a person whose conduct or actions may be under investigation to waive formal proceedings and enter into a consent proceeding whereby orders, rules, or letters of censure or warning, whether formal or informal, may be entered against the person.
- 2. The division may issue an order requiring the developer, bulk assignee, bulk buyer, association, developer-designated officer, or developer-designated member of the board of administration, developer-designated assignees or agents, bulk assignee-designated assignees or agents, bulk buyer-designated assignees or agents, community association manager, or community association management firm to cease and desist from the unlawful practice and take such affirmative action as in the judgment of the division carry out the purposes of this

Approved For Filing: 2/27/2024 3:50:04 PM Page 86 of 143

chapter. If the division finds that a developer, bulk assignee, bulk buyer, association, officer, or member of the board of administration, or its assignees or agents, is violating or is about to violate any provision of this chapter, any rule adopted or order issued by the division, or any written agreement entered into with the division, and presents an immediate danger to the public requiring an immediate final order, it may issue an emergency cease and desist order reciting with particularity the facts underlying such findings. The emergency cease and desist order is effective for 90 days. If the division begins nonemergency cease and desist proceedings, the emergency cease and desist order remains effective until the conclusion of the proceedings under ss. 120.569 and 120.57.

3. If a developer, bulk assignee, or bulk buyer fails to pay any restitution determined by the division to be owed, plus any accrued interest at the highest rate permitted by law, within 30 days after expiration of any appellate time period of a final order requiring payment of restitution or the conclusion of any appeal thereof, whichever is later, the division must bring an action in circuit or county court on behalf of any association, class of unit owners, lessees, or purchasers for restitution, declaratory relief, injunctive relief, or any other available remedy. The division may also temporarily revoke its acceptance of the filing for the developer to which the restitution relates until payment of restitution is made.

Approved For Filing: 2/27/2024 3:50:04 PM

- 4. The division may petition the court for appointment of a receiver or conservator. If appointed, the receiver or conservator may take action to implement the court order to ensure the performance of the order and to remedy any breach thereof. In addition to all other means provided by law for the enforcement of an injunction or temporary restraining order, the circuit court may impound or sequester the property of a party defendant, including books, papers, documents, and related records, and allow the examination and use of the property by the division and a court-appointed receiver or conservator.
- 5. The division may apply to the circuit court for an order of restitution whereby the defendant in an action brought under subparagraph 4. is ordered to make restitution of those sums shown by the division to have been obtained by the defendant in violation of this chapter. At the option of the court, such restitution is payable to the conservator or receiver appointed under subparagraph 4. or directly to the persons whose funds or assets were obtained in violation of this chapter.
- 6. The division may impose a civil penalty against a developer, bulk assignee, or bulk buyer, or association, or its assignee or agent, for any violation of this chapter or related rule. The division may impose a civil penalty individually against an officer or board member who willfully and knowingly violates this chapter, an adopted rule, or a final order of the

Approved For Filing: 2/27/2024 3:50:04 PM Page 88 of 143

2166	division; may order the removal of such individual as an officer
2167	or from the board of administration or as an officer of the
2168	association; and may prohibit such individual from serving as an
2169	officer or on the board of a community association for a period
2170	of time. The term "willfully and knowingly" means that the
2171	division informed the officer or board member that his or her
2172	action or intended action violates this chapter, a rule adopted
2173	under this chapter, or a final order of the division and that
2174	the officer or board member refused to comply with the
2175	requirements of this chapter, a rule adopted under this chapter,
2176	or a final order of the division. The division, before
2177	initiating formal agency action under chapter 120, must afford
2178	the officer or board member an opportunity to voluntarily
2179	comply, and an officer or board member who complies within 10
2180	days is not subject to a civil penalty. A penalty may be imposed
2181	on the basis of each day of continuing violation, but the
2182	penalty for any offense may not exceed \$5,000. The division
2183	shall adopt, by rule, penalty guidelines applicable to possible
2184	violations or to categories of violations of this chapter or
2185	rules adopted by the division. The guidelines must specify a
2186	meaningful range of civil penalties for each such violation of
2187	the statute and rules and must be based upon the harm caused by
2188	the violation, upon the repetition of the violation, and upon
2189	such other factors deemed relevant by the division. For example,

Approved For Filing: 2/27/2024 3:50:04 PM

2191

2192

2193

2194

2195

2196

2197

2198

2199

2200

2201

2202

2203

2204

2205

2206

2207

2208

2209

2210

2211

2212

2213

2214

2215

by a developer, bulk assignee, or bulk buyer, or ownercontrolled association, the size of the association, and other factors. The guidelines must designate the possible mitigating or aggravating circumstances that justify a departure from the range of penalties provided by the rules. It is the legislative intent that minor violations be distinguished from those which endanger the health, safety, or welfare of the condominium residents or other persons and that such guidelines provide reasonable and meaningful notice to the public of likely penalties that may be imposed for proscribed conduct. This subsection does not limit the ability of the division to informally dispose of administrative actions or complaints by stipulation, agreed settlement, or consent order. All amounts collected shall be deposited with the Chief Financial Officer to the credit of the Division of Florida Condominiums, Timeshares, and Mobile Homes Trust Fund. If a developer, bulk assignee, or bulk buyer fails to pay the civil penalty and the amount deemed to be owed to the association, the division shall issue an order directing that such developer, bulk assignee, or bulk buyer cease and desist from further operation until such time as the civil penalty is paid or may pursue enforcement of the penalty in a court of competent jurisdiction. If an association fails to pay the civil penalty, the division shall pursue enforcement in a court of competent jurisdiction, and the order imposing the civil penalty or the cease and desist order is not effective

119199

Approved For Filing: 2/27/2024 3:50:04 PM

Page 90 of 143

until 20 days after the date of such order. Any action commenced by the division shall be brought in the county in which the division has its executive offices or in the county <u>in which</u> where the violation occurred.

- 7. If a unit owner presents the division with proof that the unit owner has requested access to official records in writing by certified mail, and that after 10 days the unit owner again made the same request for access to official records in writing by certified mail, and that more than 10 days has elapsed since the second request and the association has still failed or refused to provide access to official records as required by this chapter, the division shall issue a subpoena requiring production of the requested records at the location in which where the records are kept pursuant to s. 718.112. Upon receipt of the records, the division must provide to the unit owner who was denied access to such records the produced official records without charge.
- 8. In addition to subparagraph 6., the division may seek the imposition of a civil penalty through the circuit court for any violation for which the division may issue a notice to show cause under paragraph $\underline{\text{(t)}}$ ($\underline{\text{r}}$). The civil penalty shall be at least \$500 but no more than \$5,000 for each violation. The court may also award to the prevailing party court costs and reasonable attorney fees and, if the division prevails, may also award reasonable costs of investigation.

Approved For Filing: 2/27/2024 3:50:04 PM Page 91 of 143

	9.	The d	livision	may iss	ue c	itations	and promu	ulgate	rules	
to	provi	de for	citatio	on bases	and	citation	procedu	res in		
ac	accordance with this paragraph.									

- <u>(f)(e)</u> The division may prepare and disseminate a prospectus and other information to assist prospective owners, purchasers, lessees, and developers of residential condominiums in assessing the rights, privileges, and duties pertaining thereto.
- $\underline{(g)}$ (f) The division may adopt rules to administer and enforce this chapter.
- (h)(g) The division shall establish procedures for providing notice to an association and the developer, bulk assignee, or bulk buyer during the period in which the developer, bulk assignee, or bulk buyer controls the association if the division is considering the issuance of a declaratory statement with respect to the declaration of condominium or any related document governing such condominium community.
- (i) (h) The division shall furnish each association that pays the fees required by paragraph (2)(a) a copy of this chapter, as amended, and the rules adopted thereto on an annual basis.
- $\underline{\text{(j)}}$ (i) The division shall annually provide each association with a summary of declaratory statements and formal legal opinions relating to the operations of condominiums which were rendered by the division during the previous year.

Approved For Filing: 2/27/2024 3:50:04 PM Page 92 of 143

$\frac{(k)}{(j)}$ The division shall provide training and educational
programs for condominium association board members and unit
owners. The training may, in the division's discretion, include
web-based electronic media and live training and seminars in
various locations throughout the state. The division may review
and approve education and training programs for board members
and unit owners offered by providers and shall maintain a
current list of approved programs and providers and make such
list available to board members and unit owners in a reasonable
and cost-effective manner. The division shall provide the
division-approved provider with the template certificate for
issuance directly to the association's board of directors who
have satisfactorily completed the requirements under s.
718.112(2)(d). The division shall adopt rules to implement this
section.

- $\underline{\text{(1)}}_{\text{(k)}}$ The division shall maintain a toll-free telephone number accessible to condominium unit owners.
- (m)(1) The division shall develop a program to certify both volunteer and paid mediators to provide mediation of condominium disputes. The division shall provide, upon request, a list of such mediators to any association, unit owner, or other participant in alternative dispute resolution proceedings under s. 718.1255 requesting a copy of the list. The division shall include on the list of volunteer mediators only the names of persons who have received at least 20 hours of training in

Approved For Filing: 2/27/2024 3:50:04 PM Page 93 of 143

2291

2292

2293

2294

2295

2296

2297

2298

2299

2300

2301

2302

2303

2304

2305

2306

2307

2308

2309

2310

2311

2312

2313

2314

2315

mediation techniques or who have mediated at least 20 disputes. In order to become initially certified by the division, paid mediators must be certified by the Supreme Court to mediate court cases in county or circuit courts. However, the division may adopt, by rule, additional factors for the certification of paid mediators, which must be related to experience, education, or background. Any person initially certified as a paid mediator by the division must, in order to continue to be certified, comply with the factors or requirements adopted by rule.

(n) (m) If a complaint is made, the division must conduct its inquiry with due regard for the interests of the affected parties. Within 30 days after receipt of a complaint, the division shall acknowledge the complaint in writing and notify the complainant whether the complaint is within the jurisdiction of the division and whether additional information is needed by the division from the complainant. The division shall conduct its investigation and, within 90 days after receipt of the original complaint or of timely requested additional information, take action upon the complaint. However, the failure to complete the investigation within 90 days does not prevent the division from continuing the investigation, accepting or considering evidence obtained or received after 90 days, or taking administrative action if reasonable cause exists to believe that a violation of this chapter or a rule has occurred. If an investigation is not completed within the time

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 94 of 143

limits established in this paragraph, the division shall, on a monthly basis, notify the complainant in writing of the status of the investigation. When reporting its action to the complainant, the division shall inform the complainant of any right to a hearing under ss. 120.569 and 120.57. The division may adopt rules regarding the submission of a complaint against an association.

(o) (n) Condominium association directors, officers, and employees; condominium developers; bulk assignees, bulk buyers, and community association managers; and community association management firms have an ongoing duty to reasonably cooperate with the division in any investigation under this section. The division shall refer to local law enforcement authorities any person whom the division believes has altered, destroyed, concealed, or removed any record, document, or thing required to be kept or maintained by this chapter with the purpose to impair its verity or availability in the department's investigation. The division shall refer to local law enforcement authorities any person whom the division believes has engaged in fraud, theft, embezzlement, or other criminal activity or when the division has cause to believe that fraud, theft, embezzlement, or other criminal activity has occurred.

(p) The division director or any officer or employee of the division and the condominium ombudsman or any employee of the Office of the Condominium Ombudsman may attend and observe

Approved For Filing: 2/27/2024 3:50:04 PM Page 95 of 143

any meeting of the board of administration or any unit owner meeting, including any meeting of a subcommittee or special committee, which is open to members of the association for the purpose of performing the duties of the division or the Office of the Condominium Ombudsman under this chapter.

 $(q) \frac{(q)}{(q)}$ The division may:

- 1. Contract with agencies in this state or other jurisdictions to perform investigative functions; or
 - 2. Accept grants-in-aid from any source.
- <u>(r)(p)</u> The division shall cooperate with similar agencies in other jurisdictions to establish uniform filing procedures and forms, public offering statements, advertising standards, and rules and common administrative practices.
- $\underline{\text{(s)}}$ The division shall consider notice to a developer, bulk assignee, or bulk buyer to be complete when it is delivered to the address of the developer, bulk assignee, or bulk buyer currently on file with the division.
- (t)(r) In addition to its enforcement authority, the division may issue a notice to show cause, which must provide for a hearing, upon written request, in accordance with chapter 120.
- (u) If the division receives a complaint regarding access to official records on the association's website or through an application that can be downloaded on a mobile device under s. 718.111(12)(g), the division may request access to the

Approved For Filing: 2/27/2024 3:50:04 PM Page 96 of 143

2366

2367

2368

2369

2370

2371

2372

2373

2374

2375

2376

2377

2378

2379

2380

2381

2382

2383

2384

2385

2386

2387

2388

2389

2390

<u>associat</u> :	ion's	s websi	<u>ite or</u>	apı	plicati	on	and i	nvestigate.	The
44-44-4		- d -	1	٠.	~~	~	- 11 -		
alvision	may	adopt	rures	LO	carry	out	LUTS	s paragraph.	

(v) (s) The division shall submit to the Governor, the President of the Senate, the Speaker of the House of Representatives, and the chairs of the legislative appropriations committees an annual report that includes, but need not be limited to, the number of training programs provided for condominium association board members and unit owners, the number of complaints received by type, the number and percent of complaints acknowledged in writing within 30 days and the number and percent of investigations acted upon within 90 days in accordance with paragraph (n) $\frac{(m)}{(m)}$, and the number of investigations exceeding the 90-day requirement. The annual report must also include an evaluation of the division's core business processes and make recommendations for improvements, including statutory changes. After December 31, 2024, the division must include a list of the associations that have completed the structural integrity reserve study required under s. 718.112(2)(g). The report shall be submitted by September 30 following the end of the fiscal year.

(2)(a) Each condominium association that which operates more than two units shall pay to the division an annual fee in the amount of \$4 for each residential unit in condominiums operated by the association. If the fee is not paid by March 1, the association shall be assessed a penalty of 10 percent of the

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 97 of 143

amount due, and the association will not have standing to
maintain or defend any action in the courts of this state until
the amount due, plus any penalty, is paid.

- (b) All fees shall be deposited in the Division of Florida Condominiums, Timeshares, and Mobile Homes Trust Fund as provided by law.
- (c) On the certification form provided by the division, the directors of the association shall certify that each director of the association has completed the written certification and educational certificate requirements in s. 718.112(2)(d)4.b. This certification requirement does not apply to the directors of an association governing a timeshare condominium.

Section 22. Subsection (2) of section 718.5011, Florida Statutes, is amended to read:

718.5011 Ombudsman; appointment; administration.-

Professional Regulation Governor shall appoint the ombudsman. The ombudsman must be an attorney admitted to practice before the Florida Supreme Court and shall serve at the pleasure of the Governor. A vacancy in the office shall be filled in the same manner as the original appointment. An officer or full-time employee of the ombudsman's office may not actively engage in any other business or profession that directly or indirectly relates to or conflicts with his or her work in the ombudsman's

Approved For Filing: 2/27/2024 3:50:04 PM Page 98 of 143

office; serve as the representative of any political party, executive committee, or other governing body of a political party; serve as an executive, officer, or employee of a political party; receive remuneration for activities on behalf of any candidate for public office; or engage in soliciting votes or other activities on behalf of a candidate for public office. The ombudsman or any employee of his or her office may not become a candidate for election to public office unless he or she first resigns from his or her office or employment.

Section 23. Effective October 1, 2024, paragraphs (a) and (d) of subsection (2) and subsection (3) of section 718.503, Florida Statutes, are amended to read:

718.503 Developer disclosure prior to sale; nondeveloper unit owner disclosure prior to sale; voidability.—

- (2) NONDEVELOPER DISCLOSURE. -
- (a) Each unit owner who is not a developer as defined by this chapter must comply with this subsection before the sale of his or her unit. Each prospective purchaser who has entered into a contract for the purchase of a condominium unit is entitled, at the seller's expense, to a current copy of all of the following:
 - 1. The declaration of condominium.
 - 2. Articles of incorporation of the association.
 - 3. Bylaws and rules of the association.

Approved For Filing: 2/27/2024 3:50:04 PM Page 99 of 143

2440	4.	. An	annual	finar	ncial	state	ement	and	annual	budget	of	the
2441	condomi	inium	associa	ation	Fina	ncial	infor	rmati	on req i	uired b	ys.	
2442	718.111	Ŀ.										

- 5. A copy of the inspector-prepared summary of the milestone inspection report as described in s. 553.899, if applicable.
- 6. The association's most recent structural integrity reserve study or a statement that the association has not completed a structural integrity reserve study.
- 7. A copy of the inspection report described in s. 718.301(4)(p) and (q) for a turnover inspection performed on or after July 1, 2023.
- 8. The document entitled "Frequently Asked Questions and Answers" required by s. 718.504.
- (d) Each contract entered into after July 1, 1992, for the resale of a residential unit shall contain in conspicuous type either:
- 1. A clause which states: THE BUYER HEREBY ACKNOWLEDGES
 THAT BUYER HAS BEEN PROVIDED A CURRENT COPY OF THE DECLARATION
 OF CONDOMINIUM, ARTICLES OF INCORPORATION OF THE ASSOCIATION,
 BYLAWS AND RULES OF THE ASSOCIATION, AND A COPY OF THE MOST
 RECENT ANNUAL FINANCIAL STATEMENT AND ANNUAL BUDGET, AND A COPY
 OF THE MOST RECENT YEAR-END FINANCIAL INFORMATION AND FREQUENTLY
 ASKED QUESTIONS AND ANSWERS DOCUMENT MORE THAN 3 DAYS, EXCLUDING

Approved For Filing: 2/27/2024 3:50:04 PM Page 100 of 143

2466

2467

2468

2469

2470

2471

2472

2473

2474

2475

2476

2477

2478

2479

2480

2481

2482

2483

2484

2488

2464 SATURDAYS, SUNDAYS, AND LEGAL HOLIDAYS, PRIOR TO EXECUTION OF 2465 THIS CONTRACT; or

- 2. A clause which states: THIS AGREEMENT IS VOIDABLE BY BUYER BY DELIVERING WRITTEN NOTICE OF THE BUYER'S INTENTION TO CANCEL WITHIN 3 DAYS, EXCLUDING SATURDAYS, SUNDAYS, AND LEGAL HOLIDAYS, AFTER THE DATE OF EXECUTION OF THIS AGREEMENT BY THE BUYER AND RECEIPT BY BUYER OF A CURRENT COPY OF THE DECLARATION OF CONDOMINIUM, ARTICLES OF INCORPORATION, BYLAWS AND RULES OF THE ASSOCIATION, A COPY OF THE MOST RECENT ANNUAL FINANCIAL STATEMENT AND ANNUAL BUDGET, AND A COPY OF THE MOST RECENT YEAR-END FINANCIAL INFORMATION AND FREQUENTLY ASKED QUESTIONS AND ANSWERS DOCUMENT IF SO REQUESTED IN WRITING. ANY PURPORTED WAIVER OF THESE VOIDABILITY RIGHTS SHALL BE OF NO EFFECT. BUYER MAY EXTEND THE TIME FOR CLOSING FOR A PERIOD OF NOT MORE THAN 3 DAYS, EXCLUDING SATURDAYS, SUNDAYS, AND LEGAL HOLIDAYS, AFTER THE BUYER RECEIVES THE DECLARATION, ARTICLES OF INCORPORATION, BYLAWS AND RULES OF THE ASSOCIATION, AND A COPY OF THE MOST RECENT YEAR-END FINANCIAL INFORMATION AND FREQUENTLY ASKED OUESTIONS AND ANSWERS DOCUMENT IF REQUESTED IN WRITING. BUYER'S RIGHT TO VOID THIS AGREEMENT SHALL TERMINATE AT CLOSING.
- A contract that does not conform to the requirements of this paragraph is voidable at the option of the purchaser prior to closing.
 - (3) OTHER DISCLOSURES DISCLOSURE.

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 101 of 143

- (a) If residential condominium parcels are offered for sale or lease prior to completion of construction of the units and of improvements to the common elements, or prior to completion of remodeling of previously occupied buildings, the developer <u>must shall</u> make available to each prospective purchaser or lessee, for his or her inspection at a place convenient to the site, a copy of the complete plans and specifications for the construction or remodeling of the unit offered to him or her and of the improvements to the common elements appurtenant to the unit.
- (b) Sales brochures, if any, <u>must shall</u> be provided to each purchaser, and the following caveat in conspicuous type <u>must shall</u> be placed on the inside front cover or on the first page containing text material of the sales brochure, or otherwise conspicuously displayed: <u>"ORAL REPRESENTATIONS CANNOT BE RELIED UPON AS CORRECTLY STATING REPRESENTATIONS OF THE DEVELOPER. FOR CORRECT REPRESENTATIONS, MAKE REFERENCE TO THIS BROCHURE AND TO THE DOCUMENTS REQUIRED BY SECTION 718.503, FLORIDA STATUTES, TO BE FURNISHED BY A DEVELOPER TO A BUYER OR LESSEE. If timeshare estates have been or may be created with respect to any unit in the condominium, the sales brochure <u>must shall</u> contain the following statement in conspicuous type:

 "UNITS IN THIS CONDOMINIUM ARE SUBJECT TO TIMESHARE ESTATES."</u>
- (c) If a unit is located within a condominium that is created within a portion of a building or within a multiple

Approved For Filing: 2/27/2024 3:50:04 PM Page 102 of 143

2516

2517

2518

2519

25202521

2522

2523

2524

2525

2526

2527

2528

2529

2530

2531

2532

2533

2534

2535

2536

2537

2538

parcel building, the developer or nondeveloper unit owner must provide the disclosures required by s. 718.407(5).

Section 24. Effective October 1, 2024, section 718.504, Florida Statutes, is amended to read:

718.504 Prospectus or offering circular.—Every developer of a residential condominium which contains more than 20 residential units, or which is part of a group of residential condominiums which will be served by property to be used in common by unit owners of more than 20 residential units, shall prepare a prospectus or offering circular and file it with the Division of Florida Condominiums, Timeshares, and Mobile Homes prior to entering into an enforceable contract of purchase and sale of any unit or lease of a unit for more than 5 years and shall furnish a copy of the prospectus or offering circular to each buyer. In addition to the prospectus or offering circular, each buyer shall be furnished a separate page entitled "Frequently Asked Questions and Answers," which shall be in accordance with a format approved by the division and a copy of the financial information required by s. 718.111. This page shall, in readable language, inform prospective purchasers regarding their voting rights and unit use restrictions, including restrictions on the leasing of a unit; shall indicate whether and in what amount the unit owners or the association is obligated to pay rent or land use fees for recreational or other commonly used facilities; shall contain a statement identifying

Page 103 of 143

119199

Approved For Filing: 2/27/2024 3:50:04 PM

that amount of assessment which, pursuant to the budget, would
be levied upon each unit type, exclusive of any special
assessments, and which shall further identify the basis upon
which assessments are levied, whether monthly, quarterly, or
otherwise; shall state and identify any court cases in which the
association is currently a party of record in which the
association may face liability in excess of \$100,000; $\underline{\text{shall}}$
state whether the condominium is created within a portion of a
building or within a multiple parcel building; and which shall
further state whether membership in a recreational facilities
association is mandatory, and if so, shall identify the fees
currently charged per unit type. The division shall by rule
require such other disclosure as in its judgment will assist
prospective purchasers. The prospectus or offering circular may
include more than one condominium, although not all such units
are being offered for sale as of the date of the prospectus or
offering circular. The prospectus or offering circular must
contain the following information:

- (1) The front cover or the first page must contain only:
- (a) The name of the condominium.
- (b) The following statements in conspicuous type:
- 1. THIS PROSPECTUS (OFFERING CIRCULAR) CONTAINS IMPORTANT MATTERS TO BE CONSIDERED IN ACQUIRING A CONDOMINIUM UNIT.
- 2. THE STATEMENTS CONTAINED HEREIN ARE ONLY SUMMARY IN NATURE. A PROSPECTIVE PURCHASER SHOULD REFER TO ALL REFERENCES,

Approved For Filing: 2/27/2024 3:50:04 PM Page 104 of 143

2564	ALL EXHIBITS	HERETO,	THE	CONTRACT	DOCUMENTS,	AND	SALES
2565	MATERIALS.						

- 3. ORAL REPRESENTATIONS CANNOT BE RELIED UPON AS CORRECTLY STATING THE REPRESENTATIONS OF THE DEVELOPER. REFER TO THIS PROSPECTUS (OFFERING CIRCULAR) AND ITS EXHIBITS FOR CORRECT REPRESENTATIONS.
- (2) Summary: The next page must contain all statements required to be in conspicuous type in the prospectus or offering circular.
- (3) A separate index of the contents and exhibits of the prospectus.
- (4) Beginning on the first page of the text (not including the summary and index), a description of the condominium, including, but not limited to, the following information:
 - (a) Its name and location.
- (b) A description of the condominium property, including, without limitation:
- 1. The number of buildings, the number of units in each building, the number of bathrooms and bedrooms in each unit, and the total number of units, if the condominium is not a phase condominium, or the maximum number of buildings that may be contained within the condominium, the minimum and maximum numbers of units in each building, the minimum and maximum numbers of bathrooms and bedrooms that may be contained in each unit, and the maximum number of units that may be contained

Approved For Filing: 2/27/2024 3:50:04 PM Page 105 of 143

within the condominium, if the condominium is a phase condominium.

- 2. The page in the condominium documents where a copy of the plot plan and survey of the condominium is located.
- 3. The estimated latest date of completion of constructing, finishing, and equipping. In lieu of a date, the description shall include a statement that the estimated date of completion of the condominium is in the purchase agreement and a reference to the article or paragraph containing that information.
- (c) The maximum number of units that will use facilities in common with the condominium. If the maximum number of units will vary, a description of the basis for variation and the minimum amount of dollars per unit to be spent for additional recreational facilities or enlargement of such facilities. If the addition or enlargement of facilities will result in a material increase of a unit owner's maintenance expense or rental expense, if any, the maximum increase and limitations thereon shall be stated.
- (5)(a) A statement in conspicuous type describing whether the condominium is created and being sold as fee simple interests or as leasehold interests. If the condominium is created or being sold on a leasehold, the location of the lease in the disclosure materials shall be stated.

Approved For Filing: 2/27/2024 3:50:04 PM Page 106 of 143

(b) If timeshare estates are or may be created with
respect to any unit in the condominium, a statement in
conspicuous type stating that timeshare estates are created and
being sold in units in the condominium.

- (6) A description of the recreational and other commonly used facilities that will be used only by unit owners of the condominium, including, but not limited to, the following:
- (a) Each room and its intended purposes, location, approximate floor area, and capacity in numbers of people.
- (b) Each swimming pool, as to its general location, approximate size and depths, approximate deck size and capacity, and whether heated.
- (c) Additional facilities, as to the number of each facility, its approximate location, approximate size, and approximate capacity.
- (d) A general description of the items of personal property and the approximate number of each item of personal property that the developer is committing to furnish for each room or other facility or, in the alternative, a representation as to the minimum amount of expenditure that will be made to purchase the personal property for the facility.
- (e) The estimated date when each room or other facility will be available for use by the unit owners.

- (f)1. An identification of each room or other facility to be used by unit owners that will not be owned by the unit owners or the association;
 - 2. A reference to the location in the disclosure materials of the lease or other agreements providing for the use of those facilities; and
 - 3. A description of the terms of the lease or other agreements, including the length of the term; the rent payable, directly or indirectly, by each unit owner, and the total rent payable to the lessor, stated in monthly and annual amounts for the entire term of the lease; and a description of any option to purchase the property leased under any such lease, including the time the option may be exercised, the purchase price or how it is to be determined, the manner of payment, and whether the option may be exercised for a unit owner's share or only as to the entire leased property.
 - (g) A statement as to whether the developer may provide additional facilities not described above; their general locations and types; improvements or changes that may be made; the approximate dollar amount to be expended; and the maximum additional common expense or cost to the individual unit owners that may be charged during the first annual period of operation of the modified or added facilities.

Approved For Filing: 2/27/2024 3:50:04 PM Page 108 of 143

Descriptions as to locations, areas, capacities, numbers, volumes, or sizes may be stated as approximations or minimums.

- (7) A description of the recreational and other facilities that will be used in common with other condominiums, community associations, or planned developments which require the payment of the maintenance and expenses of such facilities, directly or indirectly, by the unit owners. The description shall include, but not be limited to, the following:
- (a) Each building and facility committed to be built and a summary description of the structural integrity of each building for which reserves are required pursuant to s. 718.112(2)(g).
- (b) Facilities not committed to be built except under certain conditions, and a statement of those conditions or contingencies.
- (c) As to each facility committed to be built, or which will be committed to be built upon the happening of one of the conditions in paragraph (b), a statement of whether it will be owned by the unit owners having the use thereof or by an association or other entity which will be controlled by them, or others, and the location in the exhibits of the lease or other document providing for use of those facilities.
- (d) The year in which each facility will be available for use by the unit owners or, in the alternative, the maximum number of unit owners in the project at the time each of all of the facilities is committed to be completed.

Approved For Filing: 2/27/2024 3:50:04 PM Page 109 of 143

- (e) A general description of the items of personal property, and the approximate number of each item of personal property, that the developer is committing to furnish for each room or other facility or, in the alternative, a representation as to the minimum amount of expenditure that will be made to purchase the personal property for the facility.
- (f) If there are leases, a description thereof, including the length of the term, the rent payable, and a description of any option to purchase.

Descriptions shall include location, areas, capacities, numbers, volumes, or sizes and may be stated as approximations or minimums.

- (8) Recreation lease or associated club membership:
- (a) If any recreational facilities or other facilities offered by the developer and available to, or to be used by, unit owners are to be leased or have club membership associated, the following statement in conspicuous type shall be included:

 "THERE IS A RECREATIONAL FACILITIES LEASE ASSOCIATED WITH THIS CONDOMINIUM; or, THERE IS A CLUB MEMBERSHIP ASSOCIATED WITH THIS CONDOMINIUM." There shall be a reference to the location in the disclosure materials where the recreation lease or club membership is described in detail.
- (b) If it is mandatory that unit owners pay a fee, rent, dues, or other charges under a recreational facilities lease or

Approved For Filing: 2/27/2024 3:50:04 PM

club membership for the use of facilities, there shall be in conspicuous type the applicable statement:

- 1. MEMBERSHIP IN THE RECREATIONAL FACILITIES CLUB IS MANDATORY FOR UNIT OWNERS; or
- 2. UNIT OWNERS ARE REQUIRED, AS A CONDITION OF OWNERSHIP, TO BE LESSEES UNDER THE RECREATIONAL FACILITIES LEASE; or
- 3. UNIT OWNERS ARE REQUIRED TO PAY THEIR SHARE OF THE COSTS AND EXPENSES OF MAINTENANCE, MANAGEMENT, UPKEEP, REPLACEMENT, RENT, AND FEES UNDER THE RECREATIONAL FACILITIES LEASE (OR THE OTHER INSTRUMENTS PROVIDING THE FACILITIES); or
- 4. A similar statement of the nature of the organization or the manner in which the use rights are created, and that unit owners are required to pay.

Immediately following the applicable statement, the location in the disclosure materials where the development is described in detail shall be stated.

(c) If the developer, or any other person other than the unit owners and other persons having use rights in the facilities, reserves, or is entitled to receive, any rent, fee, or other payment for the use of the facilities, then there shall be the following statement in conspicuous type: "THE UNIT OWNERS OR THE ASSOCIATION(S) MUST PAY RENT OR LAND USE FEES FOR RECREATIONAL OR OTHER COMMONLY USED FACILITIES." Immediately following this statement, the location in the disclosure

Approved For Filing: 2/27/2024 3:50:04 PM Page 111 of 143

2735 materials where the rent or land use fees are described in 2736 detail shall be stated.

- (d) If, in any recreation format, whether leasehold, club, or other, any person other than the association has the right to a lien on the units to secure the payment of assessments, rent, or other exactions, there shall appear a statement in conspicuous type in substantially the following form:
 - 1. THERE IS A LIEN OR LIEN RIGHT AGAINST EACH UNIT TO SECURE THE PAYMENT OF RENT AND OTHER EXACTIONS UNDER THE RECREATION LEASE. THE UNIT OWNER'S FAILURE TO MAKE THESE PAYMENTS MAY RESULT IN FORECLOSURE OF THE LIEN; or
 - 2. THERE IS A LIEN OR LIEN RIGHT AGAINST EACH UNIT TO SECURE THE PAYMENT OF ASSESSMENTS OR OTHER EXACTIONS COMING DUE FOR THE USE, MAINTENANCE, UPKEEP, OR REPAIR OF THE RECREATIONAL OR COMMONLY USED FACILITIES. THE UNIT OWNER'S FAILURE TO MAKE THESE PAYMENTS MAY RESULT IN FORECLOSURE OF THE LIEN.

Immediately following the applicable statement, the location in the disclosure materials where the lien or lien right is described in detail shall be stated.

(9) If the developer or any other person has the right to increase or add to the recreational facilities at any time after the establishment of the condominium whose unit owners have use

Approved For Filing: 2/27/2024 3:50:04 PM Page 112 of 143

rights therein, without the consent of the unit owners or associations being required, there shall appear a statement in conspicuous type in substantially the following form:

"RECREATIONAL FACILITIES MAY BE EXPANDED OR ADDED WITHOUT

CONSENT OF UNIT OWNERS OR THE ASSOCIATION(S)." Immediately following this statement, the location in the disclosure materials where such reserved rights are described shall be stated.

- (10) A statement of whether the developer's plan includes a program of leasing units rather than selling them, or leasing units and selling them subject to such leases. If so, there shall be a description of the plan, including the number and identification of the units and the provisions and term of the proposed leases, and a statement in boldfaced type that: "THE UNITS MAY BE TRANSFERRED SUBJECT TO A LEASE."
- (11) The arrangements for management of the association and maintenance and operation of the condominium property and of other property that will serve the unit owners of the condominium property, and a description of the management contract and all other contracts for these purposes having a term in excess of 1 year, including the following:
 - (a) The names of contracting parties.
 - (b) The term of the contract.
 - (c) The nature of the services included.

Approved For Filing: 2/27/2024 3:50:04 PM Page 113 of 143

- (d) The compensation, stated on a monthly and annual basis, and provisions for increases in the compensation.
- (e) A reference to the volumes and pages of the condominium documents and of the exhibits containing copies of such contracts.

Copies of all described contracts shall be attached as exhibits. If there is a contract for the management of the condominium property, then a statement in conspicuous type in substantially the following form shall appear, identifying the proposed or existing contract manager: "THERE IS (IS TO BE) A CONTRACT FOR THE MANAGEMENT OF THE CONDOMINIUM PROPERTY WITH (NAME OF THE CONTRACT MANAGER)." Immediately following this statement, the location in the disclosure materials of the contract for management of the condominium property shall be stated.

(12) If the developer or any other person or persons other than the unit owners has the right to retain control of the board of administration of the association for a period of time which can exceed 1 year after the closing of the sale of a majority of the units in that condominium to persons other than successors or alternate developers, then a statement in conspicuous type in substantially the following form shall be included: "THE DEVELOPER (OR OTHER PERSON) HAS THE RIGHT TO RETAIN CONTROL OF THE ASSOCIATION AFTER A MAJORITY OF THE UNITS HAVE BEEN SOLD." Immediately following this statement, the

Approved For Filing: 2/27/2024 3:50:04 PM Page 114 of 143

location in the disclosure materials where this right to control is described in detail shall be stated.

- transfer, conveyance, or leasing of a unit, then a statement in conspicuous type in substantially the following form shall be included: "THE SALE, LEASE, OR TRANSFER OF UNITS IS RESTRICTED OR CONTROLLED." Immediately following this statement, the location in the disclosure materials where the restriction, limitation, or control on the sale, lease, or transfer of units is described in detail shall be stated.
- (14) If the condominium is part of a phase project, the following information shall be stated:
- (a) A statement in conspicuous type in substantially the following form: "THIS IS A PHASE CONDOMINIUM. ADDITIONAL LAND AND UNITS MAY BE ADDED TO THIS CONDOMINIUM." Immediately following this statement, the location in the disclosure materials where the phasing is described shall be stated.
- (b) A summary of the provisions of the declaration which provide for the phasing.
- (c) A statement as to whether or not residential buildings and units which are added to the condominium may be substantially different from the residential buildings and units originally in the condominium. If the added residential buildings and units may be substantially different, there shall be a general description of the extent to which such added

Approved For Filing: 2/27/2024 3:50:04 PM Page 115 of 143

residential buildings and units may differ, and a statement in conspicuous type in substantially the following form shall be included: "BUILDINGS AND UNITS WHICH ARE ADDED TO THE CONDOMINIUM MAY BE SUBSTANTIALLY DIFFERENT FROM THE OTHER BUILDINGS AND UNITS IN THE CONDOMINIUM." Immediately following this statement, the location in the disclosure materials where the extent to which added residential buildings and units may substantially differ is described shall be stated.

- (d) A statement of the maximum number of buildings containing units, the maximum and minimum numbers of units in each building, the maximum number of units, and the minimum and maximum square footage of the units that may be contained within each parcel of land which may be added to the condominium.
- (15) If a condominium created on or after July 1, 2000, is or may become part of a multicondominium, the following information must be provided:
- (a) A statement in conspicuous type in substantially the following form: "THIS CONDOMINIUM IS (MAY BE) PART OF A MULTICONDOMINIUM DEVELOPMENT IN WHICH OTHER CONDOMINIUMS WILL (MAY) BE OPERATED BY THE SAME ASSOCIATION." Immediately following this statement, the location in the prospectus or offering circular and its exhibits where the multicondominium aspects of the offering are described must be stated.
- (b) A summary of the provisions in the declaration, articles of incorporation, and bylaws which establish and

Approved For Filing: 2/27/2024 3:50:04 PM Page 116 of 143

provide for the operation of the multicondominium, including a statement as to whether unit owners in the condominium will have the right to use recreational or other facilities located or planned to be located in other condominiums operated by the same association, and the manner of sharing the common expenses related to such facilities.

- (c) A statement of the minimum and maximum number of condominiums, and the minimum and maximum number of units in each of those condominiums, which will or may be operated by the association, and the latest date by which the exact number will be finally determined.
- (d) A statement as to whether any of the condominiums in the multicondominium may include units intended to be used for nonresidential purposes and the purpose or purposes permitted for such use.
- (e) A general description of the location and approximate acreage of any land on which any additional condominiums to be operated by the association may be located.
- (16) If the condominium is created by conversion of existing improvements, the following information shall be stated:
 - (a) The information required by s. 718.616.
- (b) A caveat that there are no express warranties unless they are stated in writing by the developer.

Page 117 of 143

Approved For Filing: 2/27/2024 3:50:04 PM

- on units concerning the use of any of the condominium property, including statements as to whether there are restrictions upon children and pets, and reference to the volumes and pages of the condominium documents where such restrictions are found, or if such restrictions are contained elsewhere, then a copy of the documents containing the restrictions shall be attached as an exhibit.
- (18) If there is any land that is offered by the developer for use by the unit owners and that is neither owned by them nor leased to them, the association, or any entity controlled by unit owners and other persons having the use rights to such land, a statement shall be made as to how such land will serve the condominium. If any part of such land will serve the condominium, the statement shall describe the land and the nature and term of service, and the declaration or other instrument creating such servitude shall be included as an exhibit.
- (19) The manner in which utility and other services, including, but not limited to, sewage and waste disposal, water supply, and storm drainage, will be provided and the person or entity furnishing them.
- (20) An explanation of the manner in which the apportionment of common expenses and ownership of the common elements has been determined.

Approved For Filing: 2/27/2024 3:50:04 PM Page 118 of 143

2908

2909

2910

2911

2912

2913

2914

2915

2916

2917

2918

2919

2920

2921

2922

2923

2924

2925

2926

2927

2928

2929

2930

2931

2932

- (21) An estimated operating budget for the condominium and the association, and a schedule of the unit owner's expenses shall be attached as an exhibit and shall contain the following information:
- (a) The estimated monthly and annual expenses of the condominium and the association that are collected from unit owners by assessments.
- The estimated monthly and annual expenses of each unit owner for a unit, other than common expenses paid by all unit owners, payable by the unit owner to persons or entities other than the association, as well as to the association, including fees assessed pursuant to s. 718.113(1) for maintenance of limited common elements where such costs are shared only by those entitled to use the limited common element, and the total estimated monthly and annual expense. There may be excluded from this estimate expenses which are not provided for or contemplated by the condominium documents, including, but not limited to, the costs of private telephone; maintenance of the interior of condominium units, which is not the obligation of the association; maid or janitorial services privately contracted for by the unit owners; utility bills billed directly to each unit owner for utility services to his or her unit; insurance premiums other than those incurred for policies obtained by the condominium; and similar personal expenses of the unit owner. A unit owner's estimated payments for

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 119 of 143

- assessments shall also be stated in the estimated amounts for
 the times when they will be due.

 (c) The estimated items of expenses of the condominium and
- the association, except as excluded under paragraph (b),
 including, but not limited to, the following items, which shall
 be stated as an association expense collectible by assessments
 or as unit owners' expenses payable to persons other than the
 association:
 - 1. Expenses for the association and condominium:
 - a. Administration of the association.
 - b. Management fees.
 - c. Maintenance.
- d. Rent for recreational and other commonly used facilities.
- e. Taxes upon association property.
 - f. Taxes upon leased areas.
- 2949 q. Insurance.
 - h. Security provisions.
 - i. Other expenses.
- 2952 j. Operating capital.
- 2953 k. Reserves for all applicable items referenced in s.
- 2954 718.112(2)(g).
- 2955 l. Fees payable to the division.
- 2956 2. Expenses for a unit owner:
- 2957 a. Rent for the unit, if subject to a lease.

119199

2941

2942

2943

2944

2948

2950

2951

Approved For Filing: 2/27/2024 3:50:04 PM

Page 120 of 143

b. Rent payable by the unit owner directly to the lessor
or agent under any recreational lease or lease for the use of
commonly used facilities, which use and payment is a mandatory
condition of ownership and is not included in the common expense
or assessments for common maintenance paid by the unit owners to
the association.

(d) The following statement in conspicuous type:

THE BUDGET CONTAINED IN THIS OFFERING CIRCULAR HAS
BEEN PREPARED IN ACCORDANCE WITH THE CONDOMINIUM ACT
AND IS A GOOD FAITH ESTIMATE ONLY AND REPRESENTS AN
APPROXIMATION OF FUTURE EXPENSES BASED ON FACTS AND
CIRCUMSTANCES EXISTING AT THE TIME OF ITS PREPARATION.
ACTUAL COSTS OF SUCH ITEMS MAY EXCEED THE ESTIMATED
COSTS. SUCH CHANGES IN COST DO NOT CONSTITUTE MATERIAL
ADVERSE CHANGES IN THE OFFERING.

(e) Each budget for an association prepared by a developer consistent with this subsection shall be prepared in good faith and shall reflect accurate estimated amounts for the required items in paragraph (c) at the time of the filing of the offering circular with the division, and subsequent increased amounts of any item included in the association's estimated budget that are beyond the control of the developer shall not be considered an amendment that would give rise to rescission rights set forth in

Approved For Filing: 2/27/2024 3:50:04 PM Page 121 of 143

- s. 718.503(1)(a) or (b), nor shall such increases modify, void, or otherwise affect any guarantee of the developer contained in the offering circular or any purchase contract. It is the intent of this paragraph to clarify existing law.
 - (f) The estimated amounts shall be stated for a period of at least 12 months and may distinguish between the period prior to the time unit owners other than the developer elect a majority of the board of administration and the period after that date.
 - (22) A schedule of estimated closing expenses to be paid by a buyer or lessee of a unit and a statement of whether title opinion or title insurance policy is available to the buyer and, if so, at whose expense.
 - (23) The identity of the developer and the chief operating officer or principal directing the creation and sale of the condominium and a statement of its and his or her experience in this field.
 - (24) Copies of the following, to the extent they are applicable, shall be included as exhibits:
 - (a) The declaration of condominium, or the proposed declaration if the declaration has not been recorded.
- (b) The articles of incorporation creating the association.
 - (c) The bylaws of the association.

Approved For Filing: 2/27/2024 3:50:04 PM Page 122 of 143

(d)	The	ground	lease	or	other	underlying	lease	of	the
condomini	11M .								

- (e) The management agreement and all maintenance and other contracts for management of the association and operation of the condominium and facilities used by the unit owners having a service term in excess of 1 year.
- (f) The estimated operating budget for the condominium, the required schedule of unit owners' expenses, and the association's most recent structural integrity reserve study or a statement that the association has not completed a structural integrity reserve study.
- (g) A copy of the floor plan of the unit and the plot plan showing the location of the residential buildings and the recreation and other common areas.
- (h) The lease of recreational and other facilities that will be used only by unit owners of the subject condominium.
 - (i) The lease of facilities used by owners and others.
- (j) The form of unit lease, if the offer is of a leasehold.
- (k) A declaration of servitude of properties serving the condominium but not owned by unit owners or leased to them or the association.
- (1) The statement of condition of the existing building or buildings, if the offering is of units in an operation being converted to condominium ownership.

Approved For Filing: 2/27/2024 3:50:04 PM

Page 123 of 143

3032	(m)	The	sta	tement	of	inspection	for	termit	e damage	ar	nd	
3033	treatment	of	the	existi	ng	improvements	s, if	the c	ondomini	um	is	a
3034	conversion	n.										

- (n) The form of agreement for sale or lease of units.
- (o) A copy of the agreement for escrow of payments made to the developer prior to closing.
- (p) A copy of the documents containing any restrictions on use of the property required by subsection (17).
- (q) A copy of the inspector-prepared summary of the milestone inspection report as described in ss. 553.899 and 718.301(4)(p), as applicable.
- (25) Any prospectus or offering circular complying, prior to the effective date of this act, with the provisions of former ss. 711.69 and 711.802 may continue to be used without amendment or may be amended to comply with this chapter.
- (26) A brief narrative description of the location and effect of all existing and intended easements located or to be located on the condominium property other than those described in the declaration.
- (27) If the developer is required by state or local authorities to obtain acceptance or approval of any dock or marina facilities intended to serve the condominium, a copy of any such acceptance or approval acquired by the time of filing with the division under s. 718.502(1) or a statement that such acceptance or approval has not been acquired or received.

Approved For Filing: 2/27/2024 3:50:04 PM

Page 124 of 143

3060

3061

3062

3063

3064

3065

3066

3067

3068

3069

3070

3071

3072

3073

3074

3075

3076

3077

3078

3079

3080

3081

- 3057 (28) Evidence demonstrating that the developer has an ownership, leasehold, or contractual interest in the land upon which the condominium is to be developed.
 - Section 25. Paragraph (k) of subsection (1) of section 719.106, Florida Statutes, is amended to read:
 - 719.106 Bylaws; cooperative ownership.-
 - (1) MANDATORY PROVISIONS.—The bylaws or other cooperative documents shall provide for the following, and if they do not, they shall be deemed to include the following:
 - (k) Structural integrity reserve study.-
 - 1. A residential cooperative association must have a structural integrity reserve study completed at least every 10 years for each building on the cooperative property that is three stories or higher in height, as determined by the Florida Building Code, that includes, at a minimum, a study of the following items as related to the structural integrity and safety of the building:
 - a. Roof.
 - b. Structure, including load-bearing walls and other primary structural members and primary structural systems as those terms are defined in s. 627.706.
 - c. Fireproofing and fire protection systems.
 - d. Plumbing.
 - e. Electrical systems.
 - f. Waterproofing and exterior painting.

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 125 of 143

- 3082 q. Windows and exterior doors.
 - h. Any other item that has a deferred maintenance expense or replacement cost that exceeds \$10,000 and the failure to replace or maintain such item negatively affects the items listed in sub-subparagraphs a.-g., as determined by the visual inspection portion of the structural integrity reserve study.
 - 2. A structural integrity reserve study is based on a visual inspection of the cooperative property. A structural integrity reserve study may be performed by any person qualified to perform such study. However, the visual inspection portion of the structural integrity reserve study must be performed or verified by an engineer licensed under chapter 471, an architect licensed under chapter 481, or a person certified as a reserve specialist or professional reserve analyst by the Community Associations Institute or the Association of Professional Reserve Analysts.
 - 3. At a minimum, a structural integrity reserve study must identify each item of the cooperative property being visually inspected, state the estimated remaining useful life and the estimated replacement cost or deferred maintenance expense of each item of the cooperative property being visually inspected, and provide a reserve funding schedule with a recommended annual reserve amount that achieves the estimated replacement cost or deferred maintenance expense of each item of cooperative property being visually inspected by the end of the estimated

Approved For Filing: 2/27/2024 3:50:04 PM Page 126 of 143

remaining useful life of the item. The structural integrity reserve study may recommend that reserves do not need to be maintained for any item for which an estimate of useful life and an estimate of replacement cost cannot be determined, or the study may recommend a deferred maintenance expense amount for such item. The structural integrity reserve study may recommend that reserves for replacement costs do not need to be maintained for any item with an estimated remaining useful life of greater than 25 years, but the study may recommend a deferred maintenance expense amount for such item.

- 4. This paragraph does not apply to buildings less than three stories in height; single-family, two-family, or three-family dwellings with three or fewer habitable stories above ground; any portion or component of a building that has not been submitted to the cooperative form of ownership; or any portion or component of a building that is maintained by a party other than the association.
- 5. Before a developer turns over control of an association to unit owners other than the developer, the developer must have a turnover inspection report in compliance with s. 719.301(4)(p) and (q) for each building on the cooperative property that is three stories or higher in height.
- 6. Associations existing on or before July 1, 2022, which are controlled by unit owners other than the developer, must have a structural integrity reserve study completed by December

Approved For Filing: 2/27/2024 3:50:04 PM Page 127 of 143

- 31, 2024, for each building on the cooperative property that is three stories or higher in height. An association that is required to complete a milestone inspection on or before December 31, 2026, in accordance with s. 553.899 may complete the structural integrity reserve study simultaneously with the milestone inspection. In no event may the structural integrity reserve study be completed after December 31, 2026.
- 7. If the milestone inspection required by s. 553.899, or an inspection completed for a similar local requirement, was performed within the past 5 years and meets the requirements of this paragraph, such inspection may be used in place of the visual inspection portion of the structural integrity reserve study.
- 8. If the officers or directors of an association willfully and knowingly fail to complete a structural integrity reserve study pursuant to this paragraph, such failure is a breach of an officer's and director's fiduciary relationship to the unit owners under s. 719.104(9).
- 9. Within 45 days after receiving the structural integrity reserve study, the association must distribute a copy of the study to each unit owner or deliver to each unit owner a notice that the completed study is available for inspection and copying upon a written request. Distribution of a copy of the study or notice must be made by United States mail or personal delivery at the mailing address, property address, or any other address

Approved For Filing: 2/27/2024 3:50:04 PM Page 128 of 143

of the owner provided to fulfill the association's notice
requirements under this chapter, or by electronic transmission
to the e-mail address or facsimile number provided to fulfill
the association's notice requirements to unit owners who
previously consented to receive notice by electronic
transmission.

integrity reserve study, the association must provide the division with a statement indicating that the study was completed and that the association provided or made available such study to each unit owner in accordance with this section. Such statement must be provided to the division in the manner established by the division using a form posted on the division's website.

Section 26. Section 719.129, Florida Statutes, is amended to read:

719.129 Electronic voting.—The association may conduct elections and other unit owner votes through an Internet—based online voting system if a unit owner consents, electronically or in writing, to online voting and if the following requirements are met:

- (1) The association provides each unit owner with:
- (a) A method to authenticate the unit owner's identity to the online voting system.

Approved For Filing: 2/27/2024 3:50:04 PM Page 129 of 143

	(b)	For	eled	ctic	ons	of	the	board,	a	method	d to	transmit	an
elec	tronic	c bal	llot	to	the	e or	nline	voting	g :	system	that	ensures	the
secr	ecy ar	nd ir	ntegi	rity	y of	ea	ach k	allot.					

- (c) A method to confirm, at least 14 days before the voting deadline, that the unit owner's electronic device can successfully communicate with the online voting system.
 - (2) The association uses an online voting system that is:
 - (a) Able to authenticate the unit owner's identity.
- (b) Able to authenticate the validity of each electronic vote to ensure that the vote is not altered in transit.
- (c) Able to transmit a receipt from the online voting system to each unit owner who casts an electronic vote.
- (d) For elections of the board of administration, able to permanently separate any authentication or identifying information from the electronic election ballot, rendering it impossible to tie an election ballot to a specific unit owner.
- (e) Able to store and keep electronic votes accessible to election officials for recount, inspection, and review purposes.
- (3) A unit owner voting electronically pursuant to this section shall be counted as being in attendance at the meeting for purposes of determining a quorum. A substantive vote of the unit owners may not be taken on any issue other than the issues specifically identified in the electronic vote, when a quorum is established based on unit owners voting electronically pursuant to this section.

Approved For Filing: 2/27/2024 3:50:04 PM Page 130 of 143

(4) This section applies to an association that provides
for and authorizes an online voting system pursuant to this
section by a board resolution. If the board authorizes online
voting, the board must honor a unit owner's request to vote
electronically at all subsequent elections, unless such unit
owner opts out of online voting. The board resolution must
provide that unit owners receive notice of the opportunity to
vote through an online voting system, must establish reasonable
procedures and deadlines for unit owners to consent,
electronically or in writing, to online voting, and must
establish reasonable procedures and deadlines for unit owners to
opt out of online voting after giving consent. Written notice of
a meeting at which the resolution will be considered must be
mailed, delivered, or electronically transmitted to the unit
owners and posted conspicuously on the condominium property or
association property at least 14 days before the meeting.
Evidence of compliance with the 14-day notice requirement must
be made by an affidavit executed by the person providing the
notice and filed with the official records of the association.

(5) A unit owner's consent to online voting is valid until the unit owner opts out of online voting pursuant to the procedures established by the board of administration pursuant to subsection (4).

3229	((6) Th	nis se	ection	may	apply	7 to	any	matt	er	that	requires	а
3230	vote o	f the	unit	owners	s who	are	not	memb	pers	of	a tir	meshare	
3231	coopera	ative	asso	ciatior	l.								

Section 27. Paragraph (p) of subsection (4) of section 719.301, Florida Statutes, is amended to read:

719.301 Transfer of association control.-

- (4) When unit owners other than the developer elect a majority of the members of the board of administration of an association, the developer shall relinquish control of the association, and the unit owners shall accept control. Simultaneously, or for the purpose of paragraph (c) not more than 90 days thereafter, the developer shall deliver to the association, at the developer's expense, all property of the unit owners and of the association held or controlled by the developer, including, but not limited to, the following items, if applicable, as to each cooperative operated by the association:
- (p) Notwithstanding when the certificate of occupancy was issued or the height of the building, a turnover inspection report included in the official records, under seal of an architect or engineer authorized to practice in this state or a person certified as a reserve specialist or professional reserve analyst by the Community Associations Institute or the Association of Professional Reserve Analysts, consisting of a structural integrity reserve study attesting to required

Approved For Filing: 2/27/2024 3:50:04 PM Page 132 of 143

3254	maintenance,	condition,	useful	life,	and	replacement	costs	of
3255	the following	g applicable	e coopei	rative	prop	perty:		

- 1. Roof.
- 2. Structure, including load-bearing walls and primary structural members and primary structural systems as those terms are defined in s. 627.706.
 - 3. Fireproofing and fire protection systems.
- 3261 4. Plumbing.

- 3262 5. Electrical systems.
 - 6. Waterproofing and exterior painting.
 - 7. Windows and exterior doors.

Section 28. The Division of Florida Condominiums,

Timeshares, and Mobile Homes of the Department of Business and

Professional Regulation shall complete a review of the website
or application requirements for official records under s.

718.111(12)(g), Florida Statutes, and make recommendations
regarding any additional official records of a condominium
association that should be included in the record maintenance
requirements in the statute. The division shall submit to the
Governor, the President of the Senate, and the Speaker of the
House of Representatives the findings of its review by January
1, 2025.

Section 29. By January 1, 2025, the Division of Florida

Condominiums, Timeshares, and Mobile Homes of the Department of

Business and Professional Regulation shall create a database on

Approved For Filing: 2/27/2024 3:50:04 PM Page 133 of 143

3279	its website of the associations that have reported the
3280	completion of the structural integrity reserve study under ss.
3281	718.112(2)(g) and 719.106(1)(k), Florida Statutes.
3282	Section 30. For the 2024-2025 fiscal year, the sums of
3283	\$6,122,390 in recurring and \$1,293,879 in nonrecurring funds
3284	from the General Revenue Fund are appropriated to the Department
3285	of Business and Professional Regulation, and 65 full-time
3286	equivalent positions with associated salary rate of 3,180,319
3287	are authorized, for the purpose of implementing this act.
3288	Section 31. The amendments made to ss. 718.103(14) and
3289	718.202(3) and s. $718.407(1)$, (2), and (6), Florida Statutes, as
3290	created by this act, are intended to clarify existing law and
3291	shall apply retroactively. However, such amendments do not
3292	revive or reinstate any right or interest that has been fully
3293	and finally adjudicated as invalid before October 1, 2024.
3294	Section 32. The Florida Building Commission shall perform
3295	a study on standards to prevent water intrusion through the
3296	tracks of sliding glass doors, including the consideration of
3297	devices designed to further prevent such water intrusion. By
3298	December 1, 2024, the Florida Building Commission must provide a
3299	written report of its recommendations to the Governor, the
3300	President of the Senate, the Speaker of the House of
3301	Representatives, and the chairs of the legislative
3302	appropriations committees and appropriate substantive committees
3303	with jurisdiction over chapter 718, Florida Statutes.

119199

Approved For Filing: 2/27/2024 3:50:04 PM

Page 134 of 143

3304

3305	
3306	DIRECTORY AMENDMENT
3307	Remove line 480 and insert:
3308	Section 7. Paragraph (a) of subsection (1), paragraph (h)
3309	of subsection (11), and subsections
3310	
3311	
3312	TITLE AMENDMENT
3313	Remove lines 58-249 and insert:
3314	removed from office and a vacancy declared; requiring
3315	the Division of Florida Condominiums, Timeshares, and
3316	Mobile Homes to monitor an association's compliance
3317	with certain provisions, and issue fines and penalties
3318	if necessary, upon receipt of a complaint; revising
3319	the list of records that constitute the official
3320	records of an association; providing requirements
3321	relating to e-mail addresses and facsimile numbers of

unit owners; requiring an association to redact

certain personal information in certain documents;

providing an exception to liability for the release of

certain information; revising maintenance requirements

for official records; revising requirements regarding

requests to inspect or copy association records;

requiring an association to provide a checklist in

119199

3322

3323

3324

3325

3326

3327

3328

Approved For Filing: 2/27/2024 3:50:04 PM

Page 135 of 143

Approved For Filing: 2/27/2024 3:50:04 PM

Page 136 of 143

director to complete an educational requirement within
a specified time period before or after election or
appointment to the board; providing requirements for
the educational curriculum; providing transitional
provisions; requiring a director to complete a certain
amount of continuing education each year relating to
changes in the law; requiring the secretary of the
association to maintain certain information for
inspection for a specified number of years;
authorizing members of an association to pause the
contribution to reserves or reduce reserves under
certain circumstances and for a limited time;
authorizing the board to expend reserve account funds
to make the condominium building and structures
habitable; requiring an association to distribute or
deliver copies of a structural integrity reserve study
to unit owners within a specified timeframe;
specifying the manner of distribution or delivery;
requiring an association to provide a specified
statement to the division within a specified
timeframe; revising the circumstances under which a
director or an officer must be removed from office
after being charged by information or indictment of
certain crimes; prohibiting such officers and
directors with pending criminal charges from accessing

Approved For Filing: 2/27/2024 3:50:04 PM

Page 137 of 143

3379

3380

3381

3382

3383

3384

3385

3386

3387

3388

3389

3390

3391

3392

3393

3394

3395

3396

3397

3398

3399

3400

3401

3402

3403

the official records of any association; providing an exception; providing criminal penalties for certain fraudulent voting activities relating to association elections; amending s. 718.113, F.S.; providing applicability; specifying that certain actions are not material alterations or substantial additions; authorizing the boards of residential and mixed-use condominiums to install or require unit owners to install hurricane protection; requiring a vote of the unit owners for the installation of hurricane protection; requiring that such vote be attested to in a certificate and recorded in certain public records; requiring the board to provide, in various manners, to the unit owners a copy of the recorded certificate; providing that the validity or enforceability of a vote is not affected if the board fails to take certain actions; providing that a vote of the unit owners is not required under certain circumstances; prohibiting installation of the same type of hurricane protection previously installed; providing exceptions; prohibiting the boards of residential and mixed-use condominiums from refusing to approve certain hurricane protections; authorizing the board to require owners to adhere to certain guidelines regarding the external appearance of a condominium;

119199

Approved For Filing: 2/27/2024 3:50:04 PM Page 138 of 143

revising responsibility for the cost of the removal or
reinstallation of hurricane protection, including
exterior windows, doors, or apertures; prohibiting the
association from charging certain expenses to unit
owners; requiring reimbursement or a credit toward
future assessments to the unit owner in certain
circumstances; authorizing the association to collect
certain charges and specifying that such charges are
enforceable as assessments under certain
circumstances; amending s. 718.115, F.S.; specifying
when the cost of installation of hurricane protection
is not a common expense; authorizing certain expenses
to be enforceable as assessments; requiring certain
unit owners to be excused from certain assessments or
to receive a credit for hurricane protection that has
been installed; providing credit applicability under
certain circumstances; providing for the amount of
credit that a unit owner must receive; specifying that
certain expenses are common expenses; amending s.
718.121, F.S.; conforming a cross-reference; amending
s. 718.124, F.S.; providing the statute of limitations
and repose for certain actions; amending s. 718.1224,
F.S.; revising legislative findings and intent;
revising the definition of the term "governmental
entity"; prohibiting an association from filing

Approved For Filing: 2/27/2024 3:50:04 PM Page 139 of 143

strategic lawsuits, taking certain actions against
unit owners, and expending funds to support certain
actions; amending s. 718.128, F.S.; providing that a
unit owner may consent to electronic voting
electronically; providing that a board must honor a
unit owner's request to vote electronically until the
owner opts out; amending s. 718.202, F.S.; providing
sales and reservation deposit requirements for
nonresidential condominiums; amending s. 718.301,
F.S.; requiring developers to deliver a structural
integrity reserve report to an association upon
relinquishing control of the association; amending s.
718.3027, F.S.; revising requirements regarding
attendance at a board meeting in the event of a
conflict of interest; modifying circumstances under
which a contract may be voided; revising a cross-
reference; amending s. 718.303, F.S.; requiring an
association to provide certain notice to a unit owner
by a specified time before an election; creating s.
718.407, F.S.; authorizing a condominium to be created
within a portion of a building or within a multiple
parcel building; specifying that the common elements
are only those portions of the building submitted to
the condominium form of ownership; providing
requirements for the declaration of such condominiums

Approved For Filing: 2/27/2024 3:50:04 PM Page 140 of 143

Approved For Filing: 2/27/2024 3:50:04 PM Page 141 of 143

after a specified date; specifying requirements for
the annual certification; authorizing the division to
adopt rules; providing applicability; amending s.
718.5011, F.S.; providing that the secretary of the
Department of Business and Professional Regulation,
rather than the Governor, appoints the condominium
ombudsman; amending s. 718.503, F.S.; requiring
nondeveloper unit owners to include an annual
financial statement and annual budget in information
provided to a prospective purchaser; revising
information that must be included in contracts for the
resale of a residential unit; requiring certain
disclosures be made if a unit is located in a
specified type of condominium; amending s. 718.504,
F.S.; requiring certain information provided to
prospective purchasers to state whether the
condominium is created within a portion of a building
or within a multiple parcel building; amending s.
719.106, F.S.; requiring an association to distribute
or deliver copies of a structural integrity reserve
study to unit owners within a specified timeframe;
specifying the manner of distribution or delivery;
requiring an association to provide a specified
statement to the division within a specified
timeframe; amending s. 719.129, F.S.; providing that a

Approved For Filing: 2/27/2024 3:50:04 PM Page 142 of 143

3504

3505

3506

3507

3508

3509

3510

3511

3512

3513

3514

3515

3516

3517

3518

3519

3520

3521

unit owner may consent electronically to electronic voting; amending s. 719.301, F.S.; requiring developers to deliver a structural integrity reserve study to a cooperative association upon relinquishing control of association property; requiring the division to conduct a review of statutory requirements regarding posting of official records on a condominium association's website or application; requiring the division to submit its findings, including any recommendations, to the Governor and the Legislature by a specified date; requiring the division to create a database on its website with certain information by a date certain; providing appropriations; providing construction and retroactive application; requiring the Florida Building Commission to perform a study for specified purposes; requiring the commission to submit a report of its recommendations to the Governor and Legislature by a date certain;

119199

Approved For Filing: 2/27/2024 3:50:04 PM

Page 143 of 143