Bill No.HB 1223 CS

	Amendment No. (for drafter's use only)
	CHAMBER ACTION
	<u>Senate</u> <u>House</u>
1	Representative Robaina offered the following:
2	Representative Robalita offerea ene forfowing
3	Amendment (with title amendment)
4	Remove everything after the enacting clause, and insert:
5	Section 1. Paragraph (e) of subsection (12) of section
6	718.111, Florida Statutes, is amended to read:
7	718.111 The association
8	(12) OFFICIAL RECORDS
9	(e) <u>1.</u> The association or its authorized agent <u>is</u> shall not
10	be required to provide a prospective purchaser or lienholder
11	with information about the condominium or the association other
12	than information or documents required by this chapter to be
13	made available or disclosed. The association or its authorized
14	agent <u>may</u> shall be entitled to charge a reasonable fee to the
15	prospective purchaser, lienholder, or the current unit owner for
16	its time in providing good faith responses to requests for
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17	information by or on behalf of a prospective purchaser or
18	lienholder, other than that required by law, <u>if the</u> provided
19	that such fee <u>does</u> shall not exceed \$150 plus the reasonable
20	cost of photocopying and any attorney's fees incurred by the
21	association in connection with the association's response.
22	2. An association and its authorized agent are not liable
23	for providing such information in good faith pursuant to a
24	written request if the person providing the information includes
25	a written statement in substantially the following form: "The
26	responses herein are made in good faith and to the best of my
27	ability as to their accuracy."
28	Section 2. Subsection (2) of section 720.303, Florida
29	Statutes, is amended to read:
30	720.303 Association powers and duties; meetings of board;
31	official records; budgets; financial reporting
32	(2) BOARD MEETINGS A meeting of the board of directors
33	of an association occurs whenever a quorum of the board gathers
34	to conduct association business. All meetings of the board must
35	be open to all members except for meetings between the board and
36	its attorney with respect to proposed or pending litigation
37	where the contents of the discussion would otherwise be governed
38	by the attorney-client privilege. Notices of all board meetings
39	must be posted in a conspicuous place in the community at least
40	48 hours in advance of a meeting, except in an emergency. In
41	the alternative, if notice is not posted in a conspicuous place
42	in the community, notice of each board meeting must be mailed or
43	delivered to each member at least 7 days before the meeting,
44	except in an emergency. Notwithstanding this general notice
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45 requirement, for communities with more than 100 members, the 46 bylaws may provide for a reasonable alternative to posting or mailing of notice for each board meeting, including publication 47 of notice, provision of a schedule of board meetings, or the 48 49 conspicuous posting and repeated broadcasting of the notice on a 50 closed-circuit cable television system serving the homeowners' 51 association. However, if broadcast notice is used in lieu of a notice posted physically in the community, the notice must be 52 53 broadcast at least four times every broadcast hour of each day that a posted notice is otherwise required. When broadcast 54 55 notice is provided, the notice and agenda must be broadcast in a 56 manner and for a sufficient continuous length of time so as to 57 allow an average reader to observe the notice and read and comprehend the entire content of the notice and the agenda. The 58 59 bylaws or amended bylaws may provide for giving notice by 60 electronic transmission in a manner authorized by law for 61 meetings of the board of directors, committee meetings requiring 62 notice under this section, and annual and special meetings of 63 the members; however, a member must consent in writing to 64 receiving notice by electronic transmission. An assessment may 65 not be levied at a board meeting unless a written the notice of the meeting is provided to all members at least 14 days before 66 67 the meeting, which notice includes a statement that assessments 68 will be considered at the meeting and the nature of the 69 assessments. Rules that regulate the use of parcels in the 70 community may not be adopted, amended, or revoked at a board 71 meeting unless a written meeting notice is provided to all members at least 14 days before the meeting, which notice 72 860815

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73 includes a statement that changes to the rules regarding the use 74 of parcels will be considered at the meeting. Directors may not 75 vote by proxy or by secret ballot at board meetings, except that 76 secret ballots may be used in the election of officers. This 77 subsection also applies to the meetings of any committee or 78 other similar body, when a final decision will be made regarding 79 the expenditure of association funds, and to any body vested with the power to approve or disapprove architectural decisions 80 81 with respect to a specific parcel of residential property owned by a member of the community. 82

83 Section 3. Subsection (3) of section 768.1325, Florida
84 Statutes, is amended, and subsection (6) is added to said
85 section, to read:

86 768.1325 Cardiac Arrest Survival Act; immunity from civil 87 liability.--

88 (3) Notwithstanding any other provision of law to the contrary, and except as provided in subsection (4), any person 89 90 who uses or attempts to use an automated external defibrillator device on a victim of a perceived medical emergency, without 91 92 objection of the victim of the perceived medical emergency, is 93 immune from civil liability for any harm resulting from the use 94 or attempted use of such device. In addition, any person who 95 acquired the device, including, but not limited to, a community 96 association organized under chapter 617, chapter 718, chapter 97 719, chapter 720, chapter 721, or chapter 723, is immune from 98 such liability, if the harm was not due to the failure of such 99 acquirer of the device to:

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(a) Notify the local emergency medical services medical
director of the most recent placement of the device within a
reasonable period of time after the device was placed;

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(b) Properly maintain and test the device; or

(c) Provide appropriate training in the use of the device to an employee or agent of the acquirer when the employee or agent was the person who used the device on the victim, except that such requirement of training does not apply if:

The employee or agent was not an employee or agent who
 would have been reasonably expected to use the device; or

110 2. The period of time elapsing between the engagement of 111 the person as an employee or agent and the occurrence of the 112 harm, or between the acquisition of the device and the 113 occurrence of the harm in any case in which the device was 114 acquired after engagement of the employee or agent, was not a 115 reasonably sufficient period in which to provide the training.

116 (6) An insurer may not require an acquirer of an automated 117 external defibrillator device which is a community association organized under chapter 617, chapter 718, chapter 719, chapter 118 720, chapter 721, or chapter 723 to purchase medical malpractice 119 liability coverage as a condition of issuing any other coverage 120 121 carried by the association, and an insurer may not exclude 122 damages resulting from the use of an automated external 123 defibrillator device from coverage under a general liability 124 policy issued to an association.

Section 4. Paragraphs (f) and (l) of subsection (2) of section 718.112, Florida Statutes, are amended to read: 718.112 Bylaws.--

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128 (2) REQUIRED PROVISIONS.--The bylaws shall provide for the 129 following and, if they do not do so, shall be deemed to include 130 the following:

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(f) Annual budget.--

The proposed annual budget of common expenses shall be 132 1. 133 detailed and shall show the amounts budgeted by accounts and 134 expense classifications, including, if applicable, but not 135 limited to, those expenses listed in s. 718.504(21). A 136 multicondominium association shall adopt a separate budget of common expenses for each condominium the association operates 137 138 and shall adopt a separate budget of common expenses for the 139 association. In addition, if the association maintains limited common elements with the cost to be shared only by those 140 141 entitled to use the limited common elements as provided for in 142 s. 718.113(1), the budget or a schedule attached thereto shall 143 show amounts budgeted therefor. If, after turnover of control of 144 the association to the unit owners, any of the expenses listed 145 in s. 718.504(21) are not applicable, they need not be listed.

In addition to annual operating expenses, the budget 146 2. 147 shall include reserve accounts for capital expenditures and deferred maintenance. These accounts shall include, but are not 148 149 limited to, roof replacement, building painting, and pavement 150 resurfacing, regardless of the amount of deferred maintenance 151 expense or replacement cost, and for any other item for which 152 the deferred maintenance expense or replacement cost exceeds 153 \$10,000. The amount to be reserved shall be computed by means of 154 a formula which is based upon estimated remaining useful life 155 and estimated replacement cost or deferred maintenance expense

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156 of each reserve item. The association may adjust replacement 157 reserve assessments annually to take into account any changes in estimates or extension of the useful life of a reserve item 158 159 caused by deferred maintenance. This subsection does not apply 160 to an adopted budget in which the members of an association have 161 determined, by a majority vote at a duly called meeting of the 162 association, to provide no reserves or less reserves than 163 required by this subsection. However, prior to turnover of 164 control of an association by a developer to unit owners other 165 than a developer pursuant to s. 718.301, the developer may vote 166 to waive the reserves or reduce the funding of reserves for the 167 first 2 fiscal years of the association's operation, beginning with the fiscal year in which the initial declaration is 168 169 recorded, after which time reserves may be waived or reduced 170 only upon the vote of a majority of all nondeveloper voting 171 interests voting in person or by limited proxy at a duly called 172 meeting of the association. If a meeting of the unit owners has 173 been called to determine whether to waive or reduce the funding 174of reserves, and no such result is achieved or a quorum is not 175 attained, the reserves as included in the budget shall go into 176 effect. After the turnover, the developer may vote its voting 177 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 shall be used only for authorized reserve expenditures unless their use for other purposes is approved in advance by a majority vote at a duly called meeting of the association. Prior to turnover of control of an association by a developer to unit owners other

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184 than the developer pursuant to s. 718.301, the developer-185 controlled association shall not vote to use reserves for 186 purposes other than that for which they were intended without 187 the approval of a majority of all nondeveloper voting interests, 188 voting in person or by limited proxy at a duly called meeting of 189 the association.

190 4. In a multicondominium association, The only voting 191 interests which are eligible to vote on questions that involve 192 waiving or reducing the funding of reserves, or using existing 193 reserve funds for purposes other than purposes for which the 194 reserves were intended, are the voting interests of the units 195 subject to assessment to fund the reserves in question.

196 (1) Certificate of compliance.--There shall be a provision 197 that a certificate of compliance from a licensed electrical 198 contractor or electrician may be accepted by the association's 199 board as evidence of compliance of the condominium units with 200 the applicable fire and life safety code. Notwithstanding the 201 provisions of chapter 633 or of any other code, statute, 202 ordinance, administrative rule, or regulation, or any 203 interpretation of the foregoing, an association, condominium, or 204 unit owner is not obligated to retrofit the common elements or 205 units of a residential condominium with a fire sprinkler system 206 or other engineered lifesafety system in a building that has 207 been certified for occupancy by the applicable governmental 208 entity, if the unit owners have voted to forego such 209 retrofitting and engineered lifesafety system by the affirmative 210 vote of two-thirds of all voting interests in the affected 211 condominium. However, a condominium association may not vote to 860815

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212 forego the retrofitting with a fire sprinkler system of common 213 areas in a high-rise building. For purposes of this subsection, the term "high-rise building" means a building that is greater 214 215 than 75 feet in height where the building height is measured 216 from the lowest level of fire department access to the floor of 217 the highest occupiable story. For purposes of this subsection, 218 the term "common areas" means any enclosed hallway, corridor, 219 lobby, stairwell, or entryway. In no event shall the local 220 authority having jurisdiction require completion of retrofitting of common areas with a sprinkler system before the end of 2014. 221

222 1. A vote to forego retrofitting may not be obtained by 223 general proxy or limited proxy or by a ballot, but shall be 224 obtained by a vote personally cast at a duly called membership 225 meeting, or by execution of a written consent by the member, and shall be effective upon the recording of a certificate attesting 226 227 to such vote in the public records of the county where the condominium is located. The association shall mail, hand 228 229 deliver, or electronically transmit to provide each unit owner written notice at least 14 days prior to such membership meeting 230 in which of the vote to forego retrofitting of the required fire 231 sprinkler system is to take place, in at least 16-point bold 232 type, by certified mail, within 20 days after the association's 233 234 vote. Within 30 days after the association's opt-out vote, 235 notice of the results of the opt-out vote shall be mailed, hand 236 delivered, or electronically transmitted to all unit owners. Evidence of compliance with this 30-day notice shall be made by 237 an affidavit executed by the person providing the notice and 238 239 filed among the official records of the association. After such

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240 notice is provided to each owner, a copy of such notice shall be 241 provided by the current owner to a new owner prior to closing 242 and shall be provided by a unit owner to a renter prior to 243 signing a lease.

244 As part of the information collected annually from 2. 245 condominiums, the division shall require condominium 246 associations to report the membership vote and recording of a 247 certificate under this subsection and, if retrofitting has been 248 undertaken, the per-unit cost of such work. The division shall 249 annually report to the Division of State Fire Marshal of the 250 Department of Financial Services the number of condominiums that 251 have elected to forego retrofitting.

252 Section 5. Paragraph (a) of subsection (5) of section 253 719.1055, Florida Statutes, is amended to read:

254 719.1055 Amendment of cooperative documents; alteration 255 and acquisition of property.--

256 Notwithstanding the provisions of chapter 633 or of (5) 257 any other code, statute, ordinance, administrative rule, or 258 regulation, or any interpretation of the foregoing, a 259 cooperative or unit owner is not obligated to retrofit the common elements or units of a residential cooperative with a 260 261 fire sprinkler system or other engineered life safety system in 262 a building that has been certified for occupancy by the 263 applicable governmental entity, if the unit owners have voted to 264 forego such retrofitting and engineered life safety system by 265 the affirmative vote of two-thirds of all voting interests in 266 the affected cooperative. However, a cooperative may not forego 267 the retrofitting with a fire sprinkler system of common areas in 860815

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268 a high-rise building. For purposes of this subsection, the term 269 "high-rise building" means a building that is greater than 75 feet in height where the building height is measured from the 270 271 lowest level of fire department access to the floor of the 272 highest occupiable story. For purposes of this subsection, the 273 term "common areas" means any enclosed hallway, corridor, lobby, 274 stairwell, or entryway. In no event shall the local authority 275 having jurisdiction require completion of retrofitting of common 276 areas with a sprinkler system before the end of 2014.

A vote to forego retrofitting may not be obtained by 277 (a) 278 general proxy or limited proxy or by a ballot, but shall be 279 obtained by a vote personally cast at a duly called membership 280 meeting, or by execution of a written consent by the member, and shall be effective upon the recording of a certificate attesting 281 282 to such vote in the public records of the county where the 283 cooperative is located. The association shall mail, hand deliver, or electronically transmit to provide each unit owner 284 285 written notice at least 14 days prior to such membership meeting in which of the vote to forego retrofitting of the required fire 286 287 sprinkler system is to take place., in at least 16-point bold type, by certified mail, within 20 days after the association's 288 289 vote. Within 30 days after the association's opt-out vote, 290 notice of the results of the opt-out vote shall be mailed, hand 291 delivered, or electronically transmitted to all unit owners. 292 Evidence of compliance with this 30 day notice shall be made by an affidavit executed by the person providing the notice and 293 filed among the official records of the association. After such 294 295 notice is provided to each owner, a copy of such notice shall be 860815

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296 provided by the current owner to a new owner prior to closing 297 and shall be provided by a unit owner to a renter prior to 298 signing a lease.

299 Section 6. Section 718.5011, Florida Statutes, is created 300 to read:

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718.5011 Ombudsman; appointment; administration.--(1) There is created an Office of the Condominium Ombudsman, to be located, for administrative purposes, within the Division of Florida Land Sales, Condominiums, and Mobile Homes. The functions of the office shall be funded by the

306 Division of Florida Land Sales, Condominiums, and Mobile Homes 307 Trust Fund. The ombudsman shall be a bureau chief of the 308 division and the office shall be set within the division in the 309 same manner as any other bureau is staffed and funded.

310 (2) The Secretary of Business and Professional Regulation 311 shall appoint the ombudsman. The ombudsman must be an attorney 312 admitted to practice before the Florida Supreme Court and shall 313 serve at the pleasure of the secretary. A vacancy in the office shall be filled in the same manner as the original appointment. 314 An officer or full-time employee of the ombudsman's office may 315 316 not actively engage in any other business or profession; serve 317 as the representative of any political party, executive 318 committee, or other governing body of a political party; serve 319 as an executive, officer, or employee of a political party; 320 receive remuneration for activities on behalf of any candidate for public office; or engage in soliciting votes or other 321 activities on behalf of a candidate for public office. The 322 ombudsman or any employee of his or her office may not become a 323

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324 candidate for election to public office unless he or she first resigns from his or her office or employment. 325 Section 7. Section 718.5012, Florida Statutes, is created 326 327 to read: 328 718.5012 Ombudsman; powers and duties.--The ombudsman shall have the powers that are necessary to carry out the duties 329 330 of his or her office, including the following specific powers: 331 (1) To have access to and use of all files and records of 332 the division. 333 (2) To employ professional and clerical staff as necessary 334 for the efficient operation of the office. 335 (3) To prepare and issue reports and recommendations to the Governor, the department, the division, the Advisory Council 336 337 on Condominiums, the President of the Senate, and the Speaker of 338 the House of Representatives on any matter or subject within the 339 jurisdiction of the division. The ombudsman shall make 340 recommendations he or she deems appropriate for legislation 341 relative to division procedures, rules, jurisdiction, personnel, 342 and functions. (4) To act as liaison between the division, unit owners, 343 344 boards of directors, board members, community association 345 managers, and other affected parties. The ombudsman shall 346 develop policies and procedures to assist unit owners, boards of 347 directors, board members, community association managers, and 348 other affected parties to understand their rights and 349 responsibilities as set forth in this chapter and the condominium documents governing their respective association. 350 351 The ombudsman shall coordinate and assist in the preparation and 860815

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Amendment No. (for drafter's use only) 352 adoption of educational and reference material, and shall 353 endeavor to coordinate with private or volunteer providers of 354 these services, so that the availability of these resources is 355 made known to the largest possible audience. 356 (5) To monitor and review procedures and disputes 357 concerning condominium elections or meetings, including, but not 358 limited to, recommending that the division pursue enforcement 359 action in any manner where there is reasonable cause to believe 360 that election misconduct has occurred. 361 (6) To make recommendations to the division for changes in 362 rules and procedures for the filing, investigation, and resolution of complaints filed by unit owners, associations, and 363 364 managers. 365 (7) To provide resources to assist members of boards of 366 directors and officers of associations to carry out their powers 367 and duties consistent with this chapter, division rules, and the 368 condominium documents governing the association. 369 (8) To encourage and facilitate voluntary meetings with and between unit owners, boards of directors, board members, 370 community association managers, and other affected parties when 371 372 the meetings may assist in resolving a dispute within a 373 community association before a person submits a dispute for a 374 formal or administrative remedy. It is the intent of the 375 Legislature that the ombudsman act as a neutral resource for 376 both the rights and responsibilities of unit owners, associations, and board members. 377 Section 8. Section 718.5014, Florida Statutes, is created 378 379 to read: 860815

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Amendment No. (for drafter's use only) 380 718.5014 Ombudsman location.--The ombudsman shall maintain his or her principal office in Leon County on the premises of 381 the division or, if suitable space cannot be provided there, at 382 383 another place convenient to the offices of the division which 384 will enable the ombudsman to expeditiously carry out the duties and functions of his or her office. The ombudsman may establish 385 386 branch offices elsewhere in the state upon the concurrence of 387 the secretary of the department. Section 9. Section 718.5015, Florida Statutes, is created 388 389 to read: 390 718.5015 Advisory council; membership functions.--(1) There is created the Advisory Council on Condominiums. 391 The council shall consist of seven appointed members. Two 392 393 members shall be appointed by the President of the Senate, two members shall be appointed by the Speaker of the House of 394 395 Representatives, and three members shall be appointed by the 396 Governor. At least one member that is appointed by the Governor shall represent timeshare condominiums. Members shall be 397 appointed to 2-year terms; however, one of the persons initially 398 appointed by the Governor, by the President of the Senate, and 399 400 by the Speaker of the House of Representatives shall be 401 appointed to a 1-year term. The director of the division shall 402 serve as an ex officio nonvoting member. The Legislature intends 403 that the persons appointed represent a cross-section of persons 404 interested in condominium issues. The council shall be located within the division for administrative purposes. Members of the 405 council shall serve without compensation, but are entitled to 406

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Amendment No. (for drafter's use only) 407 receive per diem and travel expenses pursuant to s. 112.061 408 while on official business. 409 (2) The functions of the advisory council shall be to: 410 (a) Receive, from the public, input regarding issues of concern with respect to condominiums and recommendations for 411 changes in the condominium law. The issues that the council 412 413 shall consider include, but are not limited to, the rights and 414 responsibilities of the unit owners in relation to the rights 415 and responsibilities of the association. 416 (b) Review, evaluate, and advise the division concerning 417 revisions and adoption of rules affecting condominiums. (c) Recommend improvements, if needed, in the education 418 419 programs offered by the division. (3) The council may elect a chair and vice chair and such 420 421 other officers as it may deem advisable. The council shall meet 422 at the call of its chair, at the request of a majority of its 423 membership, at the request of the division, or at such times as 424 it may prescribe. A majority of the members of the council shall constitute a quorum. Council action may be taken by vote of a 425 majority of the voting members who are present at a meeting 426 427 where there is a quorum. Section 10. Subsection (2) of section 718.503, Florida 428 429 Statutes, is amended to read: 718.503 Developer disclosure prior to sale; nondeveloper 430 431 unit owner disclosure prior to sale; voidability .--(2) NONDEVELOPER DISCLOSURE.--432 Each unit owner who is not a developer as defined by 433 (a) 434 this chapter shall comply with the provisions of this subsection 860815

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435 prior to the sale of his or her unit. Each prospective 436 purchaser who has entered into a contract for the purchase of a condominium unit is entitled, at the seller's expense, to a 437 current copy of the declaration of condominium, articles of 438 439 incorporation of the association, by laws τ and rules of the association, and a copy of the financial information required by 440 441 s. 718.111, and the document entitled "Frequently Asked 442 Questions and Answers" required by s. 718.504.

(b) If a person licensed under part I of chapter 475
provides to or otherwise obtains for a prospective purchaser the
documents described in this subsection, the person is not liable
for any error or inaccuracy contained in the documents.

(c) Each contract entered into after July 1, 1992, for the resale of a residential unit shall contain in conspicuous type either:

450 A clause which states: THE BUYER HEREBY ACKNOWLEDGES 1. 451 THAT BUYER HAS BEEN PROVIDED A CURRENT COPY OF THE DECLARATION 452 OF CONDOMINIUM, ARTICLES OF INCORPORATION OF THE ASSOCIATION, BYLAWS AND, RULES OF THE ASSOCIATION, AND A COPY OF THE MOST 453 454 RECENT YEAR-END FINANCIAL INFORMATION AND FREQUENTLY ASKED 455 QUESTIONS AND ANSWERS DOCUMENT MORE THAN 3 DAYS, EXCLUDING 456 SATURDAYS, SUNDAYS, AND LEGAL HOLIDAYS, PRIOR TO EXECUTION OF 457 THIS CONTRACT; or

458 2. A clause which states: THIS AGREEMENT IS VOIDABLE BY
459 BUYER BY DELIVERING WRITTEN NOTICE OF THE BUYER'S INTENTION TO
460 CANCEL WITHIN 3 DAYS, EXCLUDING SATURDAYS, SUNDAYS, AND LEGAL
461 HOLIDAYS, AFTER THE DATE OF EXECUTION OF THIS AGREEMENT BY THE
462 BUYER AND RECEIPT BY BUYER OF A CURRENT COPY OF THE DECLARATION

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463	OF CONDOMINIUM, ARTICLES OF INCORPORATION, BYLAWS <u>AND</u> , RULES OF
464	THE ASSOCIATION, AND A COPY OF THE MOST RECENT YEAR-END
465	FINANCIAL INFORMATION AND FREQUENTLY ASKED QUESTIONS AND ANSWERS
466	DOCUMENT IF SO REQUESTED IN WRITING. ANY PURPORTED WAIVER OF
467	THESE VOIDABILITY RIGHTS SHALL BE OF NO EFFECT. BUYER MAY EXTEND
468	THE TIME FOR CLOSING FOR A PERIOD OF NOT MORE THAN 3 DAYS,
469	EXCLUDING SATURDAYS, SUNDAYS, AND LEGAL HOLIDAYS, AFTER THE
470	BUYER RECEIVES THE DECLARATION, ARTICLES OF INCORPORATION,
471	BYLAWS, AND RULES OF THE ASSOCIATION, AND A COPY OF THE MOST
472	RECENT YEAR-END FINANCIAL INFORMATION AND FREQUENTLY ASKED
473	QUESTIONS AND ANSWERS DOCUMENT IF REQUESTED IN WRITING. BUYER'S
474	RIGHT TO VOID THIS AGREEMENT SHALL TERMINATE AT CLOSING.
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476	A contract that does not conform to the requirements of this
477	paragraph is voidable at the option of the purchaser prior to
478	closing.
479	Section 11. Section 720.401, Florida Statutes, is created
480	to read:
481	720.401 Preservation of residential communities; revival
482	of declaration of covenants
483	(1) Consistent with required and optional elements of
484	local comprehensive plans and other applicable provisions of the
485	Local Government Comprehensive Planning and Land Development
486	Regulation Act, homeowners are encouraged to preserve existing
487	residential communities, promote available and affordable
488	housing, protect structural and aesthetic elements of their
489	residential community, and, as applicable, maintain roads and
490	streets, easements, water and sewer systems, utilities, drainage
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491	improvements, conservation and open areas, recreational
492	amenities, and other infrastructure and common areas that serve
493	and support the residential community by the revival of a
494	previous declaration of covenants and other governing documents
495	that may have ceased to govern some or all parcels in the
496	community.
497	(2) In order to preserve a residential community and the
498	associated infrastructure and common areas for the purposes
499	described in this section, the parcel owners in a community that
500	was previously subject to a declaration of covenants that has
501	ceased to govern one or more parcels in the community may revive
502	the declaration and the homeowners' association for the
503	community upon approval by the parcel owners to be governed
504	thereby as provided in this act, and upon approval of the
505	declaration and the other governing documents for the
506	association by the Department of Community Affairs in a manner
507	consistent with this act.
508	Section 12. Section 720.402, Florida Statutes, is created
509	to read:
510	720.402 Eligible residential communities; requirements for
511	revival of declarationParcel owners in a community are
512	eligible to seek approval from the Department of Community
513	Affairs to revive a declaration of covenants under this act if
514	all of the following requirements are met:
515	(1) All parcels to be governed by the revived declaration
516	must have been once governed by a previous declaration that has
517	ceased to govern some or all of the parcels in the community.

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518	(2) The revived declaration must be approved in the manner
519	provided in s. 720.403(6).
520	(3) The revived declaration may not contain covenants that
521	are more restrictive on the parcel owners than the covenants
522	contained in the previous declaration, except that the
523	declaration may:
524	(a) Have an effective term of longer duration than the
525	term of the previous declaration.
526	(b) Omit restrictions contained in the previous
527	declaration.
528	(c) Govern fewer than all of the parcels governed by the
529	previous declaration.
530	(d) Provide for amendments to the declaration and other
531	governing documents.
532	(e) Contain provisions required by this chapter for new
533	declarations that were not contained in the previous
534	declaration.
535	Section 13. Section 720.403, Florida Statutes, is created
536	to read:
537	720.403 Organizing committee; parcel owner approval
538	(1) The proposal to revive a declaration of covenants and
539	a homeowners' association for a community under the terms of
540	this act shall be initiated by an organizing committee
541	consisting of not less than three parcel owners located in the
542	community that is proposed to be governed by the revived
543	declaration. The name, address, and telephone number of each
544	member of the organizing committee must be included in any

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Amendment No. (for drafter's use only) 545 notice or other document provided by the committee to parcel 546 owners to be affected by the proposed revived declaration. 547 (2) The organizing committee shall prepare or cause to be 548 prepared the complete text of the proposed revised declaration 549 of covenants to be submitted to the parcel owners for approval. 550 The proposed revived documents must identify each parcel that is 551 to be subject to the governing documents by its legal 552 description, and by the name of the parcel owner or the person 553 in whose name the parcel is assessed on the last completed tax 554 assessment roll of the county at the time when the proposed 555 revived declaration is submitted for approval by the parcel 556 owners. 557 (3) The organizing committee shall prepare the full text 558 of the proposed articles of incorporation and bylaws of the 559 revived homeowners' association to be submitted to the parcel 560 owners for approval, unless the association is then an existing 561 corporation, in which case the organizing committee shall prepare the existing articles of incorporation and bylaws to be 562 563 submitted to the parcel owners. 564 (4) The proposed revived declaration and other governing 565 documents for the community shall: 566 (a) Provide that the voting interest of each parcel owner 567 shall be the same as the voting interest of the parcel owner 568 under the previous governing documents. 569 (b) Provide that the proportional-assessment obligations 570 of each parcel owner shall be the same as proportionalassessment obligations of the parcel owner under the previous 571 572 governing documents.

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573	(c) Contain the same respective amendment provisions as
574	the previous governing documents or, if there were no amendment
575	provisions in the previous governing document, amendment
576	provisions that require approval of not less than two-thirds of
577	the affected parcel owners.
578	(d) Contain no covenants that are more restrictive on the
579	affected parcel owners than the covenants contained in the
580	previous governing documents, except as permitted under s.
581	720.402(3).
582	(e) Comply with the other requirements for a declaration
583	of covenants and other governing documents as specified in this
584	chapter.
585	(5) A copy of the complete text of the proposed revised
586	declaration of covenants, the proposed new or existing articles
587	of incorporation and bylaws of the homeowners' association, and
588	a graphic depiction of the property to be governed by the
589	revived declaration shall be presented to all of the affected
590	parcel owners by mail or hand delivery not less than 14 days
591	before the time that the consent of the affected parcel owners
592	to the proposed governing documents is sought by the organizing
593	committee.
594	(6) A majority of the affected parcel owners must agree in
595	writing to the revived declaration of covenants and governing
596	documents of the homeowners' association or approve the revived
597	declaration and governing documents by a vote at a meeting of
598	the affected parcel owners noticed and conducted in the manner
599	prescribed by s. 720.306. Proof of notice of the meeting to all
600	affected owners of the meeting and the minutes of the meeting
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601	recording the votes of the property owners shall be certified by
602	a court reporter or an attorney licensed to practice in the
603	state.
604	Section 14. Section 720.404, Florida Statutes, is created
605	to read:
606	720.404 Department of Community Affairs; submission;
607	review and determination
608	(1) No later than 60 days after the date the proposed
609	revived declaration and other governing documents are approved
610	by the affected parcel owners, the organizing committee or its
611	designee must submit the proposed revived governing documents
612	and supporting materials to the Department of Community Affairs
613	to review and determine whether to approve or disapprove of the
614	proposal to preserve the residential community. The submission
615	to the department must include:
616	(a) The full text of the proposed revived declaration of
617	covenants and articles of incorporation and bylaws of the
618	homeowners' association.
619	(b) A verified copy of the previous declaration of
620	covenants and other previous governing documents for the
621	community, including any amendments thereto.
622	(c) The legal description of each parcel to be subject to
623	the revived declaration and other governing documents and a plat
624	or other graphic depiction of the affected properties in the
625	community.
626	(d) A verified copy of the written consents of the
627	requisite number of the affected parcel owners approving the
628	revived declaration and other governing documents or, if
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Amendment No. (for drafter's use only) 629 approval was obtained by a vote at a meeting of affected parcel 630 owners, verified copies of the notice of the meeting, 631 attendance, and voting results. 632 (e) An affidavit by a current or former officer of the association or by a member of the organizing committee verifying 633 that the requirements for the revived declaration set forth in 634 635 s. 720.402 have been satisfied. 636 (f) Such other documentation that the organizing committee 637 believes is supportive of the policy of preserving the 638 residential community and operating, managing, and maintaining 639 the infrastructure, aesthetic character, and common areas serving the residential community. 640 641 (2) No later than 60 days after receiving the submission, 642 the department must determine whether the proposed revived declaration of covenants and other governing documents comply 643 644 with the requirements of this act. 645 (a) If the department determines that the proposed revived 646 declaration and other governing documents comply with the act and have been approved by the parcel owners as required by this 647 act, the department shall notify the organizing committee in 648 649 writing of its approval. (b) If the department determines that the proposed revived 650 651 declaration and other governing documents do not comply with 652 this act or have not been approved as required by this act, the 653 department shall notify the organizing committee in writing that 654 it does not approve the governing documents and shall state the 655 reasons for the disapproval.

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656	Section 15. Section 720.405, Florida Statutes, is created
657	to read:
658	720.405 Recording; notice of recording; applicability and
659	effective date
660	(1) No later than 30 days after receiving approval from
661	the department, the organizing committee shall file the articles
662	of incorporation of the association with the Division of
663	Corporations of the Department of State if the articles have not
664	been previously filed with the division.
665	(2) No later than 30 days after receiving approval from
666	the division, the president and secretary of the association
667	shall execute the revived declaration and other governing
668	documents approved by the department in the name of the
669	association and have the documents recorded with the clerk of
670	the circuit court in the county where the affected parcels are
671	located.
672	(3) The recorded documents shall include the full text of
673	the approved declaration of covenants, the articles of
674	incorporation and bylaws of the homeowners' association, the
675	letter of approval by the department, and the legal description
676	of each affected parcel of property. For purposes of chapter
677	712, the association is deemed to be and shall be indexed as the
678	grantee in a title transaction and the parcel owners named in
679	the revived declaration are deemed to be and shall be indexed as
680	the grantors in the title transaction.
681	(4) Immediately after recording the documents, a complete
682	copy of all of the approved recorded documents must be mailed or
683	hand delivered to the owner of each affected parcel. The revived

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684 declaration and other governing documents shall be effective upon recordation in the public records with respect to each 685 affected parcel subject thereto, regardless of whether the 686 687 particular parcel owner approved the revived declaration. Upon recordation, the revived declaration shall replace and supersede 688 the previous declaration with respect to all affected parcels 689 690 then governed by the previous declaration and shall have the 691 same record priority as the superseded previous declaration. 692 With respect to any affected parcels that had ceased to be 693 governed by the previous declaration as of the recording date, 694 the revived declaration may not have retroactive effect with respect to the parcel and shall take priority with respect to 695 696 the parcel as of the recording date.

697 (5) The owner of any parcel that has ceased to be governed by a previous declaration of covenants as of July 1, 2004, may 698 699 commence an action within 1 year after that date for a judicial 700 determination that the previous declaration did not govern that parcel as of July 1, 2004, and that any revival of such 701 702 declaration as to that parcel would unconstitutionally deprive 703 the parcel owner of rights or property. A revived declaration 704 that is implemented pursuant to this act shall not apply to or 705 affect the rights of the respective parcel owner recognized by a 706 court order or judgment in an action commenced within 1 year 707 after July 1, 2004, and any rights so recognized may not be 708 subsequently altered by a revived declaration implemented under 709 this act without the consent of the affected property owner. Section 16. Section 720.301, Florida Statutes, is amended 710 711 to read:

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712 720.301 Definitions.--As used in <u>this chapter</u> ss. 720.301-713 720.312, the term:

(1) "Assessment" or "amenity fee" means a sum or sums of money payable to the association, to the developer or other owner of common areas, or to recreational facilities and other properties serving the parcels by the owners of one or more parcels as authorized in the governing documents, which if not paid by the owner of a parcel, can result in a lien against the parcel.

(2) "Common area" means all real property within a community which is owned or leased by an association or dedicated for use or maintenance by the association or its members, including, regardless of whether title has been conveyed to the association:

(a) Real property the use of which is dedicated to theassociation or its members by a recorded plat; or

(b) Real property committed by a declaration of covenantsto be leased or conveyed to the association.

(3) "Community" means the real property that is or will be subject to a declaration of covenants which is recorded in the county where the property is located. The term "community" includes all real property, including undeveloped phases, that is or was the subject of a development-of-regional-impact development order, together with any approved modification thereto.

737 (4) "Declaration of covenants," or "declaration," means a 738 recorded written instrument in the nature of covenants running 739 with the land which subjects the land comprising the community 860815

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Amendment No. (for drafter's use only) 740 to the jurisdiction and control of an association or 741 associations in which the owners of the parcels, or their association representatives, must be members. 742 743 (5) "Department" means the Department of Business and 744 Professional Regulation. 745 (6) "Developer" means a person or entity that: 746 (a) Creates the community served by the association; or 747 Succeeds to the rights and liabilities of the person (b) 748 or entity that created the community served by the association, provided that such is evidenced in writing. 749 750 (7) "Division" means the Division of Florida Land Sales, Condominiums, and Mobile Homes in the Department of Business and 751 752 Professional Regulation. 753 (8)(6) "Governing documents" means: 754 (a) The recorded declaration of covenants for a community, 755 and all duly adopted and recorded amendments, supplements, and recorded exhibits thereto; and 756 757 (b) The articles of incorporation and bylaws of the 758 homeowners' association, and any duly adopted amendments 759 thereto. (9)(7) "Homeowners' association" or "association" means a 760 761 Florida corporation responsible for the operation of a community 762 or a mobile home subdivision in which the voting membership is 763 made up of parcel owners or their agents, or a combination 764 thereof, and in which membership is a mandatory condition of 765 parcel ownership, and which is authorized to impose assessments 766 that, if unpaid, may become a lien on the parcel. The term 767 "homeowners' association" does not include a community 860815

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768 development district or other similar special taxing district769 created pursuant to statute.

770 (10)(8) "Member" means a member of an association, and may 771 include, but is not limited to, a parcel owner or an association 772 representing parcel owners or a combination thereof, and 773 includes any person or entity obligated by the governing 774 documents to pay an assessment or amenity fee.

775 (11)(9) "Parcel" means a platted or unplatted lot, tract, 776 unit, or other subdivision of real property within a community, 777 as described in the declaration:

778

(a) Which is capable of separate conveyance; and

(b) Of which the parcel owner, or an association in whichthe parcel owner must be a member, is obligated:

781 1. By the governing documents to be a member of an782 association that serves the community; and

783 2. To pay to the homeowners' association assessments that,784 if not paid, may result in a lien.

785 (12)(10) "Parcel owner" means the record owner of legal 786 title to a parcel.

787 <u>(13)(11)</u> "Voting interest" means the voting rights 788 distributed to the members of the homeowners' association, 789 pursuant to the governing documents.

790 Section 17. Subsections (1), (2), (3), and (4) of section
791 720.302, Florida Statutes, are amended to read:

792

720.302 Purposes, scope, and application. --

(1) The purposes of <u>this chapter</u> ss. 720.301-720.312 are
to give statutory recognition to corporations not for profit
that operate residential communities in this state, to provide

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796 procedures for operating homeowners' associations, and to 797 protect the rights of association members without unduly 798 impairing the ability of such associations to perform their 799 functions.

800 (2) The Legislature recognizes that it is not in the best 801 interest of homeowners' associations or the individual 802 association members thereof to create or impose a bureau or 803 other agency of state government to regulate the affairs of 804 homeowners' associations. However, in accordance with s. 805 720.311, the Legislature finds that homeowners' associations and 806 their individual members will benefit from an expedited 807 alternative process for resolution of election and recall 808 disputes and presuit mediation of other disputes involving 809 covenant enforcement and authorizes the department to hear, 810 administer, and determine these disputes as more fully set forth 811 in this chapter. Further, the Legislature recognizes that 812 certain contract rights have been created for the benefit of 813 homeowners' associations and members thereof before the effective date of this act and that ss. 720.301-720.501 ss. 814 815 720.301-720.312 are not intended to impair such contract rights, 816 including, but not limited to, the rights of the developer to 817 complete the community as initially contemplated.

818 (3) <u>This chapter does</u> Sections 720.301-720.312 do not 819 apply to:

(a) A community that is composed of property primarily
intended for commercial, industrial, or other nonresidential
use; or

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(b) The commercial or industrial parcels in a community
that contains both residential parcels and parcels intended for
commercial or industrial use.

(4) <u>This chapter does</u> Sections 720.301-720.312 do not
apply to any association that is subject to regulation under
chapter 718, chapter 719, or chapter 721; or to any nonmandatory
association formed under chapter 723.

830 Section 18. Section 720.303, Florida Statutes, is amended831 to read:

832 720.303 Association powers and duties; meetings of board;
833 official records; budgets; financial reporting; association
834 funds; recalls.--

835 (1) POWERS AND DUTIES. -- An association which operates a community as defined in s. 720.301, must be operated by an 836 837 association that is a Florida corporation. After October 1, 838 1995, the association must be incorporated and the initial 839 governing documents must be recorded in the official records of 840 the county in which the community is located. An association may 841 operate more than one community. The officers and directors of 842 an association have a fiduciary relationship to the members who 843 are served by the association. The powers and duties of an 844 association include those set forth in this chapter and, except 845 as expressly limited or restricted in this chapter, those set 846 forth in the governing documents. After control of the 847 association is obtained by members unit owners other than the 848 developer, the association may institute, maintain, settle, or 849 appeal actions or hearings in its name on behalf of all members 850 concerning matters of common interest to the members, including,

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851 but not limited to, the common areas; roof or structural 852 components of a building, or other improvements for which the association is responsible; mechanical, electrical, or plumbing 853 854 elements serving an improvement or building for which the 855 association is responsible; representations of the developer 856 pertaining to any existing or proposed commonly used facility; 857 and protesting ad valorem taxes on commonly used facilities. The 858 association may defend actions in eminent domain or bring 859 inverse condemnation actions. Before commencing litigation 860 against any party in the name of the association involving 861 amounts in controversy in excess of \$100,000, the association 862 must obtain the affirmative approval of a majority of the voting 863 interests at a meeting of the membership at which a quorum has been attained. This subsection does not limit any statutory or 864 865 common-law right of any individual member or class of members to 866 bring any action without participation by the association. A 867 member does not have authority to act for the association by 868 virtue of being a member. An association may have more than one class of members and may issue membership certificates. An 869 870 association of 15 or fewer parcel owners may enforce only the 871 requirements of those deed restrictions established prior to the 872 purchase of each parcel upon an affected parcel owner or owners. 873 (2) BOARD MEETINGS. --

(a) A meeting of the board of directors of an association
occurs whenever a quorum of the board gathers to conduct
association business. All meetings of the board must be open to
all members except for meetings between the board and its
attorney with respect to proposed or pending litigation where

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879 the contents of the discussion would otherwise be governed by 880 the attorney-client privilege.

881 (b) Members have the right to attend all meetings of the 882 board and to speak on any matter placed on the agenda by 883 petition of the voting interests for at least 3 minutes. The 884 association may adopt written reasonable rules expanding the 885 right of members to speak and governing the frequency, duration, 886 and other manner of member statements, which rules must be 887 consistent with this paragraph and may include a sign-up sheet 888 for members wishing to speak. Notwithstanding any other law, the 889 requirement that board meetings and committee meetings be open 890 to the members is inapplicable to meetings between the board or 891 a committee and the association's attorney, with respect to 892 meetings of the board held for the purpose of discussing 893 personnel matters.

894 (c) The bylaws shall provide for giving notice to parcel 895 owners and members of all board meetings and, if they do not do 896 so, shall be deemed to provide the following:

897 1. Notices of all board meetings must be posted in a 898 conspicuous place in the community at least 48 hours in advance 899 of a meeting, except in an emergency. In the alternative, if 900 notice is not posted in a conspicuous place in the community, 901 notice of each board meeting must be mailed or delivered to each 902 member at least 7 days before the meeting, except in an 903 emergency. Notwithstanding this general notice requirement, for 904 communities with more than 100 members, the bylaws may provide 905 for a reasonable alternative to posting or mailing of notice for 906 each board meeting, including publication of notice, provision

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Amendment No. (for drafter's use only) 907 of a schedule of board meetings, or the conspicuous posting and 908 repeated broadcasting of the notice on a closed-circuit cable television system serving the homeowners' association. However, 909 910 if broadcast notice is used in lieu of a notice posted 911 physically in the community, the notice must be broadcast at 912 least four times every broadcast hour of each day that a posted 913 notice is otherwise required. When broadcast notice is provided, 914 the notice and agenda must be broadcast in a manner and for a 915 sufficient continuous length of time so as to allow an average reader to observe the notice and read and comprehend the entire 916 917 content of the notice and the agenda. The bylaws or amended 918 bylaws may provide for giving notice by electronic transmission 919 in a manner authorized by law for meetings of the board of directors, committee meetings requiring notice under this 920 921 section, and annual and special meetings of the members; 922 however, a member must consent in writing to receiving notice by electronic transmission. 923

924 2. An assessment may not be levied at a board meeting unless the notice of the meeting includes a statement that 925 assessments will be considered and the nature of the 926 927 assessments. Written notice of any meeting at which special 928 assessments will be considered or at which amendments to rules 929 regarding parcel use will be considered must be mailed, hand 930 delivered, or electronically transmitted to the members and 931 parcel owners and posted conspicuously on the property or 932 broadcast on closed-circuit cable television not less than 14 933 days before the meeting.

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934 3. Directors may not vote by proxy or by secret ballot at 935 board meetings, except that secret ballots may be used in the election of officers. This subsection also applies to the 936 937 meetings of any committee or other similar body, when a final 938 decision will be made regarding the expenditure of association 939 funds, and to any body vested with the power to approve or 940 disapprove architectural decisions with respect to a specific 941 parcel of residential property owned by a member of the 942 community.

943 (d) If 20 percent of the total voting interests petition 944 the board to address an item of business, the board shall at its next regular board meeting or at a special meeting of the board, 945 but not later than 60 days after the receipt of the petition, 946 947 take the petitioned item up on an agenda. The board shall give 948 all members notice of the meeting at which the petitioned item 949 shall be addressed in accordance with the 14-day notice 950 requirement pursuant to subparagraph 2. Each member shall have 951 the right to speak for at least 3 minutes on each matter placed on the agenda by petition, provided that the member signs the 952 sign-up sheet, if one is provided, or submits a written request 953 954 to speak prior to the meeting. Other than addressing the 955 petitioned item at the meeting, the board is not obligated to 956 take any other action requested by the petition.

957 (3) MINUTES.--Minutes of all meetings of the members of an 958 association and of the board of directors of an association must 959 be maintained in written form or in another form that can be 960 converted into written form within a reasonable time. A vote or 961 abstention from voting on each matter voted upon for each

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962 director present at a board meeting must be recorded in the 963 minutes.

964 (4) OFFICIAL RECORDS.--The association shall maintain each 965 of the following items, when applicable, which constitute the 966 official records of the association:

967 (a) Copies of any plans, specifications, permits, and
968 warranties related to improvements constructed on the common
969 areas or other property that the association is obligated to
970 maintain, repair, or replace.

971 (b) A copy of the bylaws of the association and of each972 amendment to the bylaws.

973 (c) A copy of the articles of incorporation of the974 association and of each amendment thereto.

975 (d) A copy of the declaration of covenants and a copy of976 each amendment thereto.

977 (e) A copy of the current rules of the homeowners'978 association.

979 (f) The minutes of all meetings of the board of directors
980 and of the members, which minutes must be retained for at least
981 7 years.

A current roster of all members and their mailing 982 (q) 983 addresses and parcel identifications. The association shall also 984 maintain the electronic mailing addresses and the numbers 985 designated by members for receiving notice sent by electronic 986 transmission of those members consenting to receive notice by 987 electronic transmission. The electronic mailing addresses and 988 numbers provided by unit owners to receive notice by electronic 989 transmission shall be removed from association records when

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990 consent to receive notice by electronic transmission is revoked.
991 However, the association is not liable for an erroneous
992 disclosure of the electronic mail address or the number for
993 receiving electronic transmission of notices.

994 (h) All of the association's insurance policies or a copy995 thereof, which policies must be retained for at least 7 years.

996 (i) A current copy of all contracts to which the 997 association is a party, including, without limitation, any 998 management agreement, lease, or other contract under which the 999 association has any obligation or responsibility. Bids received 1000 by the association for work to be performed must also be 1001 considered official records and must be kept for a period of 1 1002 year.

(j) The financial and accounting records of the association, kept according to good accounting practices. All financial and accounting records must be maintained for a period of at least 7 years. The financial and accounting records must include:

1008 1. Accurate, itemized, and detailed records of all 1009 receipts and expenditures.

1010 2. A current account and a periodic statement of the 1011 account for each member, designating the name and current 1012 address of each member who is obligated to pay assessments, the 1013 due date and amount of each assessment or other charge against 1014 the member, the date and amount of each payment on the account, 1015 and the balance due.

1016 3. All tax returns, financial statements, and financial 1017 reports of the association.

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1018 4. Any other records that identify, measure, record, or 1019 communicate financial information.

1020 (k) A copy of the disclosure summary described in s. 1021 720.401(2).

1022 (1) All other written records of the association not 1023 specifically included in the foregoing which are related to the 1024 operation of the association.

1025 INSPECTION AND COPYING OF RECORDS. -- The official (5) 1026 records shall be maintained within the state and must be open to inspection and available for photocopying by members or their 1027 1028 authorized agents at reasonable times and places within 10 1029 business days after receipt of a written request for access. 1030 This subsection may be complied with by having a copy of the official records available for inspection or copying in the 1031 community. If the association has a photocopy machine available 1032 1033 where the records are maintained, it must provide parcel owners 1034 with copies on request during the inspection if the entire 1035 request is limited to no more than 25 pages.

(a) The failure of an association to provide access to the
records within 10 business days after receipt of a written
request creates a rebuttable presumption that the association
willfully failed to comply with this subsection.

(b) A member who is denied access to official records is entitled to the actual damages or minimum damages for the association's willful failure to comply with this subsection. The minimum damages are to be \$50 per calendar day up to 10 days, the calculation to begin on the 11th business day after receipt of the written request.

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1046 (C) The association may adopt reasonable written rules 1047 governing the frequency, time, location, notice, records to be inspected, and manner of inspections, but may not impose a 1048 1049 requirement that a parcel owner demonstrate any proper purpose for the inspection, state any reason for the inspection, or 1050 limit a parcel owner's right to inspect records to less than one 1051 1052 8-hour business day per month. The association and may impose 1053 fees to cover the costs of providing copies of the official 1054 records, including, without limitation, the costs of copying. 1055 The association may charge up to 50 cents per page for copies 1056 made on the association's photocopier. If the association does not have a photocopy machine available where the records are 1057 1058 kept, or if the records requested to be copied exceed 25 pages 1059 in length, the association may have copies made by an outside 1060 vendor and may charge the actual cost of copying. The 1061 association shall maintain an adequate number of copies of the 1062 recorded governing documents, to ensure their availability to 1063 members and prospective members, and may charge only its actual 1064 costs for reproducing and furnishing these documents to those persons who are entitled to receive them. Notwithstanding the 1065 provisions of this paragraph, the following records shall not be 1066 1067 accessible to members or parcel owners: 1068 1. Any record protected by the lawyer-client privilege as 1069 described in s. 90.502 and any record protected by the work-1070 product privilege, including, but not limited to, any record

1071 prepared by an association attorney or prepared at the

1072 <u>attorney's express direction which reflects a mental impression</u>,

1073 <u>conclusion</u>, litigation strategy, or legal theory of the attorney

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Amendment No. (for drafter's use only) 1074 <u>or the association and was prepared exclusively for civil or</u> 1075 <u>criminal litigation or for adversarial administrative</u> 1076 proceedings or which was prepared in anticipation of imminent

1077civil or criminal litigation or imminent adversarial1078administrative proceedings until the conclusion of the

1079 <u>litigation or adversarial administrative proceedings.</u>

10802. Information obtained by an association in connection1081with the approval of the lease, sale, or other transfer of a1082parcel.

10833. Disciplinary, health, insurance, and personnel records1084of the association's employees.

10854. Medical records of parcel owners or community1086residents.

1087 (6) BUDGETS.--The association shall prepare an annual 1088 budget. The budget must reflect the estimated revenues and 1089 expenses for that year and the estimated surplus or deficit as 1090 of the end of the current year. The budget must set out 1091 separately all fees or charges for recreational amenities, 1092 whether owned by the association, the developer, or another 1093 person. The association shall provide each member with a copy 1094 of the annual budget or a written notice that a copy of the 1095 budget is available upon request at no charge to the member. 1096 The copy must be provided to the member within the time limits 1097 set forth in subsection (5).

1098 (7) FINANCIAL REPORTING.--The association shall prepare an 1099 annual financial report within 60 days after the close of the 1100 fiscal year. The association shall, within the time limits set 1101 forth in subsection (5), provide each member with a copy of the

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1102	annual financial report or a written notice that a copy of the
1103	financial report is available upon request at no charge to the
1104	member. <u>Financial reports shall be prepared as follows</u> The
1105	financial report must consist of either:
1106	(a) An association that meets the criteria of this
1107	paragraph shall prepare or cause to be prepared a complete set
1108	of financial statements in accordance with generally accepted
1109	accounting principles. The financial statements shall be based
1110	upon the association's total annual revenues, as follows:
1111	1. An association with total annual revenues of \$100,000
1112	or more, but less than \$200,000, shall prepare compiled
1113	financial statements.
1114	2. An association with total annual revenues of at least
1115	\$200,000, but less than \$400,000, shall prepare reviewed
1116	financial statements.
1117	3. An association with total annual revenues of \$400,000
1118	or more shall prepare audited financial statements. Financial
1119	statements presented in conformity with generally accepted
1120	accounting principles; or
1121	(b) A financial report of actual receipts and
1122	expenditures, cash basis, which report must show:
1123	1. An association with total annual revenues of less than
1124	\$100,000 shall prepare a report of cash receipts and
1125	expenditures. The amount of receipts and expenditures by
1126	classification; and
1127	2. An association in a community of fewer than 50 parcels,
1128	regardless of the association's annual revenues, may prepare a
1129	report of cash receipts and expenditures in lieu of financial
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Amendment No. (for drafter's use only) 1130 <u>statements required by paragraph (a) unless the governing</u>

1131 <u>documents provide otherwise</u>. The beginning and ending cash 1132 <u>balances of the association</u>.

1133 3. A report of cash receipts and disbursement must disclose the amount of receipts by accounts and receipt 1134 classifications and the amount of expenses by accounts and 1135 expense classifications, including, but not limited to, the 1136 1137 following, as applicable: costs for security, professional, and 1138 management fees and expenses; taxes; costs for recreation facilities; expenses for refuse collection and utility services; 1139 1140 expenses for lawn care; costs for building maintenance and repair; insurance costs; administration and salary expenses; and 1141 reserves if maintained by the association. 1142

(c) If 20 percent of the parcel owners petition the board 1143 for a level of financial reporting higher than that required by 1144 1145 this section, the association shall duly notice and hold a meeting of members within 30 days of receipt of the petition for 1146 1147 the purpose of voting on raising the level of reporting for that fiscal year. Upon approval of a majority of the total voting 1148 interests of the parcel owners, the association shall prepare or 1149 cause to be prepared, shall amend the budget or adopt a special 1150 assessment to pay for the financial report regardless of any 1151 1152 provision to the contrary in the governing documents, and shall provide within 90 days of the meeting or the end of the fiscal 1153 1154 year, whichever occurs later:

1155 <u>1. Compiled, reviewed, or audited financial statements, if</u> 1156 <u>the association is otherwise required to prepare a report of</u> 1157 <u>cash receipts and expenditures;</u>

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1158	2. Reviewed or audited financial statements, if the
1159	association is otherwise required to prepare compiled financial
1160	statements; or
1161	3. Audited financial statements if the association is
1162	otherwise required to prepare reviewed financial statements.
1163	(d) If approved by a majority of the voting interests
1164	present at a properly called meeting of the association, an
1165	association may prepare or cause to be prepared:
1166	1. A report of cash receipts and expenditures in lieu of a
1167	compiled, reviewed, or audited financial statement;
1168	2. A report of cash receipts and expenditures or a
1169	compiled financial statement in lieu of a reviewed or audited
1170	financial statement; or
1171	3. A report of cash receipts and expenditures, a compiled
1172	financial statement, or a reviewed financial statement in lieu
1173	of an audited financial statement.
1174	(8) ASSOCIATION FUNDS; COMMINGLING
1175	(a) All association funds held by a developer shall be
1176	maintained separately in the association's name. Reserve and
1177	operating funds of the association shall not be commingled prior
1178	to turnover except the association may jointly invest reserve
1179	funds; however, such jointly invested funds must be accounted
1180	for separately.
1181	(b) No developer in control of a homeowners' association
1182	shall commingle any association funds with his or her funds or
1183	with the funds of any other homeowners' association or community
1184	association.

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1185	(c) Association funds may not be used by a developer to
1186	defend a civil or criminal action, administrative proceeding, or
1187	arbitration proceeding that has been filed against the developer
1188	or directors appointed to the association board by the
1189	developer, even when the subject of the action or proceeding
1190	concerns the operation of the developer-controlled association.
1191	(9) APPLICABILITYSections 617.1601-617.1604 do not
1192	apply to a homeowners' association in which the members have the
1193	inspection and copying rights set forth in this section.
1194	(10) RECALL OF DIRECTORS
1195	(a)1. Regardless of any provision to the contrary
1196	contained in the governing documents, subject to the provisions
1197	of s. 720.307 regarding transition of association control, any
1198	member of the board or directors may be recalled and removed
1199	from office with or without cause by a majority of the total
1200	voting interests.
1201	2. When the governing documents, including the
1202	declaration, articles of incorporation, or bylaws, provide that
1203	only a specific class of members is entitled to elect a board
1204	director or directors, only that class of members may vote to
1205	recall those board directors so elected.
1206	(b)1. Board directors may be recalled by an agreement in
1207	writing or by written ballot without a membership meeting. The
1208	agreement in writing or the written ballots, or a copy thereof,
1209	shall be served on the association by certified mail or by
1210	personal service in the manner authorized by chapter 48 and the
1211	Florida Rules of Civil Procedure.

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1212 2. The board shall duly notice and hold a meeting of the 1213 board within 5 full business days after receipt of the agreement in writing or written ballots. At the meeting, the board shall 1214 1215 either certify the written ballots or written agreement to recall a director or directors of the board, in which case such 1216 director or directors shall be recalled effective immediately 1217 1218 and shall turn over to the board within 5 full business days any 1219 and all records and property of the association in their 1220 possession, or proceed as described in paragraph (d). 1221 3. When it is determined by the department pursuant to 1222 binding arbitration proceedings that an initial recall effort was defective, written recall agreements or written ballots used 1223 in the first recall effort and not found to be defective may be 1224 1225 reused in one subsequent recall effort. However, in no event is a written agreement or written ballot valid for more than 120 1226 1227 days after it has been signed by the member. 1228 4. Any rescission or revocation of a member's written 1229 recall ballot or agreement must be in writing and, in order to be effective, must be delivered to the association before the 1230 association is served with the written recall agreements or 1231 1232 ballots. 5. The agreement in writing or ballot shall list at least 1233 1234 as many possible replacement directors as there are directors 1235 subject to the recall, when at least a majority of the board is 1236 sought to be recalled; the person executing the recall instrument may vote for as many replacement candidates as there 1237 are directors subject to the recall. 1238

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1239	(c)1. If the declaration, articles of incorporation, or
1240	bylaws specifically provide, the members may also recall and
1241	remove a board director or directors by a vote taken at a
1242	meeting. If so provided in the governing documents, a special
1243	meeting of the members to recall a director or directors of the
1244	board of administration may be called by 10 percent of the
1245	voting interests giving notice of the meeting as required for a
1246	meeting of members, and the notice shall state the purpose of
1247	the meeting. Electronic transmission may not be used as a method
1248	of giving notice of a meeting called in whole or in part for
1249	this purpose.
1250	2. The board shall duly notice and hold a board meeting
1251	within 5 full business days after the adjournment of the member
1252	meeting to recall one or more directors. At the meeting, the
1253	board shall certify the recall, in which case such member or
1254	members shall be recalled effective immediately and shall turn
1255	over to the board within 5 full business days any and all
1256	records and property of the association in their possession, or
1257	shall proceed as set forth in subparagraph (d).
1258	(d) If the board determines not to certify the written
1259	agreement or written ballots to recall a director or directors
1260	of the board or does not certify the recall by a vote at a
1261	meeting, the board shall, within 5 full business days after the
1262	meeting, file with the department a petition for binding
1263	arbitration pursuant to the applicable procedures in ss.
1264	718.1255 and 718.112(2)(j) and the rules adopted thereunder. For
1265	the purposes of this section, the members who voted at the
1266	meeting or who executed the agreement in writing shall
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1267 <u>constitute one party under the petition for arbitration. If the</u> 1268 <u>arbitrator certifies the recall as to any director or directors</u> 1269 <u>of the board, the recall will be effective upon mailing of the</u> 1270 <u>final order of arbitration to the association. The director or</u> 1271 <u>directors so recalled shall deliver to the board any and all</u> 1272 <u>records of the association in their possession within 5 full</u> 1273 <u>business days after the effective date of the recall.</u>

1274 (e) If a vacancy occurs on the board as a result of a 1275 recall and less than a majority of the board directors are 1276 removed, the vacancy may be filled by the affirmative vote of a majority of the remaining directors, notwithstanding any 1277 provision to the contrary contained in this subsection or in the 1278 association documents. If vacancies occur on the board as a 1279 1280 result of a recall and a majority or more of the board directors are removed, the vacancies shall be filled by members voting in 1281 1282 favor of the recall; if removal is at a meeting, any vacancies shall be filled by the members at the meeting. If the recall 1283 1284 occurred by agreement in writing or by written ballot, members may vote for replacement directors in the same instrument in 1285 accordance with procedural rules adopted by the division, which 1286 1287 rules need not be consistent with this subsection.

1288 (f) If the board fails to duly notice and hold a board 1289 meeting within 5 full business days after service of an 1290 agreement in writing or within 5 full business days after the 1291 adjournment of the member recall meeting, the recall shall be 1292 deemed effective and the board directors so recalled shall 1293 immediately turn over to the board all records and property of 1294 the association.

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1295 (g) If a director who is removed fails to relinquish his 1296 or her office or turn over records as required under this 1297 section, the circuit court in the county where the association 1298 maintains its principal office may, upon the petition of the 1299 association, summarily order the director to relinquish his or her office and turn over all association records upon 1300 1301 application of the association. 1302 (h) The minutes of the board meeting at which the board 1303 decides whether to certify the recall are an official association record. The minutes must record the date and time of 1304 1305 the meeting, the decision of the board, and the vote count taken on each board member subject to the recall. In addition, when 1306 the board decides not to certify the recall, as to each vote 1307 rejected, the minutes must identify the parcel number and the 1308 1309 specific reason for each such rejection. 1310 (i) When the recall of more than one board director is sought, the written agreement, ballot, or vote at a meeting 1311 shall provide for a separate vote for each board director sought 1312 1313 to be recalled. Section 19. Section 720.304, Florida Statutes, is amended 1314 1315 to read:

1316720.304 Right of owners to peaceably assemble; display of1317flag; SLAPP suits prohibited.--

(1) All common areas and recreational facilities serving
any homeowners' association shall be available to parcel owners
in the homeowners' association served thereby and their invited
guests for the use intended for such common areas and
recreational facilities. The entity or entities responsible for

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the operation of the common areas and recreational facilities may adopt reasonable rules and regulations pertaining to the use of such common areas and recreational facilities. No entity or entities shall unreasonably restrict any parcel owner's right to peaceably assemble or right to invite public officers or candidates for public office to appear and speak in common areas and recreational facilities.

1330 (2) Any homeowner may display one portable, removable 1331 United States flag or official flag of the State of Florida in a respectful manner, and on Armed Forces Day, Memorial Day, Flag 1332 Day, Independence Day, and Veterans Day may display in a 1333 respectful manner portable, removable official flags, not larger 1334 than 4 1/2 feet by 6 feet, which represents the United States 1335 Army, Navy, Air Force, Marine Corps, or Coast Guard, regardless 1336 1337 of any declaration rules or requirements dealing with flags or 1338 decorations.

(3) Any owner prevented from exercising rights guaranteed by subsection (1) or subsection (2) may bring an action in the appropriate court of the county in which the alleged infringement occurred, and, upon favorable adjudication, the court shall enjoin the enforcement of any provision contained in any homeowners' association document or rule that operates to deprive the owner of such rights.

1346 (4) It is the intent of the Legislature to protect the 1347 right of parcel owners to exercise their rights to instruct 1348 their representatives and petition for redress of grievances 1349 before the various governmental entities of this state as 1350 protected by the First Amendment to the United States 860815

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1351	Constitution and s. 5, Art. I of the State Constitution. The
1352	Legislature recognizes that "Strategic Lawsuits Against Public
1353	Participation" or "SLAPP" suits, as they are typically called,
1354	have occurred when members are sued by individuals, business
1355	entities, or governmental entities arising out of a parcel
1356	owner's appearance and presentation before a governmental entity
1357	on matters related to the homeowners' association. However, it
1358	is the public policy of this state that government entities,
1359	business organizations, and individuals not engage in SLAPP
1360	suits because such actions are inconsistent with the right of
1361	parcel owners to participate in the state's institutions of
1362	government. Therefore, the Legislature finds and declares that
1363	prohibiting such lawsuits by governmental entities, business
1364	entities, and individuals against parcel owners who address
1365	matters concerning their homeowners' association will preserve
1366	this fundamental state policy, preserve the constitutional
1367	rights of parcel owners, and assure the continuation of
1368	representative government in this state. It is the intent of the
1369	Legislature that such lawsuits be expeditiously disposed of by
1370	the courts.
1371	(a) As used in this subsection, the term "governmental
1372	entity" means the state, including the executive, legislative,
1373	and judicial branches of government, the independent
1374	establishments of the state, counties, municipalities,
1375	districts, authorities, boards, or commissions, or any agencies
1376	of these branches which are subject to chapter 286.
1377	(b) A governmental entity, business organization, or
1378	individual in this state may not file or cause to be filed
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1379	through its employees or agents any lawsuit, cause of action,
1380	claim, cross-claim, or counterclaim against a parcel owner
1381	without merit and solely because such parcel owner has exercised
1382	the right to instruct his or her representatives or the right to
1383	petition for redress of grievances before the various
1384	governmental entities of this state, as protected by the First
1385	Amendment to the United States Constitution and s. 5, Art. I of
1386	the State Constitution.
1387	(c) A parcel owner sued by a governmental entity, business
1388	organization, or individual in violation of this section has a
1389	right to an expeditious resolution of a claim that the suit is
1390	in violation of this section. A parcel owner may petition the
1391	court for an order dismissing the action or granting final
1392	judgment in favor of that parcel owner. The petitioner may file
1393	a motion for summary judgment, together with supplemental
1394	affidavits, seeking a determination that the governmental
1395	entity's, business organization's, or individual's lawsuit has
1396	been brought in violation of this section. The governmental
1397	entity, business organization, or individual shall thereafter
1398	file its response and any supplemental affidavits. As soon as
1399	practicable, the court shall set a hearing on the petitioner's
1400	motion, which shall be held at the earliest possible time after
1401	the filing of the governmental entity's, business organization's
1402	or individual's response. The court may award the parcel owner
1403	sued by the governmental entity, business organization, or
1404	individual actual damages arising from the governmental
1405	entity's, individual's, or business organization's violation of
1406	this section. A court may treble the damages awarded to a
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1407	prevailing parcel owner and shall state the basis for the treble
1408	damages award in its judgment. The court shall award the
1409	prevailing party reasonable attorney's fees and costs incurred
1410	in connection with a claim that an action was filed in violation
1411	of this section.
1412	(d) Homeowners' associations may not expend association
1413	funds in prosecuting a SLAPP suit against a parcel owner.
1414	(5)(a) Any parcel owner may construct an access ramp if a
1415	resident or occupant of the parcel has a medical necessity or
1416	disability that requires a ramp for egress and ingress under the
1417	following conditions:
1418	1. The ramp must be as unobtrusive as possible, be
1419	designed to blend in aesthetically as practicable, and be
1420	reasonably sized to fit the intended use.
1421	2. Plans for the ramp must be submitted in advance to the
1422	homeowners' association. The association may make reasonable
1423	requests to modify the design to achieve architectural
1424	consistency with surrounding structures and surfaces.
1425	(b) The parcel owner must submit to the association an
1426	affidavit from a physician attesting to the medical necessity or
1427	disability of the resident or occupant of the parcel requiring
1428	the access ramp. Certification used for s. 320.0848 shall be
1429	sufficient to meet the affidavit requirement.
1430	(6) Any parcel owner may display a sign of reasonable size
1431	provided by a contractor for security services within 10 feet of
1432	any entrance to the home.
1433	Section 20. Subsection (2) of section 720.305, Florida
1434	Statutes, is amended to read:
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1435 720.305 Obligations of members; remedies at law or in 1436 equity; levy of fines and suspension of use rights; failure to 1437 fill sufficient number of vacancies on board of directors to 1438 constitute a quorum; appointment of receiver upon petition of 1439 any member.--

(2) If the governing documents so provide, an association 1440 1441 may suspend, for a reasonable period of time, the rights of a 1442 member or a member's tenants, guests, or invitees, or both, to 1443 use common areas and facilities and may levy reasonable fines, not to exceed \$100 per violation, against any member or any 1444 1445 tenant, guest, or invitee. A fine may be levied on the basis of 1446 each day of a continuing violation, with a single notice and 1447 opportunity for hearing, except that no such fine shall exceed \$1,000 in the aggregate unless otherwise provided in the 1448 1449 governing documents. A fine shall not become a lien against a 1450 parcel. In any action to recover a fine, the prevailing party is 1451 entitled to collect its reasonable attorney's fees and costs from the nonprevailing party as determined by the court. 1452

1453 (a) A fine or suspension may not be imposed without notice 1454 of at least 14 days to the person sought to be fined or suspended and an opportunity for a hearing before a committee of 1455 1456 at least three members appointed by the board who are not 1457 officers, directors, or employees of the association, or the 1458 spouse, parent, child, brother, or sister of an officer, 1459 director, or employee. If the committee, by majority vote, does 1460 not approve a proposed fine or suspension, it may not be 1461 imposed.

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(b) The requirements of this subsection do not apply to the imposition of suspensions or fines upon any member because of the failure of the member to pay assessments or other charges when due if such action is authorized by the governing documents.

(c) Suspension of common-area-use rights shall not impair
the right of an owner or tenant of a parcel to have vehicular
and pedestrian ingress to and egress from the parcel, including,
but not limited to, the right to park.

1471Section 21. Section 720.3055, Florida Statutes, is created1472to read:

1473 <u>720.3055 Contracts for products and services; in writing;</u> 1474 bids; exceptions.--

1475 (1) All contracts as further described in this section or 1476 any contract that is not to be fully performed within 1 year 1477 after the making thereof for the purchase, lease, or renting of 1478 materials or equipment to be used by the association in 1479 accomplishing its purposes under this chapter or the governing documents, and all contracts for the provision of services, 1480 shall be in writing. If a contract for the purchase, lease, or 1481 renting of materials or equipment, or for the provision of 1482 1483 services, requires payment by the association that exceeds 10 1484 percent of the total annual budget of the association, including 1485 reserves, the association must obtain competitive bids for the 1486 materials, equipment, or services. Nothing contained in this section shall be construed to require the association to accept 1487 1488 the lowest bid.

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1489	(2)(a)1. Notwithstanding the foregoing, contracts with
1490	employees of the association, and contracts for attorney,
1491	accountant, architect, community association manager,
1492	engineering, and landscape architect services are not subject to
1493	the provisions of this section.
1494	2. A contract executed before October 1, 2004, and any
1495	renewal thereof, is not subject to the competitive bid
1496	requirements of this section. If a contract was awarded under
1497	the competitive bid procedures of this section, any renewal of
1498	that contract is not subject to such competitive bid
1499	requirements if the contract contains a provision that allows
1500	the board to cancel the contract on 30 days' notice. Materials,
1501	equipment, or services provided to an association under a local
1502	government franchise agreement by a franchise holder are not
1503	subject to the competitive bid requirements of this section. A
1504	contract with a manager, if made by a competitive bid, may be
1505	made for up to 3 years. An association whose declaration or
1506	bylaws provide for competitive bidding for services may operate
1507	under the provisions of that declaration or bylaws in lieu of
1508	this section if those provisions are not less stringent than the
1509	requirements of this section.
1510	(b) Nothing contained in this section is intended to limit
1511	the ability of an association to obtain needed products and
1512	services in an emergency.
1513	(c) This section does not apply if the business entity
1514	with which the association desires to enter into a contract is
1515	the only source of supply within the county serving the
1516	association.
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1517	(d) Nothing contained in this section shall excuse a party
1518	contracting to provide maintenance or management services from
1519	compliance with s. 720.309.
1520	Section 22. Present subsections (5) through (8) of section
1521	720.306, Florida Statutes, are renumbered as subsections (7)
1522	through (10), respectively, present subsection (7) is amended,
1523	and new subsections (5) and (6) are added to said section, to
1524	read:
1525	720.306 Meetings of members; voting and election
1526	procedures; amendments
1527	(5) NOTICE OF MEETINGS The bylaws shall provide for
1528	giving notice to members of all member meetings, and if they do
1529	not do so shall be deemed to provide the following: The
1530	association shall give all parcel owners and members actual
1531	notice of all membership meetings, which shall be mailed,
1532	delivered, or electronically transmitted to the members not less
1533	than 14 days prior to the meeting. Evidence of compliance with
1534	this 14-day notice shall be made by an affidavit executed by the
1535	person providing the notice and filed upon execution among the
1536	official records of the association. In addition to mailing,
1537	delivering, or electronically transmitting the notice of any
1538	meeting, the association may, by reasonable rule, adopt a
1539	procedure for conspicuously posting and repeatedly broadcasting
1540	the notice and the agenda on a closed-circuit cable television
1541	system serving the association. When broadcast notice is
1542	provided, the notice and agenda must be broadcast in a manner
1543	and for a sufficient continuous length of time so as to allow an

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1544 average reader to observe the notice and read and comprehend the 1545 entire content of the notice and the agenda.

(6) RIGHT TO SPEAK. -- Members and parcel owners have the 1546 1547 right to attend all membership meetings and to speak at any 1548 meeting with reference to all items opened for discussion or included on the agenda. Notwithstanding any provision to the 1549 1550 contrary in the governing documents or any rules adopted by the 1551 board or by the membership, a member and a parcel owner have the 1552 right to speak for at least 3 minutes on any item, provided that 1553 the member or parcel owner submits a written request to speak 1554 prior to the meeting. The association may adopt written reasonable rules governing the frequency, duration, and other 1555 manner of member and parcel owner statements, which rules must 1556 1557 be consistent with this paragraph.

(9)(7) ELECTIONS.--Elections of directors must be 1558 1559 conducted in accordance with the procedures set forth in the governing documents of the association. All members of the 1560 1561 association shall be eligible to serve on the board of directors, and a member may nominate himself or herself as a 1562 1563 candidate for the board at a meeting where the election is to be 1564 held. Except as otherwise provided in the governing documents, 1565 boards of directors must be elected by a plurality of the votes 1566 cast by eligible voters. Any election dispute between a member and an association must be submitted to mandatory binding 1567 1568 arbitration with the division. Such proceedings shall be conducted in the manner provided by s. 718.1255 and the 1569 procedural rules adopted by the division. 1570

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1571 Section 23. Section 720.311, Florida Statutes, is amended 1572 to read:

1573

720.311 Dispute resolution.--

1574 (1) The Legislature finds that alternative dispute 1575 resolution has made progress in reducing court dockets and trials and in offering a more efficient, cost-effective option 1576 1577 to litigation. The filing of any petition for mediation or 1578 arbitration provided for in this section shall toll the 1579 applicable statute of limitations. Any recall dispute filed with 1580 the department pursuant to s. 720.303(10) shall be conducted by 1581 the department in accordance with the provisions of ss. 718.1255 1582 and 718.112(2)(j) and the rules adopted by the division. In 1583 addition, the department shall conduct mandatory binding 1584 arbitration of election disputes between a member and an association pursuant to s. 718.1255 and rules adopted by the 1585 1586 division. Neither election disputes nor recall disputes are eligible for mediation; these disputes shall be arbitrated by 1587 1588 the department. At the conclusion of the proceeding, the department shall charge the parties a fee in an amount adequate 1589 to cover all costs and expenses incurred by the department in 1590 conducting the proceeding. Initially, the petitioner shall remit 1591 1592 a filing fee of at least \$200 to the department. The fees paid 1593 to the department shall become a recoverable cost in the 1594 arbitration proceeding and the prevailing party in an 1595 arbitration proceeding shall recover its reasonable costs and attorney's fees in an amount found reasonable by the arbitrator. 1596 The department shall adopt rules to effectuate the purposes of 1597 1598 this section.

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1599 (2)(a) Disputes between an association and a parcel owner 1600 regarding use of or changes to the parcel or the common areas and other covenant enforcement disputes, disputes regarding 1601 1602 amendments to the association documents, disputes regarding meetings of the board and committees appointed by the board, 1603 membership meetings not including election meetings, and access 1604 1605 to the official records of the association shall be filed with 1606 the department for mandatory mediation before the dispute is 1607 filed in court. Mediation proceedings must be conducted in 1608 accordance with the applicable Florida Rules of Civil Procedure, 1609 and these proceedings are privileged and confidential to the same extent as court-ordered mediation. An arbitrator or judge 1610 may not consider any information or evidence arising from the 1611 1612 mediation proceeding except in a proceeding to impose sanctions for failure to attend a mediation session. Persons who are not 1613 1614 parties to the dispute may not attend the mediation conference without the consent of all parties, except for counsel for the 1615 1616 parties and a corporate representative designated by the 1617 association. When mediation is attended by a quorum of the board, such mediation is not a board meeting for purposes of 1618 notice and participation set forth in s. 720.303. The department 1619 shall conduct the proceedings through the use of department 1620 1621 mediators or refer the disputes to private mediators who have 1622 been duly certified by the department as provided in paragraph 1623 (c). The parties shall share the costs of mediation equally, 1624 including the fee charged by the mediator, if any, unless the parties agree otherwise. If a department mediator is used, the 1625 department may charge such fee as is necessary to pay expenses 1626

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1627	of the mediation, including, but not limited to, the salary and
1628	benefits of the mediator and any travel expenses incurred. The
1629	petitioner shall initially file with the department upon filing
1630	the disputes, a filing fee of \$200, which shall be used to
1631	defray the costs of the mediation. At the conclusion of the
1632	mediation, the department shall charge to the parties, to be
1633	shared equally unless otherwise agreed by the parties, such
1634	further fees as are necessary to fully reimburse the department
1635	for all expenses incurred in the mediation.
1636	(b) If mediation as described in paragraph (a) is not
1637	successful in resolving all issues between the parties, the
1638	parties may file the unresolved dispute in a court of competent
1639	jurisdiction or elect to enter into binding or nonbinding
1640	arbitration pursuant to the procedures set forth in s. 718.1255
1641	and rules adopted by the division, with the arbitration
1642	proceeding to be conducted by a department arbitrator or by a
1643	private arbitrator certified by the department. If all parties
1644	do not agree to arbitration proceedings following an
1645	unsuccessful mediation, any party may file the dispute in court.
1646	A final order resulting from nonbinding arbitration is final and
1647	enforceable in the courts if a complaint for trial de novo is
1648	not filed in a court of competent jurisdiction within 30 days
1649	after entry of the order.
1650	(c) The department shall develop a certification and
1651	training program for private mediators and private arbitrators
1652	which shall emphasize experience and expertise in the area of
1653	the operation of community associations. A mediator or
1654	arbitrator shall be certified by the department only if he or
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Amendment No. (for drafter's use only) 1655 she has attended at least 20 hours of training in mediation or arbitration, as appropriate, and only if the applicant has 1656 1657 mediated or arbitrated at least 10 disputes involving community 1658 associations within 5 years prior to the date of the application, or has mediated or arbitrated 10 disputes in any 1659 area within 5 years prior to the date of application and has 1660 1661 completed 20 hours of training in community association 1662 disputes. In order to be certified by the department, any 1663 mediator must also be certified by the Florida Supreme Court. 1664 The department may conduct the training and certification 1665 program within the department or may contract with an outside vendor to perform the training or certification. The expenses of 1666 operating the training and certification and training program 1667 1668 shall be paid by the moneys and filing fees generated by the arbitration of recall and election disputes and by the mediation 1669 1670 of those disputes referred to in this subsection and by the 1671 training fees. (d) The mediation procedures provided by this subsection 1672 may be used by a Florida corporation responsible for the 1673 operation of a community in which the voting members are parcel 1674 owners or their representatives, in which membership in the 1675 corporation is not a mandatory condition of parcel ownership, or 1676 1677 which is not authorized to impose an assessment that may become 1678 a lien on the parcel. 1679 (3) The department shall develop an education program to assist homeowners, associations, board members, and managers in 1680 understanding and increasing awareness of the operation of 1681 1682 homeowners' associations pursuant to chapter 720 and in 860815

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1683 understanding the use of alternative dispute resolution 1684 techniques in resolving disputes between parcel owners and 1685 associations or between owners. Such education program may 1686 include the development of pamphlets and other written instructional guides, the holding of classes and meetings by 1687 department employees or outside vendors, as the department 1688 1689 determines, and the creation and maintenance of a website 1690 containing instructional materials. The expenses of operating 1691 the education program shall be initially paid by the moneys and 1692 filing fees generated by the arbitration of recall and election 1693 disputes and by the mediation of those disputes referred to in this subsection. At any time after the filing in a court of 1694 competent jurisdiction of a complaint relating to a dispute 1695 1696 under ss. 720.301-720.312, the court may order that the parties 1697 enter mediation or arbitration procedures. 1698 Section 24. Subsection (13) is added to section 718.110, Florida Statutes, to read: 1699 1700 718.110 Amendment of declaration; correction of error or omission in declaration by circuit court.--1701 (13) Any amendment restricting unit owners' rights 1702 relating to the rental of units applies only to unit owners who 1703 1704 consent to the amendment and unit owners who purchase their 1705 units after the effective date of that amendment.

1706 Section 25. Section 689.26, Florida Statutes, is 1707 transferred, renumbered as section 720.601, Florida Statutes, 1708 and amended to read:

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Amendment No. (for drafter's use only) 1709 720.601 689.26 Prospective purchasers subject to 1710 association membership requirement; disclosure required; covenants; assessments; contract cancellation voidability.--1711 (1)(a) A prospective parcel owner in a community must be 1712 1713 presented a disclosure summary before executing the contract for 1714 sale. The disclosure summary must be in a form substantially 1715 similar to the following form: 1716 DISCLOSURE SUMMARY 1717 FOR (NAME OF COMMUNITY) 1718 1719 1720 AS A PURCHASER OF PROPERTY IN THIS COMMUNITY, YOU WILL 1. 1721 (WILL) (WILL NOT) BE OBLIGATED TO BE A MEMBER OF A HOMEOWNERS' 1722 ASSOCIATION. 1723 2. THERE HAVE BEEN OR WILL BE RECORDED RESTRICTIVE 1724 COVENANTS GOVERNING THE USE AND OCCUPANCY OF PROPERTIES IN THIS 1725 COMMUNITY. 1726 3. YOU WILL (WILL) (WILL NOT) BE OBLIGATED TO PAY ASSESSMENTS TO THE ASSOCIATION. ASSESSMENTS MAY BE SUBJECT TO 1727 PERIODIC CHANGE. IF APPLICABLE, THE CURRENT AMOUNT IS \$_ 1728 1729 _____. YOU WILL ALSO BE OBLIGATED TO PAY ANY SPECIAL PER 1730 ASSESSMENTS IMPOSED BY THE ASSOCIATION. SUCH SPECIAL ASSESSMENTS 1731 MAY BE SUBJECT TO CHANGE. IF APPLICABLE, THE CURRENT AMOUNT IS 1732 PER \$___ 1733 4. YOU MAY (WILL) (WILL NOT) BE OBLIGATED TO PAY SPECIAL 1734 ASSESSMENTS TO THE RESPECTIVE MUNICIPALITY, COUNTY, OR SPECIAL 1735 DISTRICT. ALL ASSESSMENTS ARE SUBJECT TO PERIODIC CHANGE.

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1736 <u>5.4.</u> YOUR FAILURE TO PAY SPECIAL ASSESSMENTS OR
1737 ASSESSMENTS LEVIED BY A MANDATORY HOMEOWNERS' ASSOCIATION COULD
1738 RESULT IN A LIEN ON YOUR PROPERTY.

17396.5.THERE MAY BE (IS) (IS NOT) AN OBLIGATION TO PAY RENT1740OR LAND USE FEES FOR RECREATIONAL OR OTHER COMMONLY USED1741FACILITIES AS AN OBLIGATION OF MEMBERSHIP IN THE HOMEOWNERS'1742ASSOCIATION. IF APPLICABLE, THE CURRENT AMOUNT IS \$ _ _ PER1743_____. (If such obligation exists, then the amount of the

1744 current obligation shall be set forth.)

1745 <u>7.6.</u> THE <u>DEVELOPER MAY HAVE THE RIGHT TO AMEND THE</u>
1746 RESTRICTIVE COVENANTS (CAN) (CANNOT) BE AMENDED WITHOUT THE
1747 APPROVAL OF THE ASSOCIATION MEMBERSHIP OR <u>THE APPROVAL OF THE</u>,
1748 IF NO MANDATORY ASSOCIATION EXISTS, PARCEL OWNERS.

1749 <u>8.7.</u> THE STATEMENTS CONTAINED IN THIS DISCLOSURE FORM ARE
1750 ONLY SUMMARY IN NATURE, AND, AS A PROSPECTIVE PURCHASER, YOU
1751 SHOULD REFER TO THE COVENANTS AND THE ASSOCIATION GOVERNING
1752 DOCUMENTS BEFORE PURCHASING PROPERTY.

1753 <u>9.8.</u> THESE DOCUMENTS ARE <u>EITHER</u> MATTERS OF PUBLIC RECORD
1754 AND CAN BE OBTAINED FROM THE RECORD OFFICE IN THE COUNTY WHERE
1755 THE PROPERTY IS LOCATED, OR ARE NOT RECORDED AND CAN BE OBTAINED
1756 FROM THE DEVELOPER.

DATE: PURCHASER: PURCHASER:

1760 The disclosure must be supplied by the developer, or by the 1761 parcel owner if the sale is by an owner that is not the 1762 developer. Any contract or agreement for sale shall refer to 1763 and incorporate the disclosure summary and shall include, in

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Amendment No. (for drafter's use only) 1764 prominent language, a statement that the potential buyer should 1765 not execute the contract or agreement until they have received and read the disclosure summary required by this section. 1766 1767 (b) Each contract entered into for the sale of property 1768 governed by covenants subject to disclosure required by this 1769 section must contain in conspicuous type a clause that states: 1770 1771 IF THE DISCLOSURE SUMMARY REQUIRED BY SECTION 720.601 689.26, 1772 FLORIDA STATUTES, HAS NOT BEEN PROVIDED TO THE PROSPECTIVE PURCHASER BEFORE EXECUTING THIS CONTRACT FOR SALE, THIS CONTRACT 1773 1774 IS VOIDABLE BY BUYER BY DELIVERING TO SELLER OR SELLER'S AGENT 1775 OR REPRESENTATIVE WRITTEN NOTICE OF THE BUYER'S INTENTION TO 1776 CANCEL WITHIN 3 DAYS AFTER RECEIPT OF THE DISCLOSURE SUMMARY OR 1777 PRIOR TO CLOSING, WHICHEVER OCCURS FIRST. ANY PURPORTED WAIVER 1778 OF THIS VOIDABILITY RIGHT HAS NO EFFECT. BUYER'S RIGHT TO VOID 1779 THIS CONTRACT SHALL TERMINATE AT CLOSING. 1780 1781 (C) If the disclosure summary is not provided to a prospective purchaser before the purchaser executes a contract 1782 1783 for the sale of property governed by covenants that are subject to disclosure pursuant to this section, the purchaser may void 1784 1785 the contract by delivering to the seller or the seller's agent 1786 or representative written notice canceling the contract within 3 1787 days after receipt of the disclosure summary or prior to 1788 closing, whichever occurs first. This right may not be waived by 1789 the purchaser but terminates at closing. A contract that does not conform to the requirements of this subsection is voidable 1790 1791 at the option of the purchaser prior to closing.

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(2) This section does not apply to any association
regulated under chapter 718, chapter 719, chapter 721, or
chapter 723 or to a subdivider registered under chapter 498; and
also does not apply if disclosure regarding the association is
otherwise made in connection with the requirements of chapter
718, chapter 719, chapter 721, or chapter 723.

Section 26. Section 689.265, Florida Statutes, is transferred and renumbered as section 720.3086, Florida Statutes, to read:

1801 720.3086 689.265 Financial report.--In a residential 1802 subdivision in which the owners of lots or parcels must pay 1803 mandatory maintenance or amenity fees to the subdivision 1804 developer or to the owners of the common areas, recreational facilities, and other properties serving the lots or parcels, 1805 1806 the developer or owner of such areas, facilities, or properties 1807 shall make public, within 60 days following the end of each fiscal year, a complete financial report of the actual, total 1808 1809 receipts of mandatory maintenance or amenity fees received by it, and an itemized listing of the expenditures made by it from 1810 1811 such fees, for that year. Such report shall be made public by 1812 mailing it to each lot or parcel owner in the subdivision, by 1813 publishing it in a publication regularly distributed within the 1814 subdivision, or by posting it in prominent locations in the subdivision. This section does not apply to amounts paid to 1815 1816 homeowner associations pursuant to chapter 617, chapter 718, 1817 chapter 719, chapter 721, or chapter 723, or to amounts paid to 1818 local governmental entities, including special districts.

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1819Section 27. Paragraphs (g) and (h) of subsection (2) of1820section 498.025, Florida Statutes, are amended to read:

1821

498.025 Exemptions.--

Except as provided in s. 498.022, the provisions of 1822 (2) this chapter do not apply to offers or dispositions of interests 1823 in lots, parcels, or units contained in a recorded subdivision 1824 1825 plat, or resulting from the subdivision of land in accordance with applicable local land development laws and regulations 1826 1827 pursuant to part II of chapter 163, including lots, parcels, units, or interest vested under such part, if all of the 1828 1829 following conditions exist:

1830 (g) The contract for purchase or lease contains, and the 1831 subdivider complies with, the following provisions:

1832 1. The purchaser must inspect the subdivided land prior to 1833 the execution of the contract or lease.

1834 2. The purchaser shall have an absolute right to cancel
1835 the contract or lease for any reason whatsoever for a period of
1836 7 business days following the date on which the contract or
1837 lease was executed by the purchaser.

1838 3. In the event the purchaser elects to cancel within the 1839 period provided, all funds or other property paid by the 1840 purchaser shall be refunded without penalty or obligation within 1841 20 days of the receipt of the notice of cancellation by the 1842 developer.

1843 4. All funds or property paid by the purchaser shall be
1844 put in escrow until closing has occurred and the lease or deed
1845 has been recorded.

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1846 5. Unless otherwise timely canceled, closing shall occur
1847 within 180 days of the date of execution of the contract by the
1848 purchaser.

1849 6. When title is conveyed, said title shall be conveyed by
1850 statutory warranty deed unencumbered by any lien or mortgage
1851 except for any first purchase money mortgage given by the
1852 purchaser and restrictions, covenants, or easements of record.

18537. The subdivider presents to the purchaser the disclosure1854required by $\underline{s. 720.601} \ \underline{s. 689.26}$ prior to the execution of the1855contract or lease.

(h) The agreement for deed contains, and the subdividercomplies with, the following provisions:

The purchaser must inspect the subdivided land prior to
 the execution of the agreement for deed.

1860 2. The purchaser shall have an absolute right to cancel 1861 the agreement for deed for any reason whatsoever for a period of 1862 7 business days following the date on which the agreement for 1863 deed was executed by the purchaser.

1864 3. If the purchaser elects to cancel within the period 1865 provided, all funds or other property paid by the purchaser 1866 shall be refunded without penalty or obligation within 20 days 1867 after the receipt of the notice of cancellation by the 1868 developer.

1869 4. All funds <u>or for property paid by the purchaser shall</u>
1870 be put in escrow until the agreement for deed has been recorded
1871 in the county in which the subdivision is located.

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1872 5. Unless otherwise timely canceled, the agreement for
1873 deed shall be recorded within 180 days after its execution by
1874 the purchaser.

1875 6. Sale of lots in the subdivision shall be restricted1876 solely to residents of the state.

1877 7. The underlying mortgage or other ancillary documents
1878 shall contain release provisions for the individual lot
1879 purchased.

1880 8. The subdivider presents to the purchaser the disclosure 1881 required by <u>s. 720.601</u> s. 689.26 prior to the execution of the 1882 agreement for deed.

1883 Section 28. Section 720.602, Florida Statutes, is created 1884 to read:

1885

720.602 Publication of false and misleading information .--

1886 (1) Any person who, in reasonable reliance upon any 1887 material statement or information that is false or misleading 1888 and published by or under authority from the developer in 1889 advertising and promotional materials, including, but not limited to, a contract of purchaser, the declaration of 1890 covenants, exhibits to a declaration of covenants, brochures, 1891 and newspaper advertising, pays anything of value toward the 1892 1893 purchase of a parcel in a community located in this state has a 1894 cause of action to rescind the contract or collect damages from 1895 the developer for his or her loss before the closing of the 1896 transaction. After the closing of the transaction, the purchaser has a cause of action against the developer for damages under 1897 this section from the time of closing until 1 year after the 1898

Amendment No. (for drafter's use only) 1899 date upon which the last of the events described in paragraphs 1900 (a) through (d) occur: 1901 (a) The closing of the transaction; 1902 (b) The issuance by the applicable governmental authority of a certificate of occupancy or other evidence of sufficient 1903 completion of construction of the purchaser's residence to allow 1904 1905 lawful occupancy of the residence by the purchaser. In counties 1906 or municipalities in which certificates of occupancy or other 1907 evidences of completion sufficient to allow lawful occupancy are 1908 not customarily issued, for the purpose of this section, 1909 evidence of lawful occupancy shall be deemed to be given or issued upon the date that such lawful occupancy of the residence 1910 may be allowed under prevailing applicable laws, ordinances, or 1911 1912 statutes; (c) The completion by the developer of the common areas 1913 1914 and such recreational facilities, whether or not the same are 1915 common areas, which the developer is obligated to complete or 1916 provide under the terms of the written contract, governing 1917 documents, or written agreement for purchase or lease of the parcel; or 1918 (d) In the event there is not a written contract or 1919 agreement for sale or lease of the parcel, then the completion 1920 1921 by the developer of the common areas and such recreational 1922 facilities, whether or not they are common areas, which the 1923 developer would be obligated to complete under any rule of law applicable to the developer's obligation. 1924 1925

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1926	Under no circumstances may a cause of action created or
1927	recognized under this section survive for a period of more than
1928	5 years after the closing of the transaction.
1929	(2) In any action for relief under this section, the
1930	prevailing party may recover reasonable attorney's fees. A
1931	developer may not expend association funds in the defense of any
1932	suit under this section.
1933	Section 29. Subsection (1) of section 34.01, Florida
1934	Statutes, is amended to read:
1935	34.01 Jurisdiction of county court
1936	(1) County courts shall have original jurisdiction:
1937	(a) In all misdemeanor cases not cognizable by the circuit
1938	courts <u>.</u> +
1939	(b) Of all violations of municipal and county ordinances. \div
1940	and
1941	(c) Of all actions at law in which the matter in
1942	controversy does not exceed the sum of \$15,000, exclusive of
1943	interest, costs, and attorney's fees, except those within the
1944	exclusive jurisdiction of the circuit courts. The party
1945	instituting any civil action, suit, or proceeding pursuant to
1946	this paragraph where the amount in controversy is in excess of
1947	\$5,000 shall pay to the clerk of the county court the filing
1948	fees and service charges in the same amounts and in the same
1949	manner as provided in s. 28.241.
1950	(d) Of disputes occurring in the homeowners' associations
1951	as described in s. 720.311(2)(a), which shall be concurrent with
1952	jurisdiction of the circuit courts.

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1953Section 30. Paragraph (a) of subsection (1) of section1954316.00825, Florida Statutes, is amended to read:

1955 316.00825 Closing and abandonment of roads; optional 1956 conveyance to homeowners' association; traffic control 1957 jurisdiction.--

(1)(a) In addition to the authority provided in s. 336.12, the governing body of the county may abandon the roads and rights-of-way dedicated in a recorded residential subdivision plat and simultaneously convey the county's interest in such roads, rights-of-way, and appurtenant drainage facilities to a homeowners' association for the subdivision, if the following conditions have been met:

1965 1. The homeowners' association has requested the 1966 abandonment and conveyance in writing for the purpose of 1967 converting the subdivision to a gated neighborhood with 1968 restricted public access.

1969 2. No fewer than four-fifths of the owners of record of 1970 property located in the subdivision have consented in writing to 1971 the abandonment and simultaneous conveyance to the homeowners' 1972 association.

1973 3. The homeowners' association is both a corporation not 1974 for profit organized and in good standing under chapter 617, and 1975 a "homeowners' association" as defined in <u>s. 720.301(8)</u> s. 1976 720.301(7) with the power to levy and collect assessments for 1977 routine and periodic major maintenance and operation of street 1978 lighting, drainage, sidewalks, and pavement in the subdivision.

19794. The homeowners' association has entered into and1980executed such agreements, covenants, warranties, and other

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1981	instruments; has provided, or has provided assurance of, such
1982	funds, reserve funds, and funding sources; and has satisfied
1983	such other requirements and conditions as may be established or
1984	imposed by the county with respect to the ongoing operation,
1985	maintenance, and repair and the periodic reconstruction or
1986	replacement of the roads, drainage, street lighting, and
1987	sidewalks in the subdivision after the abandonment by the
1988	county.
1989	Section 31. Subsection (2) of section 558.002, Florida
1990	Statutes, is amended to read:
1991	558.002 DefinitionsAs used in this act, the term:
1992	(2) "Association" has the same meaning as in s.
1993	718.103(2), s. 719.103(2), <u>s. 720.301(8)</u> s. $720.301(7)$, or s.
1994	723.025.
1995	Section 32. The Division of Statutory Revision is
1996	requested to designate ss. 720.301-720.312, Florida Statutes, as
1997	part I of chapter 720, Florida Statutes; to designate ss.
1998	720.401-720.405, Florida Statutes, as part II of chapter 720,
1999	Florida Statutes, and entitle that part as "Covenant
2000	Revitalization"; to designate ss. 720.601 and 720.602, Florida
2001	Statutes, as part III of chapter 720, Florida Statutes, and
2002	entitle that part "Disclosure Prior to Sale of Residential
2003	Parcels"; and to designate s. 720.501, Florida Statutes, as part
2004	IV of chapter 720, Florida Statutes, and entitle that part
2005	"Rights and Obligations of Developers."
2006	Section 33. Subsection (4) is added to section 190.012,
2007	Florida Statutes, to read:

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2008 190.012 Special powers; public improvements and community 2009 facilities.--The district shall have, and the board may exercise, subject to the regulatory jurisdiction and permitting 2010 2011 authority of all applicable governmental bodies, agencies, and 2012 special districts having authority with respect to any area 2013 included therein, any or all of the following special powers 2014 relating to public improvements and community facilities 2015 authorized by this act:

2016 (4)(a) To adopt rules necessary for the district to enforce certain deed restrictions pertaining to the use and 2017 2018 operation of real property within the district. For the purpose of this subsection, "deed restrictions" are those covenants, 2019 conditions, and restrictions contained in any applicable 2020 2021 declarations of covenants and restrictions that govern the use and operation of real property within the district and, for 2022 which covenants, conditions, and restrictions, there is no 2023 2024 homeowners' association or property owner's association having respective enforcement powers. The district may adopt by rule 2025 all or certain portions of the deed restrictions that: 2026

2027 <u>1. Relate to limitations or prohibitions that apply only</u> 2028 <u>to external structures and are deemed by the district to be</u> 2029 <u>generally beneficial for the district's landowners and for which</u> 2030 <u>enforcement by the district is appropriate, as determined by the</u> 2031 <u>district's board of supervisors; or</u>

20322. Are consistent with the requirements of a development2033order or regulatory agency permit.

2034(b) The board may vote to adopt such rules only when all2035of the following conditions exist:

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2036	1. The district's geographic area contains no homeowners'
2037	associations as defined in s. 720.301(7);
2038	2. The district was in existence on the effective date of
2039	this subsection, or is located within a development that
2040	consists of multiple developments of regional impact and a
2041	Florida Quality Development;
2042	3. The majority of the board has been elected by qualified
2043	electors pursuant to the provisions of s. 190.006; and
2044	4. The declarant in any applicable declarations of
2045	covenants and restrictions has provided the board with a written
2046	agreement that such rules may be adopted. A memorandum of the
2047	agreement shall be recorded in the public records.
2048	(c) Within 60 days after such rules taking effect, the
2049	district shall record a notice of rule adoption stating
2050	generally what rules were adopted and where a copy of the rules
2051	may be obtained. Districts may impose fines for violations of
2052	such rules and enforce such rules and fines in circuit court
2053	through injunctive relief.
2054	Section 34. Section 190.046, Florida Statutes, is amended
2055	to read:
2056	190.046 Termination, contraction, or expansion of
2057	district
2058	(1) The board may petition to contract or expand the
2059	boundaries of a community development district in the following
2060	manner:
2061	(a) The petition shall contain the same information
2062	required by s. 190.005(1)(a)1. and 8. In addition, if the
2063	petitioner seeks to expand the district, the petition shall
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2064 describe the proposed timetable for construction of any district 2065 services to the area, the estimated cost of constructing the proposed services, and the designation of the future general 2066 2067 distribution, location, and extent of public and private uses of 2068 land proposed for the area by the future land use plan element 2069 of the adopted local government local comprehensive plan. Ιf 2070 the petitioner seeks to contract the district, the petition 2071 shall describe what services and facilities are currently 2072 provided by the district to the area being removed, and the 2073 designation of the future general distribution, location, and 2074 extent of public and private uses of land proposed for the area 2075 by the future land element of the adopted local government 2076 comprehensive plan.

2077 (b) For those districts initially established by county 2078 ordinance, the petition for ordinance amendment shall be filed 2079 with the county commission. If the land to be included or 2080 excluded is, in whole or in part, within the boundaries of a 2081 municipality, then the county commission shall not amend the 2082 ordinance without municipal approval. A public hearing shall be 2083 held in the same manner and with the same public notice as other 2084 ordinance amendments. The county commission shall consider the 2085 record of the public hearing and the factors set forth in s. 2086 190.005(1)(e) in making its determination to grant or deny the 2087 petition for ordinance amendment.

(c) For those districts initially established by municipal ordinance pursuant to s. 190.005(2)(e), the municipality shall assume the duties of the county commission set forth in paragraph (b); however, if any of the land to be included or

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2092 excluded, in whole or in part, is outside the boundaries of the 2093 municipality, then the municipality shall not amend its 2094 ordinance without county commission approval.

2095 (d)1. For those districts initially established by 2096 administrative rule pursuant to s. 190.005(1), the petition 2097 shall be filed with the Florida Land and Water Adjudicatory 2098 Commission.

2099 Prior to filing the petition, the petitioner shall pay 2. 2100 a filing fee of \$1,500 to the county and to each municipality 2101 the boundaries of which are contiguous with or contain all or a 2102 portion of the land within the district or the proposed 2103 amendment, and submit a copy of the petition to the county and to each such municipality. In addition, if the district is not 2104 2105 the petitioner, the petitioner shall file the petition with the 2106 district board of supervisors.

3. The county and each municipality shall have the option of holding a public hearing as provided by s. 190.005(1)(c). However, such public hearing shall be limited to consideration of the contents of the petition and whether the petition for amendment should be supported by the county or municipality.

4. The district board of supervisors shall, in lieu of a 2112 2113 hearing officer, hold the local public hearing provided for by 2114 s. 190.005(1)(d). This local public hearing shall be noticed in the same manner as provided in s. 190.005(1)(d). Within 45 days 2115 2116 of the conclusion of the hearing, the district board of 2117 supervisors shall transmit to the Florida Land and Water 2118 Adjudicatory Commission the full record of the local hearing, 2119 the transcript of the hearing, any resolutions adopted by the

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2120 local general-purpose governments, and its recommendation 2121 whether to grant the petition for amendment. The commission 2122 shall then proceed in accordance with s. 190.005(1)(e).

2123 5. A rule amending a district boundary shall describe the2124 land to be added or deleted.

(e) In all cases, written consent of all the landowners whose land is to be added to or deleted from the district shall be required. The filing of the petition for expansion or contraction by the district board of supervisors shall constitute consent of the landowners within the district other than of landowners whose land is proposed to be added to or removed from the district.

(f)1. During the existence of a district initially established by administrative rule, petitions to amend the boundaries of the district pursuant to paragraphs (a)-(e) shall be limited to a cumulative total of no more than 10 percent of the land in the initial district, and in no event shall all such petitions to amend the boundaries ever encompass more than a total of 250 acres.

2139 2. For districts initially established by county or 2140 municipal ordinance, the limitation provided by this paragraph 2141 shall be a cumulative total of no more than 50 percent of the 2142 land in the initial district, and in no event shall all such 2143 petitions to amend the boundaries ever encompass more than a 2144 total of 500 acres.

3. Boundary expansions for districts initially established
by county or municipal ordinance shall follow the procedure set
forth in paragraph (b) or paragraph (c).

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(g) Petitions to amend the boundaries of the district which exceed the amount of land specified in paragraph (f) shall be considered petitions to establish a new district and shall follow all of the procedures specified in s. 190.005.

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(2) The district shall remain in existence unless:

(a) The district is merged with another district asprovided in subsection (3);

(b) All of the specific community development <u>systems</u>, <u>facilities</u>, and services that it is authorized to perform have been transferred to a general-purpose unit of local government in the manner provided in subsections (4), (5), and (6); or

(c) The district is dissolved as provided in subsection (7), or subsection (8), or subsection (9).

2161 The district may merge with other community (3) 2162 development districts upon filing a petition for establishment 2163 of a community development district pursuant to s. 190.005 or 2164 may merge with any other special districts upon filing a 2165 petition for establishment of a community development district pursuant to s. 190.005. The government formed by a merger 2166 2167 involving a community development district pursuant to this section shall assume all indebtedness of, and receive title to, 2168 2169 all property owned by the preexisting special districts. Prior 2170 to filing said petition, the districts desiring to merge shall 2171 enter into a merger agreement and shall provide for the proper 2172 allocation of the indebtedness so assumed and the manner in 2173 which said debt shall be retired. The approval of the merger 2174 agreement by the board of supervisors elected by the electors of

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Amendment No. (for drafter's use only) 2175 the district shall constitute consent of the landowners within 2176 the district.

2177 The local general-purpose government within the (4) geographical boundaries of which the district lies may adopt a 2178 2179 nonemergency ordinance providing for a plan for the transfer of 2180 a specific community development service from a district to the 2181 local general-purpose government. The plan must provide for the assumption and guarantee of the district debt that is related to 2182 2183 the service by the local general-purpose government and must 2184 demonstrate the ability of the local general-purpose government 2185 to provide such service:

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(a) As efficiently as the district.

(b) At a level of quality equal to or higher than the level of quality actually delivered by the district to the users of the service.

(c) At a charge equal to or lower than the actual chargeby the district to the users of the service.

(5) No later than 30 days following the adoption of a transfer plan ordinance, the board of supervisors may file, in the circuit court for the county in which the local generalpurpose government that adopted the ordinance is located, a petition seeking review by certiorari of the factual and legal basis for the adoption of the transfer plan ordinance.

(6) Upon the transfer of all of the community development services of the district to a general-purpose unit of local government, the district shall be terminated in accordance with a plan of termination which shall be adopted by the board of supervisors and filed with the clerk of the circuit court.

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(7) If, within 5 years after the effective date of the rule or ordinance <u>establishing</u> creating the district, a landowner has not received a development permit, as defined in chapter 380, on some part or all of the area covered by the district, then the district will be automatically dissolved and a judge of the circuit court shall cause a statement to that effect to be filed in the public records.

(8) In the event the district has become inactive pursuant to s. 189.4044, the <u>respective</u> board of county commissioners <u>or</u> <u>city commission</u> shall be informed and it shall take appropriate action.

2214 (9) If a district has no outstanding financial obligations and no operating or maintenance responsibilities, upon the 2215 2216 petition of the district, the district may be dissolved by a 2217 nonemergency ordinance of the general-purpose local governmental 2218 entity that established the district or, if the district was 2219 established by rule of the Florida Land and Water Adjudicatory 2220 Commission, the district may be dissolved by repeal of such rule 2221 of the commission.

2222 Section 35. Section 190.006, Florida Statutes, is amended 2223 to read:

2224

190.006 Board of supervisors; members and meetings.--

(1) The board of the district shall exercise the powers granted to the district pursuant to this act. The board shall consist of five members; except as otherwise provided herein, each member shall hold office for a term of <u>2 years or</u> 4 years, as provided in this section, and until a successor is chosen and

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(2)(a) Within 90 days following the effective date of the 2232 2233 rule or ordinance establishing the district, there shall be held 2234 a meeting of the landowners of the district for the purpose of 2235 electing five supervisors for the district. Notice of the 2236 landowners' meeting shall be published once a week for 2 2237 consecutive weeks in a newspaper which is in general circulation 2238 in the area of the district, the last day of such publication to 2239 be not fewer than 14 days or more than 28 days before the date 2240 of the election. The landowners, when assembled at such 2241 meeting, shall organize by electing a chair who shall conduct 2242 the meeting. The chair may be any person present at the meeting. 2243 If the chair is a landowner or proxy holder of a landowner, he or she may nominate candidates and make and second motions. 2244

2245 (b) At such meeting, each landowner shall be entitled to 2246 cast one vote per acre of land owned by him or her and located 2247 within the district for each person to be elected. A landowner 2248 may vote in person or by proxy in writing. Each proxy must be 2249 signed by one of the legal owners of the property for which the 2250 vote is cast and must contain the typed or printed name of the individual who signed the proxy; the street address, legal 2251 2252 description of the property, or tax parcel identification 2253 number; and the number of authorized votes. If the proxy 2254 authorizes more than one vote, each property must be listed and 2255 the number of acres of each property must be included. The 2256 signature on a proxy need not be notarized. A fraction of an acre shall be treated as 1 acre, entitling the landowner to one 2257 860815

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2258 vote with respect thereto. The two candidates receiving the 2259 highest number of votes shall be elected for a period of 4 years, and the three candidates receiving the next largest 2260 2261 number of votes shall be elected for a period of 2 years, with 2262 the term of office for each successful candidate commencing upon 2263 election. The members of the first board elected by landowners 2264 shall serve their respective 4-year or 2-year terms; however, the next election by landowners shall be held on the first 2265 2266 Tuesday in November. Thereafter, there shall be an election of 2267 supervisors for the district every 2 years in November on a date 2268 established by the board and noticed pursuant to paragraph (a). 2269 The second and subsequent landowners' election shall be 2270 announced at a public meeting of the board at least 90 days 2271 prior to the date of the landowners' meeting and shall also be 2272 noticed pursuant to paragraph (a). Instructions on how all 2273 landowners may participate in the election, along with sample 2274 proxies, shall be provided during the board meeting that 2275 announces the landowners' meeting. The two candidates receiving 2276 the highest number of votes shall be elected to serve for a 4-2277 year period, and the remaining candidate elected shall serve for 2278 a 2-year period.

(3)(a)1. If the board proposes to exercise the ad valorem taxing power authorized by s. 190.021, the district board shall call an election at which the members of the board of supervisors will be elected. Such election shall be held in conjunction with a primary or general election unless the district bears the cost of a special election. Each member shall be elected by the qualified electors of the district for a

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term of 4 years, except that, at the first such election, three members shall be elected for a period of 4 years and two members shall be elected for a period of 2 years. All elected board members must be qualified electors of the district.

2290 Regardless of whether a district has proposed to levy 2.a. 2291 ad valorem taxes, commencing 6 years after the initial 2292 appointment of members or, for a district exceeding 5,000 acres 2293 in area, 10 years after the initial appointment of members, the 2294 position of each member whose term has expired shall be filled by a qualified elector of the district, elected by the qualified 2295 2296 electors of the district. However, for those districts 2297 established after June 21, 1991, and for those existing 2298 districts established after December 31, 1983, which have less 2299 than 50 qualified electors on June 21, 1991, sub-subparagraphs 2300 b. and d. c. shall apply.

2301 b. For those districts to which this sub-subparagraph 2302 applies If, in the 6th year after the initial appointment of 2303 members, or 10 years after such initial appointment for districts exceeding 5,000 acres in area, there are not at least 2304 2305 250 gualified electors in the district, or for a district 2306 exceeding 5,000 acres, there are not at least 500 qualified 2307 electors, members of the board shall continue to be elected by 2308 landowners.

2309 <u>b.</u> After the 6th or 10th year, once a district reaches 250 2310 or 500 qualified electors, respectively, then the <u>positions</u> 2311 position of two board members whose terms are expiring shall be 2312 filled by qualified electors of the district, elected by the 2313 qualified electors of the district <u>for 4-year terms</u>. One of

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these board members shall serve a 2-year term, and the other a 4-year term. The remaining board member whose term is expiring shall be elected for a 4-year term by the landowners and is not required to be a qualified elector. Thereafter, as terms expire, board members shall be qualified electors elected by qualified electors of the district for a term of 4 years.

2320 c. Once a district qualifies to have any of its board 2321 members elected by the qualified electors of the district, the 2322 initial and all subsequent elections by the qualified electors of the district shall be held at the general election in 2323 2324 November. The board shall adopt a resolution if necessary to implement this requirement when the board determines the number 2325 2326 of qualified electors as required by sub-subparagraph d., to 2327 extend or reduce the terms of current board members.

2328 d.c. On or before June 1 July 15 of each year, the board 2329 shall determine the number of qualified electors in the district as of the immediately preceding April 15 June 1. The board 2330 2331 shall use and rely upon the official records maintained by the supervisor of elections and property appraiser or tax collector 2332 in each county in making this determination. Such determination 2333 shall be made at a properly noticed meeting of the board and 2334 2335 shall become a part of the official minutes of the district.

(b) Elections of board members by qualified electors held
pursuant to this subsection shall be <u>nonpartisan and shall be</u>
conducted in the manner prescribed by law for holding general
elections. <u>Board members shall assume the office on the second</u>
Tuesday following their election.

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2341 (c) Candidates seeking election to office by qualified 2342 electors under this subsection shall conduct their campaigns in accordance with the provisions of chapter 106 and shall file 2343 2344 qualifying papers and qualify for individual seats in accordance 2345 with s. 99.061. Candidates shall pay a qualifying fee, which 2346 shall consist of a filing fee and an election assessment or, as 2347 an alternative, shall file a petition signed by not less than 1 percent of the registered voters of the district, Candidates 2348 2349 shall file petitions, and take the oath required in s. 99.021, with the supervisor of elections in the county affected by such 2350 2351 candidacy. The amount of the filing fee is 3 percent of \$4,800; 2352 however, if the electors have provided for compensation pursuant 2353 to subsection (8), the amount of the filing fee is 3 percent of 2354 the maximum annual compensation so provided. The amount of the 2355 election assessment is 1 percent of \$4,800; however, if the 2356 electors have provided for compensation pursuant to subsection 2357 (8), the amount of the election assessment is 1 percent of the maximum annual compensation so provided. The filing fee and 2358 2359 election assessment shall be distributed as provided in s. 2360 105.031(3).

(d) The supervisor of elections shall appoint the inspectors and clerks of elections, prepare and furnish the ballots, designate polling places, and canvass the returns of the election of board members by qualified electors. The <u>county</u> <u>canvassing</u> board of county commissioners shall declare and certify the results of the election.

(4) Members of the board shall be known as supervisors and, upon entering into office, shall take and subscribe to the 860815

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oath of office as prescribed by s. 876.05. They shall hold office for the terms for which they were elected or appointed and until their successors are chosen and qualified. If, during the term of office, a vacancy occurs, the remaining members of the board shall fill the vacancy by an appointment for the remainder of the unexpired term.

(5) A majority of the members of the board constitutes a quorum for the purposes of conducting its business and exercising its powers and for all other purposes. Action taken by the district shall be upon a vote of a majority of the members present unless general law or a rule of the district requires a greater number.

(6) As soon as practicable after each election or appointment, the board shall organize by electing one of its members as chair and by electing a secretary, who need not be a member of the board, and such other officers as the board may deem necessary.

2386 (7) The board shall keep a permanent record book entitled 2387 "Record of Proceedings of . . . (name of district) . . . Community Development District, " in which shall be recorded 2388 2389 minutes of all meetings, resolutions, proceedings, certificates, 2390 bonds given by all employees, and any and all corporate acts. 2391 The record book shall at reasonable times be opened to 2392 inspection in the same manner as state, county, and municipal 2393 records pursuant to chapter 119. The record book shall be kept 2394 at the office or other regular place of business maintained by 2395 the board in the county or municipality in which the district is 2396 located or within the boundaries of a development of regional

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Amendment No. (for drafter's use only) 2397 impact or Florida Quality Development, or combination of a 2398 development of regional impact and Florida Quality Development, which includes the district. 2399 2400 Each supervisor shall be entitled to receive for his (8) 2401 or her services an amount not to exceed \$200 per meeting of the 2402 board of supervisors, not to exceed \$4,800 per year per 2403 supervisor, or an amount established by the electors at referendum. In addition, each supervisor shall receive travel 2404 2405 and per diem expenses as set forth in s. 112.061. 2406 All meetings of the board shall be open to the public (9) 2407 and governed by the provisions of chapter 286. 2408 Section 36. This act shall take effect October 1, 2004. 2409 2410 2411 Remove the entire title, and insert: 2412 A bill to be entitled 2413 An act relating to condominium and community associations; 2414 amending s. 718.111, F.S.; providing immunity from 2415 liability for certain information provided by associations 2416 to prospective purchasers or lienholders under certain circumstances; amending s. 720.303, F.S.; requiring 2417 2418 specific notice to be given to association members before 2419 certain assessments or rule changes may be considered at a 2420 meeting; amending s. 768.1325, F.S.; providing immunity 2421 from civil liability for community associations that provide automated defibrillator devices under certain 2422 2423 circumstances; prohibiting insurers from requiring 2424 associations to purchase medical malpractice coverage as a

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2425 condition of issuing other coverage; prohibiting insurers 2426 from excluding from coverage under a general liability policy damages resulting from the use of an automated 2427 2428 external defibrillator device; amending ss. 718.112 and 2429 719.1055, F.S.; revising notification and voting 2430 procedures with respect to any vote to forego retrofitting 2431 of the common areas of condominiums and cooperatives with fire sprinkler systems; creating s. 718.5011, F.S.; 2432 2433 creating the Office of the Condominium Ombudsman within the Division of Florida Land Sales, Condominiums, and 2434 2435 Mobile Homes; directing the Secretary of Business and 2436 Professional Regulation to appoint the ombudsman; 2437 requiring the ombudsman to be an attorney; providing for the filling of a vacant ombudsman position; prohibiting 2438 2439 the ombudsman and staff from engaging in any other 2440 profession, serving as a representative or employee of any 2441 political party, or receiving remuneration for activities 2442 on behalf of political candidates; prohibiting the ombudsman and staff from seeking public office unless 2443 2444 resigned from the Office of the Condominium Ombudsman; 2445 providing requirements and limitations for office staff; 2446 creating s. 718.5012, F.S.; providing for powers and 2447 duties of the ombudsman; requiring the ombudsman to 2448 prepare and issue reports and make recommendations to 2449 specified persons; directing the ombudsman to be a liaison 2450 between certain parties, to monitor condominium elections, 2451 to assist unit owners and boards of directors, and to 2452 encourage voluntary resolutions to disputes before filing

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2453 the matter as a formal complaint; creating s. 718.5014, 2454 F.S.; providing for the principal location of the ombudsman's office in Leon County; authorizing the 2455 2456 ombudsman to establish branch offices elsewhere in the 2457 state under specified circumstances; creating s. 718.5015, 2458 F.S.; creating the Advisory Council on Condominiums; 2459 providing for appointments by the President of the Senate, 2460 the Speaker of the House of Representatives, and the 2461 Governor; providing limited compensation and other terms 2462 of service; specifying functions; amending s. 718.503, 2463 F.S.; requiring unit owners who are not developers to 2464 provide a specific question and answer disclosure document 2465 to certain prospective purchasers; creating s. 720.401, 2466 F.S.; providing legislative intent relating to the revival 2467 of governance of a community; creating s. 720.402, F.S.; 2468 providing eligibility to revive governance documents; 2469 specifying prerequisites to reviving governance documents; 2470 creating s. 720.403, F.S.; requiring the formation of an organizing committee; providing for membership; providing 2471 2472 duties and responsibilities of the organizing committee; 2473 directing the organizing committee to prepare certain 2474 documents; providing for the contents of the documents; 2475 providing for a vote of the eligible parcel owners; 2476 creating s. 720.404, F.S.; directing the organizing 2477 committee to file certain documents with the Department of 2478 Community Affairs; specifies the content of the submission 2479 to the department; requiring the department to approve or 2480 disapprove the request to revive the governance documents

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2481 within a specified time period; creating s. 720.405, F.S.; 2482 requiring the organizing committee to file and record certain documents within a specified time period; 2483 2484 directing the organizing committee to give all affected 2485 parcel owners a copy of the documents filed and recorded; amending ss. 720.301 and 720.302, F.S.; conforming 2486 2487 provisions to changes made by the act; providing definitions; prescribing a legislative purpose of 2488 2489 providing alternative dispute resolution procedures for disputes involving elections and recalls; amending s. 2490 2491 720.303, F.S.; prescribing the right of an association to 2492 enforce deed restrictions; prescribing rights of members 2493 and parcel owners to attend and address association board 2494 meetings and to have items placed on an agenda; 2495 prescribing additional requirements for notice of 2496 meetings; providing for additional materials to be 2497 maintained as records; providing additional requirements 2498 and limitations with respect to inspecting and copying 2499 records; providing requirements with respect to financial 2500 statements; providing procedures for recall of directors; 2501 amending s. 720.304, F.S.; prescribing owners' rights with 2502 respect to flag display; prohibiting certain lawsuits 2503 against parcel owners; providing penalties; allowing a 2504 parcel owner to construct a ramp for a parcel resident who 2505 has a medical need for a ramp; providing conditions; 2506 allowing the display of a security-services sign; amending 2507 s. 720.305, F.S.; providing that a fine by an association 2508 cannot become a lien against a parcel; providing for

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2509 attorney's fees in actions to recover fines; creating s. 2510 720.3055, F.S.; prescribing requirements for contracts for products and services; amending s. 720.306, F.S.; 2511 2512 providing for notice of and right to speak at member 2513 meetings; requiring election disputes between a member and 2514 an association to be submitted to mandatory binding 2515 arbitration; amending s. 720.311, F.S.; expanding 2516 requirements and guidelines with respect to alternative 2517 dispute resolution; providing requirements for mediation and arbitration; providing for training and education 2518 2519 programs; amending s. 718.110, F.S.; restricting the 2520 application of certain amendments restricting owners' rental rights; transferring, renumbering, and amending s. 2521 2522 689.26, F.S.; modifying the disclosure form that a 2523 prospective purchaser must receive before a contract for 2524 sale; providing that certain contracts are voidable for a 2525 specified period; requiring that a purchaser provide 2526 written notice of cancellation; transferring and renumbering s. 689.265, F.S., relating to required 2527 financial reports of certain residential subdivision 2528 developers; amending s. 498.025, F.S., relating to the 2529 2530 disposition of subdivided lands; conforming cross-2531 references; creating s. 720.602, F.S.; providing remedies 2532 for publication of false and misleading information; 2533 amending s. 34.01, F.S.; providing jurisdiction of 2534 disputes involving homeowners' associations; amending ss. 316.00825 and 558.002, F.S.; conforming cross-references; 2535 2536 providing for internal organization of ch. 720, F.S.;

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2537 amending s. 190.012, F.S.; providing for the enforcement 2538 of deed restrictions in certain circumstances; amending s. 190.046, F.S.; providing for additional dissolution 2539 2540 procedures; amending s. 190.006, F.S.; specifying 2541 procedures for selecting a chair at the initial 2542 landowners' meeting; specifying requirements for proxy 2543 voting; requiring notice of landowners' elections; 2544 specifying the terms of certain supervisors; providing for 2545 nonpartisan elections; specifying the time that resident 2546 supervisors assume office; authorizing the supervisor of 2547 elections to designate seat numbers for resident 2548 supervisors of the board; providing procedures for filing 2549 qualifying papers; allowing candidates the option of 2550 paying a filing fee to qualify for the election; 2551 specifying payment requirements; specifying the number of 2552 petition signatures required to qualify for the election; 2553 requiring the county canvassing board to certify the 2554 results of resident elections; providing an effective 2555 date.