2004 CS

## CHAMBER ACTION

1 The Committee on Transportation recommends the following: 2 3 Committee Substitute 4 Remove the entire bill and insert: 5 A bill to be entitled 6 An act relating to judgment liens; amending s. 55.141, 7 F.S.; eliminating authority of judges to act under 8 provisions relating to satisfaction of judgments and 9 decrees when there is no clerk of court; revising 10 requirements of the clerk when accepting payment for 11 satisfaction of a judgment and executing and recording a 12 satisfaction of judgment; providing a sample form for recording a satisfaction of judgment; providing duties of 13 14 the clerk relating to location and notification of 15 judgment holders and payment of certain amounts to 16 judgment holders, less certain fees and expenses; amending 17 s. 55.202, F.S.; revising procedures for acquiring a judgment lien; providing court authorization to file a 18 19 judgment lien certificate before a judgment becomes final 20 under certain circumstances; providing effect; amending s. 21 55.204, F.S.; revising provisions relating to continuation 22 of judgment liens; revising provisions requiring the Department of State to maintain certain files and 23

# Page 1 of 22

24 information; amending s. 55.205, F.S.; deleting a 25 provision authorizing certain creditors to bring certain 26 actions against property of a debtor; amending ss. 55.602, 27 55.603, 55.604, 55.605, and 55.606, F.S.; revising provisions relating to foreign judgments to apply only to 28 29 out-of-country foreign judgments; amending s. 56.21, F.S.; revising requirements for notices of a levy and execution 30 sale; amending s. 56.27, F.S.; clarifying provisions 31 32 relating to payment of money received under execution; 33 amending s. 56.29, F.S.; revising requirements regarding supplementary proceedings for unsatisfied judgments; 34 amending s. 222.01, F.S.; expanding application of certain 35 judgment and lien provisions to designations of homestead 36 37 property before a levy to include foreign judgments; 38 amending s. 319.27, F.S.; correcting a cross reference; amending s. 679.1021, F.S.; revising a definition of "lien 39 40 creditor"; providing effective dates. 41 42 Be It Enacted by the Legislature of the State of Florida: 43 Effective July 1, 2004, section 55.141, Florida 44 Section 1. 45 Statutes, as amended by chapter 2003-402, Laws of Florida, is 46 amended to read: 55.141 Satisfaction of judgments and decrees; duties of 47 48 clerk and judge.--49 (1)All judgments and decrees for the payment of money 50 rendered in the courts of this state and which have become 51 final, may be satisfied at any time prior to the actual levy of Page 2 of 22

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

52 execution issued thereon by payment of the full amount of such 53 judgment or decree, with interest thereon, plus the costs of the 54 issuance, if any, of execution thereon into the registry of the 55 court where rendered.

(2) 56 Upon such payment, the clerk, or the judge if there is 57 no clerk, shall execute issue his or her receipt therefor and shall record in the official records a satisfaction of judgment, 58 59 provided by the judgment holder, upon payment of the recording charge prescribed in s. 28.24(12). Upon payment in the amount 60 61 required in subsection (1) and the recording charge required by 62 this subsection and execution and recordation of the 63 satisfaction by the clerk, any lien created by such judgment is 64 satisfied and discharged plus the necessary costs of mailing to 65 the clerk or judge. The clerk or judge shall formally notify the 66 owner of record of such judgment or decree, if such person and his or her address are known to the clerk or judge receiving 67 68 such payment, and, upon request therefor, shall pay over to the person entitled, or to his or her order, the full amount of the 69 70 payment so received, less his or her fees for issuing execution 71 on such judgment or decree, if any has been issued, and less his 72 or her fees for receiving into and paying out of the registry of 73 the court such payment, together with the fees of the clerk for 74 receiving into and paying such money out of the registry of the 75 court.

# 76 (3) <u>The satisfaction of judgment executed by the clerk</u> 77 <u>shall be substantially in the following form:</u>

- 78
- 79

# Satisfaction of Judgment by Clerk

Page 3 of 22

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

F	LΟ	RΙ	DA	ΗО	US	Е	OF	REP	RΕ	S E	N	ΤА	ТΙV	'ES
---	----	----	----	----	----	---	----	-----	----	-----	---	----	-----	-----

HB 955

	CS
80	
81	The undersigned Clerk acknowledges on this day of [month],
82	[year], receipt from [identity of party making payment] of $\$$
83	[total amount received], comprised of \$ face amount of the
84	judgment; \$ interest accruing on the judgment through the
85	date of payment; $\circ$ costs of issuance of any execution; and $\circ$
86	for recording.
87	
88	Pursuant to section 55.141, Florida Statutes, said sum is paid
89	to satisfy the lien and to discharge that certain final judgment
90	in favor of [name of judgment holder] whose last known address,
91	if known, is [address if shown on face of judgment or in
92	recorded affidavit pursuant to section 55.10(1), Florida
93	Statutes] against [name of judgment debtor] recorded in Official
94	Records Volume/Book , page of the public records of
95	<u>County, Florida.</u>
96	
97	Upon the execution of this satisfaction, said judgment is
98	satisfied and discharged.
99	
100	If an address for the judgment holder was provided pursuant to
101	section 55.10(1), Florida Statutes, I certify that a copy of
102	this notice has been sent to the judgment holder at said address
103	by certified mail with return receipt requested or by registered
104	mail if the notice is to be sent outside the continental United
105	States.
106	

107 <u>Clerk of Court</u> Full payment of judgments and decrees as in the 108 preceding subsections of this section provided shall constitute 109 full payment and satisfaction thereof and any lien created by 110 such judgment or decree shall thereupon be satisfied and 111 discharged.

112 (4) If an address for the judgment holder was provided pursuant to s. 55.10(1), the clerk shall formally send a copy of 113 the satisfaction to the judgment holder at said address by 114 115 certified mail with return receipt or by registered mail if the 116 notice is to be sent outside the continental United States. If 117 an address is not provided pursuant to s. 55.10(1) or if 118 delivery cannot be effected to such address, the clerk may, but 119 is not obligated to, make reasonable attempts to locate the 120 judgment holder. The discharge of the lien by the issuance of 121 the satisfaction is not dependent upon the delivery of notice by 122 the clerk.

(5) Upon application of the judgment holder, the clerk 123 124 shall pay over to the judgment holder the full amount of the 125 payment received, less the clerk's fees for issuing execution on 126 such judgment, if any has been issued, less the clerk's fees for receiving into and paying out of the registry of the court such 127 payment, less the clerk's fees for recording the satisfaction of 128 129 judgment, and, if the clerk incurred expenses in locating the 130 judgment holder, less the reasonable expenses so incurred. 131 Section 2. Subsections (2) and (3) of section 55.202,

132 Florida Statutes, are amended to read:

133 55.202 Judgments, orders, and decrees; lien on personal 134 property.--

# Page 5 of 22

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

(2) A judgment lien may be acquired on a judgment debtor's
interest in all personal property in this state subject to
execution under s. 56.061, other than fixtures, money,
negotiable instruments, and mortgages.

139 A judgment lien is acquired by filing a judgment lien (a) certificate in accordance with s. 55.203 with the Department of 140 State after the judgment has become final and if the time to 141 move for rehearing has lapsed, no motion for rehearing is 142 143 pending, and no stay of the judgment or its enforcement is then 144 in effect. A court may authorize, for cause shown, the filing of 145 a judgment lien certificate before a judgment has become final 146 when the court has authorized the issuance of a writ of 147 execution in the same matter. A judgment lien certificate not filed in compliance with this subsection is permanently void and 148 of no effect. 149

(b) For any lien, warrant, assessment, or judgment collected by the Department of Revenue, a judgment lien may be acquired by filing the judgment lien certificate information or warrant with the Department of State in accordance with subsection (5).

(c) Except as provided in s. 55.208, the effective date of a judgment lien is the date, including the time of day, of filing. Although no lien attaches to property, and a creditor does not become a lien creditor as to liens under chapter 679, until the debtor acquires an interest in the property, priority among competing judgment liens is determined in order of filing date and time.

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

2004

HB 955

CS 162 Except as provided in s. 55.204(3), a judgment (d) 163 creditor may file only one effective judgment lien certificate 164 based upon a particular judgment. 165 Except as otherwise provided in s. 55.208, the (3) 166 priority of a judgment lien acquired in accordance with this 167 section or s. 55.204(3) is established at the date and time the judgment lien certificate is filed. 168 Section 3. Subsections (4) and (6) of section 55.204, 169 170 Florida Statutes, are amended to read: 171 55.204 Duration and continuation of judgment lien; 172 destruction of records. --(4) A judgment lien continues only as to itemized property 173 174 for an additional 90 days after lapse of the lien. Such judgment 175 lien will continue only if: The property had been itemized and its location 176 (a) described with sufficient particularity in the instructions for 177 178 levy to permit the sheriff to act; The instructions for the levy had been delivered to 179 (b) 180 the sheriff prior to the date of lapse of the lien to permit the 181 sheriff to act; and The property was located in the county in which the 182 (C) 183 sheriff has jurisdiction at the time of delivery of the instruction for levy. Subsequent removal of the property does 184 185 not defeat the lien. A court may order continuation of the lien 186 beyond the 90-day period on a showing that extraordinary 187 circumstances have prevented levy. (6) If no second judgment lien is filed, the Department of 188 189 State shall maintain each judgment lien file and all information Page 7 of 22

2004

#### HB 955

CS 190 contained therein for a minimum of 1 year after the judgment 191 lien lapses in accordance with this section. If a second judgment lien is filed, the department shall maintain both files 192 193 and all information contained in such files for a minimum of 1 194 year after the second judgment lien lapses. Section 4. Subsection (1) of section 55.205, Florida 195 196 Statutes, is amended to read: 55.205 Effect of judgment lien. --197 198 A valid judgment lien gives the judgment creditor the (1) 199 right to proceed against the property of the debtor through writ 200 of execution, garnishment, or other judicial process. A judgment 201 creditor who has not acquired a judgment lien as provided in s. 202 55.202 or whose lien has lapsed may nevertheless proceed against 203 the judgment debtor's property through any appropriate other judicial process. Such judgment creditor proceeding by writ of 204 205 execution acquires a lien as of the time of levy and only on the property levied upon. Except as provided in s. 55.208, such 206 207 judgment creditor takes subject to the claims and interest of 208 priority judgment creditors. 209 Section 5. Subsection (2) of section 55.602, Florida Statutes, is amended to read: 210 211 55.602 Definitions.--As used in this act, the term: "Out-of-country foreign judgment" means any judgment 212 (2)213 of a foreign state granting or denying recovery of a sum of 214 money, other than a judgment for taxes, a fine, or other 215 penalty. 216 Section 6. Section 55.603, Florida Statutes, is amended to 217 read:

Page 8 of 22

55.603 Applicability.--This act applies to any <u>out-of-</u> <u>country</u> foreign judgment that is final and conclusive and enforceable where rendered, even though an appeal therefrom is pending or is subject to appeal.

222 Section 7. Section 55.604, Florida Statutes, is amended to 223 read:

55.604 Recognition and enforcement.--Except as provided in s. 55.605, <u>an out-of-country</u> <del>a</del> foreign judgment meeting the requirements of s. 55.603 is conclusive between the parties to the extent that it grants or denies recovery of a sum of money. Procedures for recognition and enforceability of <u>an out-of-</u> <u>country</u> <del>a</del> foreign judgment shall be as follows:

(1) The <u>out-of-country</u> foreign judgment shall be filed
with the clerk of the court and recorded in the public records
in the county or counties where enforcement is sought.

(a) At the time of the recording of <u>an out-of-country</u> <del>a</del> foreign judgment, the judgment creditor shall make and record with the clerk of the circuit court an affidavit setting forth the name, social security number, if known, and last known postoffice address of the judgment debtor and of the judgment creditor.

(b) Promptly upon the recording of the <u>out-of-country</u> foreign judgment and the affidavit, the clerk shall mail notice of the recording of the <u>out-of-country</u> foreign judgment, by registered mail with return receipt requested, to the judgment debtor at the address given in the affidavit and shall make a note of the mailing in the docket. The notice shall include the name and address of the judgment creditor and of the judgment

# Page 9 of 22

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

creditor's attorney, if any, in this state. In addition, the judgment creditor may mail a notice of the recording of the judgment to the judgment debtor and may record proof of mailing with the clerk. The failure of the clerk to mail notice of recording will not affect the enforcement proceedings if proof of mailing by the judgment creditor has been recorded.

(2) The judgment debtor shall have 30 days after service of the notice to file a notice of objection with the clerk of the court specifying the grounds for nonrecognition or nonenforceability under this act.

(3) Upon the application of any party, and after proper notice, the circuit court shall have jurisdiction to conduct a hearing, determine the issues, and enter an appropriate order granting or denying recognition in accordance with the terms of this act.

(4) If the judgment debtor fails to file a notice of
objection within the required time, the clerk of the court shall
record a certificate stating that no objection has been filed.

(5) Upon entry of an order recognizing the <u>out-of-country</u> foreign judgment, or upon recording of the clerk's certificate set forth above, the <u>out-of-country</u> foreign judgment shall be enforced in the same manner as the judgment of a court of this state.

(6) Once an order recognizing the <u>out-of-country</u> foreign judgment has been entered by a court of this state, the order and a copy of the judgment may be recorded in any other county of this state without further notice or proceedings, and shall

# Page 10 of 22

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

273 be enforceable in the same manner as the judgment of a court of 274 this state.

275 (7) A lien on real estate in any county shall be created 276 only when there has been recorded in the official records of the 277 county (a) a certified copy of the judgment, and (b) a copy of 278 the clerk's certificate or the order recognizing the out-ofcountry foreign judgment. The priority of such lien will be 279 280 established as of the time the latter of the two recordings has occurred. Such lien may be partially released or satisfied by 281 282 the person designated pursuant to paragraph (1).

(8) A judgment lien on personal property is acquired only
when a judgment lien certificate is filed in accordance with s.
55.203 with the Department of State.

286 Section 8. Section 55.605, Florida Statutes, is amended to 287 read:

55.605 Grounds for nonrecognition. --

289 (1) <u>An out-of-country</u> A foreign judgment is not conclusive 290 if:

(a) The judgment was rendered under a system which does
not provide impartial tribunals or procedures compatible with
the requirements of due process of law.

(b) The foreign court did not have personal jurisdictionover the defendant.

296 (c) The foreign court did not have jurisdiction over the 297 subject matter.

298 (2) <u>An out-of-country</u> A foreign judgment need not be 299 recognized if:

# Page 11 of 22

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

2004 CS

288

300 (a) The defendant in the proceedings in the foreign court
301 did not receive notice of the proceedings in sufficient time to
302 enable him or her to defend.

303

(b) The judgment was obtained by fraud.

304 (c) The cause of action or claim for relief on which the 305 judgment is based is repugnant to the public policy of this 306 state.

307 (d) The judgment conflicts with another final and308 conclusive order.

309 (e) The proceeding in the foreign court was contrary to an
310 agreement between the parties under which the dispute in
311 question was to be settled otherwise than by proceedings in that
312 court.

313 (f) In the case of jurisdiction based only on personal 314 service, the foreign court was a seriously inconvenient forum 315 for the trial of the action.

316 (g) The foreign jurisdiction where judgment was rendered 317 would not give recognition to a similar judgment rendered in 318 this state.

319 Section 9. Section 55.606, Florida Statutes, is amended to 320 read:

321 55.606 Personal jurisdiction.--The <u>out-of-country</u> foreign 322 judgment shall not be refused recognition for lack of personal 323 jurisdiction if:

324 (1) The defendant was served personally in the foreign325 state;

326 (2) The defendant voluntarily appeared in the proceedings,327 other than for the purpose of protecting property seized or

#### Page 12 of 22

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

328 threatened with seizure in the proceedings or of contesting the 329 jurisdiction of the court over him or her;

(3) The defendant, prior to the commencement of the
proceedings, had agreed to submit to the jurisdiction of the
foreign court with respect to the subject matter involved;

333 (4) The defendant was domiciled in the foreign state when 334 the proceedings were instituted, or, being a body corporate, had 335 its principal place of business, was incorporated, or had 336 otherwise acquired corporate status, in the foreign state;

337 (5) The defendant had a business office in the foreign
338 state and the proceedings in the foreign court involved a cause
339 of action or a claim for relief arising out of business done by
340 the defendant through that office in the foreign state; or

341 (6) The defendant operated a motor vehicle or airplane in
342 the foreign state and the proceedings involved a cause of action
343 or claim for relief arising out of such operation.

344 Section 10. Effective October 1, 2004, section 56.21,345 Florida Statutes, is amended to read:

346 56.21 Execution sales; notice.--Notice of all sales under 347 execution shall be given by advertisement once each week for 4 348 successive weeks in a newspaper published in the county in which 349 the sale is to take place. The time of such notice may be shortened in the discretion of the court from which the 350 351 execution issued, upon affidavit that the property to be sold is subject to decay and will not sell for its full value if held 352 until date of sale. On or before the date of the first 353 publication or posting of the notice of sale, a copy of the 354 355 notice of sale shall be furnished by certified mail to the

# Page 13 of 22

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

356 attorney of record of the judgment debtor, or to the judgment 357 debtor at the judgment debtor's last known address if the 358 judgment debtor does not have an attorney of record. Such copy 359 of the notice of sale shall be mailed even though a default 360 judgment was entered. When levying upon personal property, a 361 notice of such levy and execution sale and a copy of the affidavit required by s. 56.27(4) shall be sent by the sheriff 362 363 made by the levying creditor to the attorneys attorney of record 364 of all the judgment creditors, creditor or to all the judgment 365 creditors who do not have an attorney of record, <del>creditor</del> who 366 have has acquired a judgment lien as provided in s. 55.202 or s. 367 55.204(3), and whose liens have not lapsed at the time of levy, 368 at the address listed in the judgment lien certificate, or, if 369 amended, in any amendment to the judgment lien certificate, and 370 to all secured creditors who have filed financing statements as provided in part V of chapter 679 <del>s. 679.401</del> in the name of the 371 372 judgment debtor reflecting a security interest in property of 373 the kind to be sold at the execution sale at the address listed 374 in the financing statement, or, if amended, in any amendment to 375 the financing statement. Such notice shall be made in the same 376 manner as notice is made to any judgment debtor under this 377 section. When levying upon real property, notice of such levy 378 and execution sale shall be made to the property owner of record 379 in the same manner as notice is made to any judgment debtor pursuant to this section. When selling real or personal 380 property, the sale date shall not be earlier than 30 days after 381 382 the date of the first advertisement.

# Page 14 of 22

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

383 Section 11. Subsections (1), (2), and (4) of section 56.27, Florida Statutes, are amended to read: 384 385 56.27 Executions; payment of money collected.--386 All money received under executions shall be paid, in (1)387 the order prescribed, to the following: the sheriff, for costs; 388 the levying creditor in the amount of \$500 as liquidated expenses; if the levy is upon real property, the first priority 389 lienholder under s. 55.10; and if the levy is upon personal 390 391 property, and the first priority lienholder under s. 55.202, s. 392 55.204(3), or s. 55.208(2), as set forth in an affidavit 393 required by subsection (4), or his or her attorney, in 394 satisfaction of the judgment lien, provided that the judgment 395 lien has not lapsed at the time of the levy. The receipt of the 396 attorney shall be a release of the officer paying the money to 397 him or her. When the name of more than one attorney appears in 398 the court file, the money shall be paid to the attorney who 399 originally commenced the action or who made the original defense 400 unless the file shows that another attorney has been 401 substituted. 402 When property sold under execution brings more than (2)

the amount needed to satisfy the provisions of subsection (1), the surplus shall be paid in the order of priority to any judgment lienholders whose judgment liens have not lapsed. Priority <u>of liens on personal property</u> shall be based on the effective date of the judgment lien acquired under s. 55.202, s. 55.204(3), or s. 55.208(2), as set forth in an affidavit required under subsection (4). If there is a surplus after all

# Page 15 of 22

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

410 valid judgment liens and execution liens have been satisfied,411 the surplus must be paid to the defendant.

(4) On or Before the date of the first publication or posting of the notice of sale provided for under s. 56.21, the levying creditor shall <u>deliver to the sheriff</u> file an affidavit setting forth the following as to the judgment debtor:

(a) An attestation that the levying creditor has reviewed the database or judgment lien records established in accordance with ss. 55.201-55.209 and that the information contained in the affidavit based on that review is true and correct;

(b) The information required under s. 55.203(1) and (2) for each judgment lien certificate indexed under the name of the judgment debtor as to each judgment creditor; the file number assigned to the record of the original and, if any, the second judgment lien; and the date of filing for each judgment lien certificate under s. 55.202 or s. 55.204(3); and

(c) A statement that the levying creditor either does not have any other levy in process or, if another levy is in process, the levying creditor believes in good faith that the total value of the property under execution does not exceed the amount of outstanding judgments.

431 Section 12. Subsection (1) of section 56.29, Florida432 Statutes, is amended to read:

433

56.29 Proceedings supplementary.--

(1) When any person or entity holds an unsatisfied
<u>judgment</u> execution and has delivered a writ of execution to any
sheriff, the judgment holder plaintiff in execution may file an
affidavit so stating, identifying the issuing court, the case

# Page 16 of 22

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

438 <u>number, the unsatisfied amount of the judgment including accrued</u> 439 <u>costs and interest</u>, and that the execution is valid and 440 outstanding, and thereupon <u>the judgment holder</u> is entitled to 441 these proceedings supplementary to execution.

442 Section 13. Subsections (2) and (4) of section 222.01,443 Florida Statutes, are amended to read:

444

222.01 Designation of homestead by owner before levy.--

445 (2) When a certified copy of a judgment has been filed in 446 the public records of a county pursuant to chapter 55 <del>s. 55.10</del>, 447 a person who is entitled to the benefit of the provisions of the 448 State Constitution exempting real property as homestead and who has a contract to sell or a commitment from a lender for a 449 450 mortgage on the homestead may file a notice of homestead in the 451 public records of the county in which the homestead property is 452 located in substantially the following form:

## NOTICE OF HOMESTEAD

To:... (Name and address of judgment creditor as shown on recorded judgment and name and address of any other person shown in the recorded judgment to receive a copy of the Notice of Homestead). ...

460

453 454

455

You are notified that the undersigned claims as homestead
exempt from levy and execution under Section 4, Article X of the
State Constitution, the following described property:

464 465

... (Legal description) ...

Page 17 of 22

466 467 The undersigned certifies, under oath, that he or she has 468 applied for and received the homestead tax exemption as to the above-described property, that \_\_\_\_\_ is the tax identification 469 470 parcel number of this property, and that the undersigned has 471 resided on this property continuously and uninterruptedly from (date) ... to the date of this Notice of Homestead. 472 . . . 473 Further, the undersigned will either convey or mortgage the 474 above-described property pursuant to the following: 475 476 ... (Describe the contract of sale or loan commitment by 477 date, names of parties, date of anticipated closing, and amount. 478 The name, address, and telephone number of the person conducting 479 the anticipated closing must be set forth.) ... 480 481 The undersigned also certifies, under oath, that the 482 judgment lien filed by you on ... (date) ... and recorded in Official Records Book \_\_\_\_\_, Page \_\_\_\_\_, of the Public Records 483 of \_\_\_\_\_ County, Florida, does not constitute a valid lien 484 485 on the described property. 486 487 YOU ARE FURTHER NOTIFIED, PURSUANT TO SECTION 222.01 ET SEQ., FLORIDA STATUTES, THAT WITHIN 45 DAYS AFTER THE MAILING OF 488 THIS NOTICE YOU MUST FILE AN ACTION IN THE CIRCUIT COURT OF 489 490 \_\_\_\_\_ COUNTY, FLORIDA, FOR A DECLARATORY JUDGMENT TO 491 DETERMINE THE CONSTITUTIONAL HOMESTEAD STATUS OF THE SUBJECT 492 PROPERTY OR TO FORECLOSE YOUR JUDGMENT LIEN ON THE PROPERTY AND 493 RECORD A LIS PENDENS IN THE PUBLIC RECORDS OF THE COUNTY WHERE Page 18 of 22

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

ΓL	ORIDA HOUSE OF REPRESENTATIVES
	HB 955 2004 <b>CS</b>
494	THE HOMESTEAD IS LOCATED. YOUR FAILURE TO SO ACT WILL RESULT IN
495	ANY BUYER OR LENDER, OR HIS OR HER SUCCESSORS AND ASSIGNS, UNDER
496	THE ABOVE-DESCRIBED CONTRACT OF SALE OR LOAN COMMITMENT TO TAKE
497	FREE AND CLEAR OF ANY JUDGMENT LIEN YOU MAY HAVE ON THE
498	PROPERTY.
499	
500	This day of, 2
501	
502	(Signature of Owner)
503	
504	
505	(Printed Name of Owner)
506	
507	
508	(Owner's Address)
509	
510	Sworn to and subscribed before me by
511	who is personally known to me or
512	produced as identification, this
513	day of, 2
514	
515	
516	Notary Public
517	
518	(4) A lien pursuant to <u>chapter 55</u> <del>s. 55.10</del> of any lienor
519	upon whom such notice is served, who fails to institute an
520	action for a declaratory judgment to determine the
521	constitutional homestead status of the property described in the
I	Page 19 of 22

522 notice of homestead or to file an action to foreclose the 523 judgment lien, together with the filing of a lis pendens in the 524 public records of the county in which the homestead is located, within 45 days after service of such notice shall be deemed as 525 526 not attaching to the property by virtue of its status as 527 homestead property as to the interest of any buyer or lender, or his or her successors or assigns, who takes under the contract 528 of sale or loan commitment described above within 180 days after 529 530 the filing in the public records of the notice of homestead. 531 This subsection shall not act to prohibit a lien from attaching 532 to the real property described in the notice of homestead at 533 such time as the property loses its homestead status.

534 Section 14. Subsection (2) and paragraph (b) of subsection 535 (3) of section 319.27, Florida Statutes, are amended to read: 536 319.27 Notice of lien on motor vehicles or mobile homes; 537 notation on certificate; recording of lien.--

538 (2) No lien for purchase money or as security for a debt in the form of a security agreement, retain title contract, 539 540 conditional bill of sale, chattel mortgage, or other similar 541 instrument or any other nonpossessory lien, including a lien for 542 child support, upon a motor vehicle or mobile home upon which a Florida certificate of title has been issued shall be 543 enforceable in any of the courts of this state against creditors 544 or subsequent purchasers for a valuable consideration and 545 without notice, unless a sworn notice of such lien has been 546 547 filed in the department and such lien has been noted upon the certificate of title of the motor vehicle or mobile home. Such 548 549 notice shall be effective as constructive notice when filed. The

# Page 20 of 22

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

550 No interest of a statutory nonpossessory lienor; the interest of 551 a nonpossessory execution, attachment, or equitable lienor; or the interest of a lien creditor as defined in s. 679.1021(1)(zz) 552 553 679.301(3), if nonpossessory, shall not be enforceable against 554 creditors or subsequent purchasers for a valuable consideration 555 unless such interest becomes a possessory lien or is noted upon 556 the certificate of title for the subject motor vehicle or mobile 557 home prior to the occurrence of the subsequent transaction. 558 Provided the provisions of this subsection relating to a 559 nonpossessory statutory lienor; a nonpossessory execution, 560 attachment, or equitable lienor; or the interest of a lien 561 creditor as defined in s. 679.1021(1)(zz) 679.301(3) shall not 562 apply to liens validly perfected prior to October 1, 1988. The 563 notice of lien shall provide the following information:

(a) The date of the lien if a security agreement, retain title contract, conditional bill of sale, chattel mortgage, or other similar instrument was executed prior to the filing of the notice of lien;

568

571

(b) The name and address of the registered owner;

569 (c) A description of the motor vehicle or mobile home,570 showing the make, type, and vehicle identification number; and

(d) The name and address of the lienholder.

572

(3)

(b) As applied to a determination of the respective rights of a secured party under this chapter and a lien creditor as defined by s. 679.1021(1)(zz) = 679.301(3), or a nonpossessory statutory lienor, a security interest under this chapter shall be perfected upon the filing of the notice of lien with the

# Page 21 of 22

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

2004 CS

HB 955

578 department, the county tax collector, or their agents. Provided, 579 however, the date of perfection of a security interest of such 580 secured party shall be the same date as the execution of the 581 security agreement or other similar instrument if the notice of lien is filed in accordance with this subsection within 15 days 582 583 after the debtor receives possession of the motor vehicle or mobile home and executes such security agreement or other 584 similar instrument. The date of filing of the notice of lien 585 586 shall be the date of its receipt by the department central 587 office in Tallahassee, if first filed there, or otherwise by the 588 office of the county tax collector, or their agents. Section 15. Paragraph (zz) of subsection (1) of section 589 590 679.1021, Florida Statutes, is amended to read: 591 679.1021 Definitions and index of definitions.--(1) In this chapter, the term: 592 593 (zz) "Lien creditor" means: 594 A creditor that has acquired a lien on the property 1. 595 involved by attachment, levy, judgment lien certificate, or the 596 like; 597 An assignee for benefit of creditors from the time of 2. 598 assignment; 599 3. A trustee in bankruptcy from the date of the filing of 600 the petition; or 601 4. A receiver in equity from the time of appointment. 602 Section 16. Except as otherwise provided herein, this act 603 shall take effect upon becoming a law.

# Page 22 of 22