HB 673

CHAMBER ACTION

1 The Civil Justice Committee recommends the following: 2 3 Council/Committee Substitute Remove the entire bill and insert: 4 5 A bill to be entitled 6 An act relating to residential tenancies; amending s. 83.595, F.S.; allowing a landlord to terminate a rental 7 agreement and recover liquidated damages for breach of the 8 agreement or charge the tenant an early termination fee, 9 10 or both, under certain circumstances; providing a limit on the combined total damages and fee; specifying liability 11 of the tenant for rent, other charges otherwise due, and 12 rental concessions under certain circumstances; providing 13 14 application; providing an effective date. 15 Be It Enacted by the Legislature of the State of Florida: 16 17 Section 83.595, Florida Statutes, is amended to 18 Section 1. read: 19 83.595 Choice of remedies upon breach by tenant. --20 21 (1)If the tenant breaches the rental agreement lease for the dwelling unit and the landlord has obtained a writ of 22 23 possession, or the tenant has surrendered possession of the Page 1 of 3

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

hb0673-01-c1

2006 CS HB 673

24 dwelling unit to the landlord, or the tenant has abandoned the 25 dwelling unit, the landlord may:

(a) Treat the <u>rental agreement</u> lease as terminated and
retake possession for his or her own account, thereby
terminating any further liability of the tenant; or

(b) Retake possession of the dwelling unit for the account of the tenant, holding the tenant liable for the difference between <u>the rent</u> rental stipulated to be paid under the <u>rental</u> <del>lease</del> agreement and what, in good faith, the landlord is able to recover from a reletting; <del>or</del>

34 (c) Stand by and do nothing, holding the lessee liable for
35 the rent as it comes due; or.

(d) If provided for in the rental agreement, recover 36 liquidated damages upon the breach or charge the tenant a fee 37 for early termination of the rental agreement upon the tenant's 38 giving the landlord notice as provided for in the rental 39 agreement. The landlord shall be entitled to both liquidated 40 damages and an early termination fee, provided the combined 41 42 total for liquidated damages and the early termination fee does not exceed an amount equal to 2 months' rent. The landlord shall 43 treat such a rental agreement as terminated and charge the 44 45 tenant liquidated damages or the early termination fee as 46 specified in the rental agreement. In such event, the remedies set forth in paragraphs (a), (b), and (c) are not available to 47 the landlord. This paragraph shall not apply when the breach is 48 49 failure to give notice at the end of the rental agreement as 50 provided in s. 83.575.

## Page 2 of 3

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

2006 CS HB 673

51 The landlord may charge the tenant for any unpaid (2) 52 rent, other charges due under the rental agreement through the end of the month in which the landlord retakes possession of the 53 dwelling unit, and any rental concessions that the tenant has 54 received. For purposes of this subsection, the term "rental 55 56 concessions" means any amount by which all or a portion of the 57 base rent, options, or fees is reduced in consideration for the tenant's entering into the rental agreement. 58

59 (3) (2) If the landlord retakes possession of the dwelling 60 unit for the account of the tenant pursuant to paragraph (1)(b), the landlord has a duty to exercise good faith in attempting to 61 relet the premises, and any rent rentals received by the 62 63 landlord as a result of the reletting shall be deducted from the balance of rent due from the tenant. For purposes of this 64 section, "good faith in attempting to relet the premises" means 65 that the landlord shall use at least the same efforts to relet 66 the premises as were used in the initial rental or at least the 67 same efforts as the landlord uses in attempting to rent lease 68 69 other similar rental units but does not require the landlord to give a preference in leasing the premises over other vacant 70 dwelling units that the landlord owns or has the responsibility 71 72 to rent.

73 Section 2. This act shall take effect upon becoming a law 74 and shall apply to any rental agreement entered into prior to 75 the effective date of this act in which the parties agreed to 76 the remedies authorized in this act.

## Page 3 of 3

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

2006 CS