CS/HB 1277, Engrossed 1

A bill to be entitled 1 2 An act relating to residential tenancies; amending s. 3 83.43, F.S.; revising and providing definitions; amending s. 83.595, F.S.; allowing a landlord to terminate a rental 4 5 agreement and recover liquidated damages or charge the tenant an early termination fee for breach of the 6 7 agreement, or both, under certain circumstances; requiring 8 the tenant to indicate acceptance of an early termination 9 fee or liquidated-damages provision in the rental agreement in order for the provision to take effect; 10 providing a limit on the combined total of damages and 11 fee; providing liability of the tenant for rent, other 12 charges otherwise due, and rental concessions; providing 13 an effective date. 14 15 16 Be It Enacted by the Legislature of the State of Florida: 17 Subsection (7) of section 83.43, Florida 18 Section 1. Statutes, is amended, and subsection (17) is added to that 19 20 section, to read: 83.43 Definitions.--As used in this part, the following 21 words and terms shall have the following meanings unless some 22 other meaning is plainly indicated: 23 "Rental agreement" means any written agreement, 24 (7)including amendments or addenda, or oral agreement if for a less 25 duration of less than 1 year, providing for use and occupancy of 26 27 premises. "Early termination fee" means any charge, fee, or 28 (17)Page 1 of 4

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29 forfeiture that is provided for in a written rental agreement 30 and is assessed to a tenant when a tenant vacates a dwelling 31 unit before the end of the rental agreement. An early 32 termination fee does not include: Unpaid rent through the end of the month in which the 33 (a) tenant occupied the dwelling unit. 34 35 Charges for damages to the dwelling unit. (b) Section 2. Section 83.595, Florida Statutes, is amended to 36 37 read: 83.595 Choice of remedies upon breach or early termination 38 39 by tenant.--(1) If the tenant breaches the rental agreement lease for 40 the dwelling unit and the landlord has obtained a writ of 41 42 possession, or the tenant has surrendered possession of the 43 dwelling unit to the landlord, or the tenant has abandoned the 44 dwelling unit, the landlord may: (1) (1) (a) Treat the rental agreement lease as terminated and 45 retake possession for his or her own account, thereby 46 47 terminating any further liability of the tenant; or (2) (b) Retake possession of the dwelling unit for the 48 49 account of the tenant, holding the tenant liable for the 50 difference between the rent rental stipulated to be paid under the rental lease agreement and what, in good faith, the landlord 51 is able to recover from a reletting. If the landlord retakes 52 possession, the landlord has a duty to exercise good faith in 53 attempting to relet the premises, and any rent received by the 54 landlord as a result of the reletting shall be deducted from the 55 balance of rent due from the tenant. For purposes of this 56

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57 subsection, the term "good faith in attempting to relet the 58 premises" means that the landlord uses at least the same efforts to relet the premises as were used in the initial rental or at 59 60 least the same efforts as the landlord uses in attempting to 61 rent other similar rental units but does not require the landlord to give a preference in renting the premises over other 62 63 vacant dwelling units that the landlord owns or has the responsibility to rent; or 64 (3) (c) Stand by and do nothing, holding the lessee liable 65 66 for the rent as it comes due; or. If liquidated damages or an early termination fee are 67 (4) provided for in the rental agreement, treat the rental agreement 68 69 as terminated and recover liquidated damages or charge an early 70 termination fee upon the tenant's giving notice. This remedy is available only if the tenant, at the time the rental agreement 71 72 was made, indicated acceptance of liquidated damages or an early 73 termination fee by placing his or her signature or initials next to the provision in the agreement. If acceptance is not 74 75 indicated, only the remedies available in subsection (1), 76 subsection (2), or subsection (3) apply. 77 The landlord is entitled to both liquidated damages (a) 78 and an early termination fee if the combined total charge does 79 not exceed an amount equal to 2 months' rent. 80 (b) In addition to liquidated damages or an early 81 termination fee, the landlord may charge the tenant for any 82 unpaid rent and other charges due under the rental agreement through the end of the month in which the landlord retakes 83 84 possession of the dwelling unit, and any rent concessions that Page 3 of 4

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85 the tenant has received up to the maximum of 1 month's rent. For purposes of this paragraph, the term "rent concessions" means 86 any amount contained in the rental agreement by which all or a 87 portion of the base rent is reduced in consideration for the 88 89 tenant's entering into the rental agreement. 90 This subsection does not apply if the breach is (C) 91 failure to give notice as provided in s. 83.575. 92 (2) If the landlord retakes possession of the dwelling 93 unit for the account of the tenant, the landlord has a duty to exercise good faith in attempting to relet the premises, and any 94 rentals received by the landlord as a result of the reletting 95 96 shall be deducted from the balance of rent due from the tenant. For purposes of this section, "good faith in attempting to relet 97 98 the premises" means that the landlord shall use at least the 99 same efforts to relet the premises as were used in the initial rental or at least the same efforts as the landlord uses in 100 101 attempting to lease other similar rental units but does not 102 require the landlord to give a preference in leasing the premises over other vacant dwelling units that the landlord owns 103 104 or has the responsibility to rent. 105 Section 3. This act shall take effect upon becoming a law.

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