22-736-07

1	A bill to be entitled
2	An act relating to residential tenancies;
3	amending s. 83.43, F.S.; revising the
4	definition of "rental agreement"; defining
5	"early termination fee"; amending s. 83.595,
6	F.S.; authorizing a landlord to terminate a
7	rental agreement and recover liquidated damages
8	for breach of the agreement or charge the
9	tenant an early termination fee, or both, under
10	certain circumstances; providing a limit on the
11	combined total damages and fee; requiring the
12	tenant to indicate acceptance of an early
13	termination fee or liquidated damages provision
14	in the rental agreement; specifying liability
15	of the tenant for rent, other charges otherwise
16	due, and rental concessions under certain
17	circumstances; providing applicability and
18	certain retroactive effect; providing that the
19	act does not invalidate any liquidated damages
20	or early termination fee in any rental
21	agreement entered into prior to the effective
22	date of the act; providing an effective date.
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24	Be It Enacted by the Legislature of the State of Florida:
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26	Section 1. Subsection (7) of section 83.43, Florida
27	Statutes, is amended, and subsection (17) is added to that
28	section, to read:
29	83.43 DefinitionsAs used in this part, the
30	following words and terms shall have the following meanings
31	unless some other meaning is plainly indicated:

1	(7) "Rental agreement" means any written agreement,
2	including amendments or addenda, or oral agreement if for less
3	duration than 1 year, providing for use and occupancy of
4	premises.
5	(17) "Early termination fee" means any charge, fee, or
6	forfeiture which is contained in a written rental agreement
7	and which is assessed to a tenant when a tenant vacates a
8	dwelling unit before the end of the rental agreement. An early
9	termination fee does not include:
10	(a) Charges for services actually rendered to the
11	tenant.
12	(b) Unpaid rent through the end of the month in which
13	the tenant occupied the dwelling unit.
14	(c) Charges for damages to the dwelling unit.
15	Section 2. Section 83.595, Florida Statutes, is
16	amended to read:
17	83.595 Choice of remedies upon breach by tenant
18	(1) If the tenant breaches the rental agreement lease
19	for the dwelling unit and the landlord has obtained a writ of
20	possession, or the tenant has surrendered possession of the
21	dwelling unit to the landlord, or the tenant has abandoned the
22	dwelling unit, the landlord may:
23	(a) Treat the rental agreement lease as terminated and
24	retake possession for his or her own account, thereby
25	terminating any further liability of the tenant; or
26	(b) Retake possession of the dwelling unit for the
27	account of the tenant, holding the tenant liable for the
28	difference between the rent rental stipulated to be paid under
29	the lease agreement and what, in good faith, the landlord is

30 able to recover from a reletting; or

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1	(c) Stand by and do nothing, holding the lessee liable
2	for the rent as it comes due; or-
3	(d)1. If provided for in the rental agreement, recover
4	liquidated damages upon the breach or charge the tenant a fee
5	for early termination of the rental agreement upon the
6	tenant's giving the landlord notice as provided for in the
7	rental agreement. The landlord is entitled to liquidated
8	damages and an early termination fee if the combined total
9	charged for liquidated damages and the early termination fee
10	does not exceed an amount equal to 2 months' rent. The
11	landlord shall treat the rental agreement as terminated and
12	charge the tenant liquidated damages or the early termination
13	fee as specified in the rental agreement. In such event, the
14	remedies set forth in paragraphs (a), (b), and (c) are not
15	available to the landlord. This subparagraph does not apply
16	when the breach is failure to give notice at the end of the
17	rental agreement as provided in s. 83.575.
18	2. The tenant shall indicate acceptance of the
19	provision in the rental agreement requiring an early
20	termination fee or liquidated damages. Acceptance for purposes
21	of this subparagraph includes, but is not limited to, the
22	tenant's placing of his or her initials next to the provision
23	or otherwise indicating his or her agreement with the
24	provision. If acceptance is not indicated, the remedies in
25	this paragraph will not apply.
26	(2) The landlord may charge the tenant for any unpaid
27	rent, other charges due under the rental agreement through the
28	end of the month in which the landlord retakes possession of
29	the dwelling unit, and any rental concessions that the tenant
30	has received. For purposes of this subsection, the term
31	"rental concessions" means any amount contained in the rental

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agreement by which all or a portion of the base rent or options is reduced or any service or thing of value is given in consideration for the tenant's entering into the rental agreement.

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

Section 3. This act applies to any rental agreement entered into before the effective date of the act in which the parties agree to the remedies authorized in this act, except that s. 83.595(1)(d)2., Florida Statutes, applies to any rental agreement entered into on or after the effective date of this act. However, this act does not invalidate any liquidated damages or early termination fee in any rental agreement entered into before the effective date of the act.

Section 4. This act shall take effect upon becoming a

29 law.

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********** SENATE SUMMARY Revises the definition of "rental agreement." Defines "early termination fee." Allows a landlord to terminate a rental agreement and recover liquidated damages for breach of the agreement or charge the tenant an early termination fee, or both, under certain circumstances. Provides a limit on the combined total damages and fee. Requires the tenant to indicate acceptance of an early termination fee or liquidated damages provision in the rental agreement. Specifies liability of the tenant for rent, other charges otherwise due, and rental concessions under certain circumstances. Provides applicability and certain retroactive effect. Provides that the act does not invalidate any liquidated damages or early termination fee in any rental agreement entered into prior to the effective date of the act.