By Senator Baker

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A bill to be entitled

An act relating to homeowners' associations; requiring homeowners' associations to establish grievance committees by a specified date; providing for membership; requiring the Department of State to maintain a list of members of such committees and provide it to the public upon request; providing procedures for filing and processing grievances; tolling certain actions during the period that a grievance is unresolved; providing for grievance committee recommendations to be admissible in subsequent mediation or legal actions; prohibiting homeowners' associations from prohibiting solar panels or satellite dishes or requiring certain leases or lease approvals; prohibiting homeowners' associations from requiring homeowners to pay for certain mandatory cable or similar communications services or mandatory lawn or exterior maintenance services; amending s. 720.305, F.S.; requiring that notice be sent to a homeowner by certified mail, return receipt requested, before an association may impose certain fines or suspensions; suspending certain fines, fees, or penalties during any period that an association or grievance committee cannot meet to adjudicate a grievance; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. (1) After January 1, 2009, each homeowners' association must have a grievance committee composed of five members, four of whom are residents of the community governed by

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the association and one who is not and has never been a resident of the community. A member may not be a director or officer of the association or a relative or lessee of a director or officer of the association.

- (a) The committee members shall be elected by a majority vote of the association members at a meeting of the membership of the association. The initial meeting to elect the committee members must be held on or before January 1, 2009, and must comply with the requirements of chapter 720, Florida Statutes. The committee members shall annually elect a chair.
- (b) The names of committee members shall be submitted to the Department of State, which shall maintain a record of the names and contact information for the committee members of each association in the state that has incorporated or formed an LLC, and shall list the names and contact information for the public on the department's website of corporate filings.
- (2) An association member who has a grievance against the association must submit a written complaint detailing such grievance and specifying the relief requested to the committee chair by certified mail, return receipt requested. The chair must convene a committee meeting within 30 days after receipt of the grievance. If the chair does not convene a meeting within such time, the complainant may contact the committee members and, if three members agree, they may convene a meeting without the approval of the chair.
- (a) Within 7 days after meeting, the committee shall submit a report, including its findings and recommendations, to the president of the association.

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(b) The chair shall also present the committee's findings to the board of directors at the next meeting of the board. If a regular meeting of the board is not scheduled within 30 days after the report is submitted to the president, the committee chair shall request a special meeting pursuant to chapter 720, Florida Statutes.

- (c) The board shall consider the grievance and make a determination within 30 days after the meeting, shall submit a written copy of the determination to the committee chair, and shall send a written copy to the complainant by certified mail, return receipt requested.
- (d) If the grievance involves fines, assessments, or any other actions previously taken or currently under consideration by the board against the complainant, the board shall consider the committee recommendations in making a final decision.
- (e) The committee recommendations are admissible in any subsequent mediation or litigation involving the subject of the complaint. After the chair's receipt of the complaint, evidenced by the complainant's certified mailing receipt, the association may not institute legal action, assess any additional fines or other assessments, or threaten foreclosure based on prior fines or assessments against the complainant until the board has received the committee report and has made a final determination on the matter, unless such actions are authorized by chapter 720, Florida Statutes.
- Section 2. <u>Notwithstanding any provision of law to the</u> contrary, a homeowner's association may not:
- (1) Require approval by any person or entity for a homeowner to install solar energy panels on a residence.

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(2) Prohibit a homeowner from installing a satellite dish antenna or require a homeowner to pay for any community satellite or cable television or other similar service that he or she chooses not to receive.

- (3) Require a homeowner to participate in or pay for any required lawn or other exterior maintenance service to the homeowner's property if he or she performs or has such maintenance performed to the standards of the community. This subsection does not prohibit an association from assessing fees for the maintenance of common areas of the community which are not individually owned or controlled by the homeowner.
- (4) Take any adverse action against a homeowner, including assessing fines or other fees, until the homeowner has received notice by certified mail, return receipt requested, pursuant to s. 720.305(2), Florida Statutes.
- (5) Require specific agreements between a homeowner and a lessee or require approval of such agreements by the association or any person or entity representing the association unless such action is specifically authorized under chapter 720, Florida Statutes.

Section 3. Subsection (2) of section 720.305, Florida Statutes, is amended to read:

720.305 Obligations of members; remedies at law or in equity; levy of fines and suspension of use rights; failure to fill sufficient number of vacancies on board of directors to constitute a quorum; appointment of receiver upon petition of any member.--

(2) If the governing documents so provide, an association may suspend, for a reasonable period of time, the rights of a

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member or a member's tenants, guests, or invitees, or both, to use common areas and facilities and may levy reasonable fines, not to exceed \$100 per violation, against any member or any tenant, guest, or invitee. A fine may be levied on the basis of each day of a continuing violation, with a single notice and opportunity for hearing, except that no such fine shall exceed \$1,000 in the aggregate unless otherwise provided in the governing documents. A fine shall not become a lien against a parcel. In any action to recover a fine, the prevailing party is entitled to collect its reasonable attorney's fees and costs from the nonprevailing party as determined by the court.

- (a) A fine or suspension may not be imposed without notice of at least 14 days, sent by certified mail, return receipt requested, to the person sought to be fined or suspended and an opportunity for a hearing before a committee of at least three members appointed by the board who are not officers, directors, or employees of the association, or the spouse, parent, child, brother, or sister of an officer, director, or employee. If the committee, by majority vote, does not approve a proposed fine or suspension, it may not be imposed.
- (b) The requirements of this subsection, except for the requirement that notice be sent by certified mail, return receipt requested, 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

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pedestrian ingress to and egress from the parcel, including, but not limited to, the right to park.

(d) If a quorum of the homeowners' association or a quorum of the grievance committee cannot convene to adjudicate a grievance due to the unavailability or out-of-state residency of a member, all fines, fees, or penalties levied against the lessee or homeowner who filed the grievance shall be suspended until a quorum convenes to determine the validity of the grievance.

Section 4. This act shall take effect July 1, 2008.