${\bf By}$ Senator Fasano

	11-00529A-09 20091032
1	A bill to be entitled
2	An act relating to mobile home park lot tenancies;
3	amending s. 723.031, F.S.; deleting cross-references
4	to conform to changes made by the act; amending s.
5	723.0381, F.S.; authorizing the court to refer actions
6	to binding arbitration under certain conditions;
7	amending s. 723.059, F.S.; deleting a provision
8	relating to mobile home park owners increasing rental
9	amounts under certain conditions; amending s. 723.061,
10	F.S., relating to grounds and proceedings for
11	eviction; requiring a mobile home park owner to apply
12	to the local government for change of use or rezoning
13	under specified conditions; requiring such owner to
14	provide a specified relocation plan; providing that
15	such application and plan be provided to the park's
16	homeowners' association; providing that a park owner
17	may not give a notice of increase in lot rental amount
18	during a specified period; deleting a provision
19	relating to nonapplicability of certain provisions
20	relating to governmental action affecting removal of
21	mobile home owners; amending s. 723.071, F.S.;
22	revising notice requirements relating to the sale of
23	mobile home parks; revising provisions relating to a
24	homeowners' association's right to purchase the mobile
25	home park; increasing the number of days in which a
26	contract must be executed for such sale; providing
27	requirements for the purchase of the park by a
28	homeowners' association; providing offer requirements;
29	deleting definitions to conform to changes in such

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30	notice requirements; amending s. 723.083, F.S.;
31	requiring an agency of municipal, local, county, or
32	state government to first determine the existence of
33	adequate mobile home parks or other monetarily
34	comparable, suitable, and available facilities before
35	approving any action that would result in the removal
36	or relocation of mobile home owners residing in a
37	mobile home park; providing an effective date.
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39	Be It Enacted by the Legislature of the State of Florida:
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41	Section 1. Subsection (5) of section 723.031, Florida
42	Statutes, is amended to read:
43	723.031 Mobile home lot rental agreements
44	(5) The rental agreement shall contain the lot rental
45	amount and services included. An increase in lot rental amount
46	upon expiration of the term of the lot rental agreement shall be
47	in accordance with ss. 723.033 and 723.037 or s. 723.059(4),
48	whichever is applicable, provided that, pursuant to s.
49	723.059(4), the amount of the lot rental increase is disclosed
50	and agreed to by the purchaser, in writing. An increase in lot
51	rental amount shall not be arbitrary or discriminatory between
52	similarly situated tenants in the park. No lot rental amount may
53	be increased during the term of the lot rental agreement,
54	except:
55	(a) When the manner of the increase is disclosed in a lot
56	rental agreement with a term exceeding 12 months and which
57	provides for such increases not more frequently than annually.
58	(b) For pass-through charges as defined in s. 723.003(10).

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59 (c) That no charge may be collected that results in payment 60 of money for sums previously collected as part of the lot rental 61 amount. The provisions hereof notwithstanding, the mobile home 62 park owner may pass on, at any time during the term of the lot 63 rental agreement, ad valorem property taxes and utility charges, 64 or increases of either, provided that the ad valorem property 65 taxes and the utility charges are not otherwise being collected 66 in the remainder of the lot rental amount and provided further 67 that the passing on of such ad valorem taxes or utility charges, or increases of either, was disclosed prior to tenancy, was 68 69 being passed on as a matter of custom between the mobile home 70 park owner and the mobile home owner, or such passing on was 71 authorized by law. Such ad valorem taxes and utility charges 72 shall be a part of the lot rental amount as defined by this 73 chapter. Other provisions of this chapter notwithstanding, pass-74 on charges may be passed on only within 1 year of the date a 75 mobile home park owner remits payment of the charge. A mobile 76 home park owner is prohibited from passing on any fine, 77 interest, fee, or increase in a charge resulting from a park 78 owner's payment of the charge after the date such charges become 79 delinquent. Nothing herein shall prohibit a park owner and a 80 homeowner from mutually agreeing to an alternative manner of 81 payment to the park owner of the charges. 82 Section 2. Subsection (2) of section 723.0381, Florida

83 Statutes, is amended to read:

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723.0381 Civil actions; arbitration.-

(2) The court may refer the action to nonbinding
arbitration pursuant to s. 44.103, or, with the consent of both
parties, to binding arbitration pursuant to s. 44.104, and the

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11-00529A-09 20091032 88 Florida Rules of Civil Procedure. The court shall order the 89 hearing to be held informally with presentation of testimony 90 kept to a minimum and matters presented to the arbitrators 91 primarily through the statements and arguments of counsel. The 92 court shall assess the parties equally to pay the compensation 93 awarded to the arbitrators if neither party requests a trial de 94 novo. If a party has filed for a trial de novo, the party shall 95 be assessed the arbitration costs, court costs, and other 96 reasonable costs of the opposing party, including attorney's fees, investigation expenses, and expenses for expert or other 97 98 testimony or evidence incurred after the arbitration hearing if 99 the judgment upon the trial de novo is not more favorable than 100 the arbitration decision. If subsequent to arbitration a party 101 files for a trial de novo, the arbitration decision may be made 102 known to the judge only after he or she has entered his or her 103 order on the merits.

104 Section 3. Subsections (4) and (5) of section 723.059, 105 Florida Statutes, are amended to read:

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723.059 Rights of purchaser.-

107 (4) However, nothing herein shall be construed to prohibit 108 a mobile home park owner from increasing the rental amount to be 109 paid by the purchaser upon the expiration of the assumed rental 110 agreement in an amount deemed appropriate by the mobile home park owner, so long as such increase is disclosed to the 111 purchaser prior to his or her occupancy and is imposed in a 112 manner consistent with the initial offering circular or 113 114 prospectus and this act.

115 <u>(4) (5)</u> Lifetime leases, both those existing and those 116 entered into after July 1, 1986, shall be nonassumable unless

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11-00529A-09 20091032 117 otherwise provided in the lot rental agreement or unless the 118 transferee is the home owner's spouse. The renewal provisions in 119 automatically renewable leases, both those existing and those 120 entered into after July 1, 1986, are not assumable unless otherwise provided in the lease agreement. 121 122 Section 4. Paragraph (d) of subsection (1) and subsections 123 (3) through (5) of section 723.061, Florida Statutes, are 124 amended to read: 125 723.061 Eviction; grounds, proceedings.-126 (1) A mobile home park owner may evict a mobile home owner, 127 a mobile home tenant, a mobile home occupant, or a mobile home 128 only on one or more of the grounds provided in this section. 129 (d) Change in use of the land comprising the mobile home 130 park, or the portion thereof from which mobile homes are to be 131 evicted, from mobile home lot rentals to some other use, 132 provided all tenants affected are given at least 6 months' 133 notice of the projected change of use and of their need to 134 secure other accommodations and provided the mobile home park 135 owner has made application to the local government for change of 136 use or rezoning. In an attachment to the application, the mobile 1.37 home park owner shall provide a relocation plan indicating 138 monetarily comparable locations for the displaced residents. The 139 application and the attachment shall be provided to the park's 140 homeowners' association. The notice shall include in a font no smaller than the body of the notice: YOU MAY BE ENTITLED TO 141 COMPENSATION FROM THE FLORIDA MOBILE HOME RELOCATION TRUST FUND, 142 143 ADMINISTERED BY THE FLORIDA MOBILE HOME RELOCATION CORPORATION 144 (FMHRC). FMHRC CONTACT INFORMATION IS AVAILABLE FROM THE FLORIDA 145 DEPARTMENT OF BUSINESS AND PROFESSIONAL REGULATION. The park

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11-00529A-09 20091032 146 owner may not give a notice of increase in lot rental amount 147 within 90 days before giving notice of a change in use nor 148 during the 6-month eviction notice term. (3) The provisions of s. 723.083 shall not be applicable to 149 150 any park where the provisions of this subsection apply. 151 (3) (4) A mobile home park owner applying for the removal of 152 a mobile home owner, tenant, occupant, or a mobile home shall 153 file, in the county court in the county where the mobile home 154 lot is situated, a complaint describing the lot and stating the 155 facts that authorize the removal of the mobile home owner, 156 tenant, occupant, or the mobile home. The park owner is entitled 157 to the summary procedure provided in s. 51.011, and the court 158 shall advance the cause on the calendar. 159 (4) (5) Any notice required by this section must be in 160 writing, and must be posted on the premises and sent to the 161 mobile home owner and tenant or occupant, as appropriate, by 162 certified or registered mail, return receipt requested, 163 addressed to the mobile home owner and tenant or occupant, as 164 appropriate, at her or his last known address. Delivery of the mailed notice shall be deemed given 5 days after the date of 165 166 postmark. 167 Section 5. Section 723.071, Florida Statutes, is amended to 168 read: 169 723.071 Sale of mobile home parks.-(1) (a) If a mobile home park owner intends to offer offers 170 171 a mobile home park for sale, or if a mobile home park owner 172 receives a bona fide offer to purchase the park that she or he

173 intends to consider or make a counteroffer to, she or he shall 174 notify, by certified mail, the officers of the homeowners'

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11-00529A-09 20091032 175 association created pursuant to ss. 723.075-723.079, and the 176 Florida Housing Finance Corporation, of the offer, or of her or 177 his intent to offer, stating the price and the terms and 178 conditions of sale, provided the requirements of the homeowners' 179 offer to purchase as set forth in subsection (2) have been met 180 by the homeowners' association. 181 (b) The mobile home owners, by and through the association 182 defined in s. 723.075, shall have the right to purchase the 183 park, and the mobile home park owner is obligated to sell to the 184 home owners, provided the home owners meet the price and terms 185 and conditions of the mobile home park owner by executing a 186 contract with the park owner within 120 45 days, unless agreed 187 to otherwise, from the date of mailing of the notice and 188 provided they have complied with ss. 723.075-723.079. If a 189 contract between the park owner and the association is not 190 executed within such 120-day 45-day period, then, unless the 191 park owner thereafter elects to offer the park at a price lower 192 than the price specified in her or his notice to the officers of the homeowners' association, the park owner has no further 193 194 obligations under this subsection, and her or his only 195 obligation shall be as set forth in subsection (2). 196 (c) If the park owner thereafter elects to offer the park

at a price lower <u>or higher</u> than the price specified in her or his notice to the home owners, the home owners, by and through the association, will have an additional <u>21</u> 10 days to meet the price and terms and conditions of the park owner by executing a contract. <u>The homeowners, by and through the association, shall</u> <u>have 21 days to meet the price and terms and conditions of a</u> <u>counteroffer.</u>

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20091032 11-00529A-09 204 (2) If the mobile home owners, by and through the 205 association, have made a bona fide offer to purchase the park by 206 certified mail to the mobile home park owner, the park owner is 207 required to comply with the provisions of subsection (1). The 208 offer to purchase must be renewed annually by certified mail to 209 the park owner. The offer to purchase must include information 210 about the number of home owners who are making the offer; the 211 date, time, and place of the homeowners' association meeting 212 determining such offer; and information concerning the ability 213 of the home owners to purchase the park using a middle 214 appraisal. If the homeowners' association has not made an offer 215 to purchase by certified mail to the mobile home park owner, the 216 park owner has no obligation to comply with the provisions of 217 subsection (1). If a mobile home park owner receives a bona fide 218 offer to purchase the park that she or he intends to consider or 219 make a counteroffer to, the park owner's only obligation shall 220 be to notify the officers of the homeowners' association that 221 she or he has received an offer and disclose the price and 222 material terms and conditions upon which she or he would 223 consider selling the park and consider any offer made by the home owners, provided the home owners have complied with ss. 224 723.075-723.079. The park owner shall be under no obligation to 225 226 sell to the home owners or to interrupt or delay other 227 negotiations and shall be free at any time to execute a contract 228 for the sale of the park to a party or parties other than the 229 home owners or the association. 230 (3) (a) As used in subsections (1) and (2), the term

231 "notify" means the placing of a notice in the United States mail 232 addressed to the officers of the homeowners' association. Each

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233	such notice shall be deemed to have been given upon the deposit
234	of the notice in the United States mail.
235	(b) As used in subsection (1), the term "offer" means any
236	solicitation by the park owner to the general public.
237	(3)(4) This section does not apply to:
238	(a) Any sale or transfer to a person who would be included
239	within the table of descent and distribution if the park owner
240	were to die intestate.
241	(b) Any transfer by gift, devise, or operation of law.
242	(c) Any transfer by a corporation to an affiliate. As used
243	herein, the term "affiliate" means any shareholder of the
244	transferring corporation; any corporation or entity owned or
245	controlled, directly or indirectly, by the transferring
246	corporation; or any other corporation or entity owned or
247	controlled, directly or indirectly, by any shareholder of the
248	transferring corporation.
249	(d) Any transfer by a partnership to any of its partners.
250	(e) Any conveyance of an interest in a mobile home park
251	incidental to the financing of such mobile home park.
252	(f) Any conveyance resulting from the foreclosure of a
253	mortgage, deed of trust, or other instrument encumbering a
254	mobile home park or any deed given in lieu of such foreclosure.
255	(g) Any sale or transfer between or among joint tenants or
256	tenants in common owning a mobile home park.
257	(h) Any exchange of a mobile home park for other real
258	property, whether or not such exchange also involves the payment
259	of cash or other boot.

(i) The purchase of a mobile home park by a governmentalentity under its powers of eminent domain.

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262	Section 6. Section 723.083, Florida Statutes, is amended to
263	read:
264	723.083 Governmental action affecting removal of mobile
265	home ownersNo agency of municipal, local, county, or state
266	government shall approve any application for rezoning, or take
267	any other official action, which would result in the removal or
268	relocation of mobile home owners residing in a mobile home park
269	without first determining that adequate mobile home parks or
270	other monetarily comparable, suitable, and available facilities
271	exist for the relocation of the mobile home owners.
272	Section 7. This act shall take effect July 1, 2009.