20111196er 1 2 An act relating to construction liens; amending s. 3 713.10, F.S.; specifying that a lessor's interest in 4 property is not subject to a construction lien for 5 improvements made by a lessee if certain documents 6 containing specific information and meeting certain 7 criteria are recorded in the official records of the 8 county before the recording of a notice of 9 commencement; authorizing certain contractors and 10 lienors to demand that a lessor serve verified copies of a lease prohibiting liability for improvements made 11 12 by a lessee; subjecting the interest of a lessor to a 13 specified lien for failing to serve such verified 14 copies or serving a false or fraudulent copy; 15 requiring that the demand include a specified warning; 16 amending s. 713.13, F.S.; revising the form for notice 17 of commencement to include information relating to the obligations of a lessee who contracts for improvements 18 19 to property; providing an effective date. 20 21 Be It Enacted by the Legislature of the State of Florida: 22 23 Section 1. Section 713.10, Florida Statutes, is amended to 2.4 read: 25 713.10 Extent of liens.-(1) Except as provided in s. 713.12, a lien under this part 26 27 shall extend to, and only to, the right, title, and interest of 28 the person who contracts for the improvement as such right, 29 title, and interest exists at the commencement of the

Page 1 of 8

20111196er 30 improvement or is thereafter acquired in the real property. When 31 an improvement is made by a lessee in accordance with an 32 agreement between such lessee and her or his lessor, the lien 33 shall extend also to the interest of such lessor. 34 (2) (a) When the lease expressly provides that the interest of the lessor shall not be subject to liens for improvements 35 36 made by the lessee, the lessee shall notify the contractor making any such improvements of such provision or provisions in 37 38 the lease, and the knowing or willful failure of the lessee to 39 provide such notice to the contractor shall render the contract between the lessee and the contractor voidable at the option of 40 41 the contractor. 42 (b) The interest of the lessor shall not be subject to 43 liens for improvements made by the lessee when: 44 1. The lease, or a short form or a memorandum of the lease 45 that contains the specific language in the lease prohibiting 46 such liability, is recorded in the official records of the 47 county where the premises are located before the recording of a 48 notice of commencement for improvements to the premises (1) The lease or a short form thereof is recorded in the 49 50 clerk's office and the terms of the lease expressly prohibit 51 such liability; or 52 2.(2) The terms All of the lease expressly prohibit such 53 liability and a notice advising that leases entered into by a 54 lessor for the rental of premises on a parcel of land prohibit 55 such liability has been and a notice which sets forth the 56 following is recorded by the lessor in the official public 57 records of the county in which the parcel of land is located 58 before the recording of a notice of commencement for

Page 2 of 8

20111196er 59 improvements to the premises and the notice includes the 60 following: 61 a. (a) The name of the lessor. 62 b. (b) The legal description of the parcel of land to which 63 the notice applies. c.(c) The specific language contained in the various leases 64 65 prohibiting such liability. d. (d) A statement that all or a majority of the leases 66 67 entered into for premises on the parcel of land expressly prohibit such liability contain the language identified in 68 69 paragraph (c). 70 3. The lessee is a mobile home owner who is leasing a 71 mobile home lot in a mobile home park from the lessor. 72 (3) Any contractor or lienor under contract to furnish labor, services, or materials for improvements being made by a 73 74 lessee may serve written demand on the lessor for a copy of the 75 provision in the lease prohibiting liability for improvements 76 made by the lessee, which copy shall be verified under s. 77 92.525. The demand must identify the lessee and the premises being improved and must be in a document that is separate from 78 79 the notice to the owner as provided in s. 713.06(2). The 80 interest of any lessor who does not serve a verified copy of the lease provision within 30 days after demand, or who serves a 81 82 false or fraudulent copy, is subject to a lien under this part 83 by the contractor or lienor who made the demand if the contractor or lienor has otherwise complied with this part and 84 did not have actual notice that the interest of the lessor was 85 86 not subject to a lien for improvements made by the lessee. The 87 written demand must include a warning in conspicuous type in

Page 3 of 8

20111196er

88	substantially the following form:
89	WARNING
90	YOUR FAILURE TO SERVE THE REQUESTED VERIFIED COPY
91	WITHIN 30 DAYS OR THE SERVICE OF A FALSE COPY MAY
92	RESULT IN YOUR PROPERTY BEING SUBJECT TO THE CLAIM OF
93	LIEN OF THE PERSON REQUESTING THE VERIFIED COPY.
94	(3) The lessee is a mobile home owner who is leasing a
95	mobile home lot in a mobile home park from the lessor.
96	Section 2. Paragraphs (a) and (d) of subsection (1) of
97	section 713.13, Florida Statutes, are amended to read:
98	713.13 Notice of commencement
99	(1)(a) Except for an improvement that is exempt pursuant to
100	s. 713.02(5), an owner or the owner's authorized agent before
101	actually commencing to improve any real property, or
102	recommencing completion of any improvement after default or
103	abandonment, whether or not a project has a payment bond
104	complying with s. 713.23, shall record a notice of commencement
105	in the clerk's office and forthwith post either a certified copy
106	thereof or a notarized statement that the notice of commencement
107	has been filed for recording along with a copy thereof. The
108	notice of commencement shall contain the following information:
109	1. A description sufficient for identification of the real
110	property to be improved. The description should include the
111	legal description of the property and also should include the
112	street address and tax folio number of the property if available
113	or, if there is no street address available, such additional
114	information as will describe the physical location of the real
115	property to be improved.
116	2. A general description of the improvement.

Page 4 of 8

2011 Legislature CS for CS for SB 1196, 1st Engrossed

ENROLLED

	20111196er
117	3. The name and address of the owner, the owner's interest
118	in the site of the improvement, and the name and address of the
119	fee simple titleholder, if other than such owner. <u>A lessee who</u>
120	contracts for the improvements is an owner as defined under s.
121	713.01(23) and must be listed as the owner together with a
122	statement that the ownership interest is a leasehold interest.
123	4. The name and address of the contractor.
124	5. The name and address of the surety on the payment bond
125	under s. 713.23, if any, and the amount of such bond.
126	6. The name and address of any person making a loan for the
127	construction of the improvements.
128	7. The name and address within the state of a person other
129	than himself or herself who may be designated by the owner as
130	the person upon whom notices or other documents may be served
131	under this part; and service upon the person so designated
132	constitutes service upon the owner.
133	(d) A notice of commencement must be in substantially the
134	following form:
135	
136	Permit No Tax Folio No
137	NOTICE OF COMMENCEMENT
138	State of
139	County of
140	
141	The undersigned hereby gives notice that improvement will be
142	made to certain real property, and in accordance with Chapter
143	713, Florida Statutes, the following information is provided in
144	this Notice of Commencement.
145	1. Description of property:(legal description of the

Page 5 of 8

20111196er 146 property, and street address if available) 2. General description of improvement:..... 147 148 3. Owner information or Lessee information if the Lessee 149 contracted for the improvement: 150 a. Name and address:.... 151 b. Interest in property:.... 152 c. Name and address of fee simple titleholder (if different 153 from Owner listed above other than Owner):.... 154 4.a. Contractor: ... (name and address) 155 b. Contractor's phone number:.... 5. Surety (if applicable, a copy of the payment bond is 156 157 attached): a. Name and address:.... 158 159 b. Phone number:.... c. Amount of bond: \$.... 160 161 6.a. Lender: ... (name and address).... 162 b. Lender's phone number:.... 7.a. Persons within the State of Florida designated by 163 164 Owner upon whom notices or other documents may be served as 165 provided by Section 713.13(1)(a)7., Florida Statutes: 166 a. Name and address:... (name and address) 167 b. Phone numbers of designated persons:.... 8.a. In addition to himself or herself, Owner designates 168 169 of to receive a copy of the Lienor's 170 Notice as provided in Section 713.13(1)(b), Florida Statutes. 171 b. Phone number of person or entity designated by 172 Owner:.... 9. Expiration date of notice of commencement (the 173 174 expiration date may not be before the completion of construction

Page 6 of 8

20111196er 175 and final payment to the contractor, but will be is 1 year from 176 the date of recording unless a different date is specified)..... 177 WARNING TO OWNER: ANY PAYMENTS MADE BY THE OWNER AFTER THE 178 179 EXPIRATION OF THE NOTICE OF COMMENCEMENT ARE CONSIDERED IMPROPER 180 PAYMENTS UNDER CHAPTER 713, PART I, SECTION 713.13, FLORIDA 181 STATUTES, AND CAN RESULT IN YOUR PAYING TWICE FOR IMPROVEMENTS 182 TO YOUR PROPERTY. A NOTICE OF COMMENCEMENT MUST BE RECORDED AND 183 POSTED ON THE JOB SITE BEFORE THE FIRST INSPECTION. IF YOU 184 INTEND TO OBTAIN FINANCING, CONSULT WITH YOUR LENDER OR AN 185 ATTORNEY BEFORE COMMENCING WORK OR RECORDING YOUR NOTICE OF 186 COMMENCEMENT. 187 188 Under penalty of perjury, I declare that I have read the 189 foregoing notice of commencement and that the facts stated 190 therein are true to the best of my knowledge and belief. 191 192 ... (Signature of Owner or Lessee, or Owner's or Lessee's 193 Authorized Officer/Director/Partner/Manager)... 194 195 ... (Signatory's Title/Office)... 196 197 The foregoing instrument was acknowledged before me this 198 day of, ... (year)..., by ... (name of person)... as ... (type 199 of authority, . . . e.g. officer, trustee, attorney in fact)... 200 for ... (name of party on behalf of whom instrument was 201 executed).... 202 203 ... (Signature of Notary Public - State of Florida) ...

Page 7 of 8

```
20111196er
204
205
     ... (Print, Type, or Stamp Commissioned Name of Notary Public)...
206
207
          Personally Known .... OR Produced Identification ....
208
209
          Type of Identification Produced.....
210
211
     Verification pursuant to Section 92.525, Florida Statutes.
212
213
     Under penalties of perjury, I declare that I have read the
     foregoing and that the facts stated in it are true to the best
214
     of my knowledge and belief.
215
216
217
     ... (Signature of Natural Person Signing Above)...
218
          Section 3. This act shall take effect October 1, 2011.
```