1	A bill to be entitled
2	An act relating to residential properties; amending s.
3	399.02, F.S.; exempting certain elevators from
4	specific code update requirements; amending s.
5	718.112, F.S.; revising provisions relating to the
6	terms of condominium board of administration members;
7	revising condominium unit owner meeting notice
8	requirements; providing application of certain
9	provisions relating to elections; revising
10	recordkeeping requirements of a condominium
11	association board; requiring challenges to an election
12	to commence within a certain time period; providing
13	requirements for challenging the failure of a board to
14	duly notice and hold the required board meeting or to
15	file the required petition for a recall; providing
16	requirements for recalled board members to challenge
17	the recall; providing duties of the division regarding
18	recall petitions; amending s. 718.113, F.S.; providing
19	requirements for a condominium association board
20	relating to the installation of hurricane shutters,
21	impact glass, code-compliant windows or doors, and
22	other types of code-compliant hurricane protection
23	under certain circumstances; amending s. 718.115,
24	F.S.; conforming provisions to changes made by the
25	act; amending s. 718.116, F.S.; revising liability of
26	certain condominium unit owners acquiring title;
27	amending s. 718.303, F.S.; revising provisions
28	relating to imposing remedies against a noncompliant
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29 or delinquent condominium unit owner or member; 30 revising voting requirements under certain conditions; 31 amending s. 718.403, F.S.; providing requirements for 32 the completion of phase condominiums; creating s. 718.406, F.S.; providing definitions; providing 33 requirements for condominiums created within 34 condominium parcels; providing for the establishment 35 36 of primary condominium and secondary condominium 37 units; providing requirements for association 38 declarations; authorizing a primary condominium 39 association to provide insurance and adopt hurricane shutter or hurricane protection specifications under 40 certain conditions; providing requirements relating to 41 42 assessments; providing for resolution of conflicts 43 between primary condominium declarations and secondary 44 condominium declarations; providing requirements 45 relating to common expenses due the primary condominium association; amending s. 718.5011, F.S.; 46 47 revising the restriction on officers and full-time employees of the ombudsman from engaging in other 48 49 businesses or professions; amending s. 718.707, F.S.; 50 revising the time limitation for classification as a 51 bulk assignee or bulk buyer; amending s. 719.104, 52 F.S.; specifying additional records that are not 53 accessible to unit owners; amending s. 719.1055, F.S.; 54 revising provisions relating to the amendment of 55 cooperative documents; providing legislative findings 56 and a finding of compelling state interest; providing Page 2 of 75

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57 criteria for consent or joinder to an amendment; requiring notice regarding proposed amendments to 58 59 mortgagees; providing criteria for notification; 60 providing for voiding certain amendments; amending s. 719.106, F.S.; revising applicability of certain board 61 62 of administration meeting requirements; requiring 63 challenges to an election to commence within a certain 64 time period; providing requirements for challenging 65 the failure of a board to duly notice and hold the 66 required board meeting or to file the required 67 petition for a recall; providing requirements for recalled board members to challenge the recall; 68 69 providing duties of the division regarding recall 70 petitions; amending s. 719.108, F.S.; revising 71 language with respect to assessments and liens; 72 revising liability of unit owners; providing liability 73 limitations of a first mortgagee or its successor or 74 assignees who acquire title to a unit by foreclosure; 75 providing requirements for persons acquiring title; 76 authorizing the association to record a claim of lien 77 under certain conditions; amending s. 719.303, F.S.; 78 revising provisions relating to imposing remedies 79 against a noncompliant or delinguent cooperative unit 80 owner or member; revising voting requirements under 81 certain conditions; amending s. 720.303, F.S.; 82 revising the types of records that are not accessible 83 to homeowners' association members and parcel owners; 84 providing requirements for challenging the failure of Page 3 of 75

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85	a board to duly notice and hold the required board
86	meeting or to file the required petition for a recall;
87	providing requirements for recalled board members to
88	challenge the recall; providing duties of the division
89	regarding recall petitions; amending s. 720.305, F.S.;
90	revising provisions relating to imposing remedies
91	against a noncompliant or delinquent homeowners'
92	association member and parcel owner; revising voting
93	requirements under certain conditions; amending s.
94	720.306, F.S.; revising provisions relating to the
95	amendment of homeowners' association declarations;
96	providing legislative findings and a finding of
97	compelling state interest; providing criteria for
98	consent or joinder to an amendment; requiring notice
99	to mortgagees regarding proposed amendments; providing
100	criteria for notification; providing for voiding
101	certain amendments; revising provisions relating to
102	right to speak at a homeowners' association meeting;
103	requiring challenges to an election to commence within
104	a certain time period; amending s. 720.3085, F.S.;
105	revising liability of certain parcel owners acquiring
106	title; requiring a person acquiring title to pay
107	certain amounts due within a certain time period;
108	amending s. 721.16, F.S.; conforming a cross-
109	reference; providing an effective date.
110	
111	Be It Enacted by the Legislature of the State of Florida:
112	
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Section 1. Subsection (9) of section 399.02, Florida Statutes, is amended to read:

115

399.02 General requirements.-

116 Updates to the Safety Code for Existing Elevators and (9) 117 Escalators, ASME A17.1 and A17.3, which require Phase II Firefighters' Service on elevators may not be enforced until 118 119 July 1, 2015, or until the elevator is replaced or requires major modification, whichever occurs first, on elevators in 120 condominiums or multifamily residential buildings, including 121 those that are part of a continuing care facility licensed under 122 chapter 651, or similar retirement community with apartments, 123 124 having a certificate of occupancy by the local building 125 authority that was issued before July 1, 2008. This exception 126 does not prevent an elevator owner from requesting a variance 127 from the applicable codes before or after July 1, 2015. This 128 subsection does not prohibit the division from granting 129 variances pursuant to s. 120.542 and subsection (8). The 130 division shall adopt rules to administer this subsection.

131Section 2. Paragraphs (d) and (j) of subsection (2) of132section 718.112, Florida Statutes, are amended to read:

133

718.112 Bylaws.-

134 (2) REQUIRED PROVISIONS.—The bylaws shall provide for the
135 following and, if they do not do so, shall be deemed to include
136 the following:

137

(d) Unit owner meetings.-

An annual meeting of the unit owners shall be held at
 the location provided in the association bylaws and, if the
 bylaws are silent as to the location, the meeting shall be held
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141 within 45 miles of the condominium property. However, such 142 distance requirement does not apply to an association governing 143 a timeshare condominium.

144 2. Unless the bylaws provide otherwise, a vacancy on the 145 board caused by the expiration of a director's term shall be 146 filled by electing a new board member, and the election must be 147 by secret ballot. An election is not required if the number of 148 vacancies equals or exceeds the number of candidates. For purposes of this paragraph, the term "candidate" means an 149 150 eligible person who has timely submitted the written notice, as described in sub-subparagraph 4.a., of his or her intention to 151 152 become a candidate. Except in a timeshare condominium, or if the 153 staggered term of a board member does not expire until a later 154 annual meeting, or if all members' terms would otherwise expire 155 but there are no candidates, the terms of all board members 156 expire at the annual meeting, and such members may stand for 157 reelection unless prohibited by the bylaws. If the bylaws or 158 articles of incorporation permit staggered terms of no more than 159 2 years and upon approval of a majority of the total voting 160 interests, the association board members may serve 2-year 161 staggered terms. If the number of board members whose terms 162 expire at the annual meeting equals or exceeds the number of 163 candidates, the candidates become members of the board effective 164 upon the adjournment of the annual meeting. Unless the bylaws provide otherwise, any remaining vacancies shall be filled by 165 the affirmative vote of the majority of the directors making up 166 the newly constituted board even if the directors constitute 167 less than a quorum or there is only one director. In a 168

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condominium association of more than 10 units or in a 169 170 condominium association that does not include timeshare units or 171 timeshare interests, coowners of a unit may not serve as members 172 of the board of directors at the same time unless they own more 173 than one unit or unless there are not enough eligible candidates 174 to fill the vacancies on the board at the time of the vacancy. 175 Any unit owner desiring to be a candidate for board membership 176 must comply with sub-subparagraph 4.a. and must be eligible to 177 serve on the board of directors at the time of the deadline for 178 submitting a notice of intent to run in order to have his or her 179 name listed as a proper candidate on the ballot or to serve on 180 the board. A person who has been suspended or removed by the 181 division under this chapter, or who is delinquent in the payment 182 of any fee, fine, or special or regular assessment as provided 183 in paragraph (n), is not eligible for board membership. A person 184 who has been convicted of any felony in this state or in a 185 United States District or Territorial Court, or who has been 186 convicted of any offense in another jurisdiction which would be 187 considered a felony if committed in this state, is not eligible for board membership unless such felon's civil rights have been 188 189 restored for at least 5 years as of the date such person seeks 190 election to the board. The validity of an action by the board is 191 not affected if it is later determined that a board member is 192 ineligible for board membership due to having been convicted of 193 a felony.

3. The bylaws must provide the method of calling meetings
of unit owners, including annual meetings. Written notice must
include an agenda, must be mailed, hand delivered, or

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electronically transmitted to each unit owner at least 14 days 197 198 before the annual meeting, and must be posted in a conspicuous 199 place on the condominium property at least 14 continuous days 200 before the annual meeting. Upon notice to the unit owners, the 201 board shall, by duly adopted rule, designate a specific location 202 on the condominium property or association property where all 203 notices of unit owner meetings shall be posted. This requirement 204 does not apply if there is no condominium property or 205 association property for posting notices. In lieu of, or in 206 addition to, the physical posting of meeting notices, the 207 association may, by reasonable rule, adopt a procedure for 208 conspicuously posting and repeatedly broadcasting the notice and 209 the agenda on a closed-circuit cable television system serving 210 the condominium association. However, if broadcast notice is 211 used in lieu of a notice posted physically on the condominium 212 property, the notice and agenda must be broadcast at least four 213 times every broadcast hour of each day that a posted notice is 214 otherwise required under this section. If broadcast notice is 215 provided, the notice and agenda must be broadcast in a manner 216 and for a sufficient continuous length of time so as to allow an 217 average reader to observe the notice and read and comprehend the 218 entire content of the notice and the agenda. Unless a unit owner 219 waives in writing the right to receive notice of the annual 220 meeting, such notice must be hand delivered, mailed, or electronically transmitted to each unit owner. Notice for 221 222 meetings and notice for all other purposes must be mailed to each unit owner at the address last furnished to the association 223 224 by the unit owner, or hand delivered to each unit owner.

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225 However, if a unit is owned by more than one person, the 226 association must provide notice to the address that the 227 developer identifies for that purpose and thereafter as one or 228 more of the owners of the unit advise the association in 229 writing, or if no address is given or the owners of the unit do 230 not agree, to the address provided on the deed of record. An 231 officer of the association, or the manager or other person 232 providing notice of the association meeting, must provide an 233 affidavit or United States Postal Service certificate of mailing, to be included in the official records of the 234 235 association affirming that the notice was mailed or hand 236 delivered in accordance with this provision.

4. The members of the board shall be elected by written ballot or voting machine. Proxies may not be used in electing the board in general elections or elections to fill vacancies caused by recall, resignation, or otherwise, unless otherwise provided in this chapter. <u>This subparagraph does not apply to an</u> <u>association governing a timeshare condominium.</u>

243 At least 60 days before a scheduled election, the a. 244 association shall mail, deliver, or electronically transmit, by 245 separate association mailing or included in another association 246 mailing, delivery, or transmission, including regularly 247 published newsletters, to each unit owner entitled to a vote, a 248 first notice of the date of the election. Any unit owner or 249 other eligible person desiring to be a candidate for the board must give written notice of his or her intent to be a candidate 250 to the association at least 40 days before a scheduled election. 251 252 Together with the written notice and agenda as set forth in

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253 subparagraph 3., the association shall mail, deliver, or 254 electronically transmit a second notice of the election to all 255 unit owners entitled to vote, together with a ballot that lists 256 all candidates. Upon request of a candidate, an information 257 sheet, no larger than 8 1/2 inches by 11 inches, which must be 258 furnished by the candidate at least 35 days before the election, 259 must be included with the mailing, delivery, or transmission of 260 the ballot, with the costs of mailing, delivery, or electronic 261 transmission and copying to be borne by the association. The association is not liable for the contents of the information 262 263 sheets prepared by the candidates. In order to reduce costs, the association may print or duplicate the information sheets on 264 265 both sides of the paper. The division shall by rule establish 266 voting procedures consistent with this sub-subparagraph, 267 including rules establishing procedures for giving notice by 268 electronic transmission and rules providing for the secrecy of 269 ballots. Elections shall be decided by a plurality of ballots 270 cast. There is no quorum requirement; however, at least 20 271 percent of the eligible voters must cast a ballot in order to 272 have a valid election. A unit owner may not permit any other 273 person to vote his or her ballot, and any ballots improperly 274 cast are invalid. A unit owner who violates this provision may 275 be fined by the association in accordance with s. 718.303. A unit owner who needs assistance in casting the ballot for the 276 reasons stated in s. 101.051 may obtain such assistance. The 277 regular election must occur on the date of the annual meeting. 278 279 Notwithstanding this sub-subparagraph, an election is not 280 required unless more candidates file notices of intent to run or Page 10 of 75

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281 are nominated than board vacancies exist.

282 b. Within 90 days after being elected or appointed to the 283 board, each newly elected or appointed director shall certify in 284 writing to the secretary of the association that he or she has 285 read the association's declaration of condominium, articles of 286 incorporation, bylaws, and current written policies; that he or 287 she will work to uphold such documents and policies to the best 288 of his or her ability; and that he or she will faithfully 289 discharge his or her fiduciary responsibility to the association's members. In lieu of this written certification, 290 291 within 90 days after being elected or appointed to the board, 292 the newly elected or appointed director may submit a certificate 293 of having satisfactorily completed the educational curriculum 294 administered by a division-approved condominium education 295 provider within 1 year before or 90 days after the date of 296 election or appointment. The written certification or 297 educational certificate is valid and does not have to be 298 resubmitted as long as the director serves on the board without 299 interruption. A director who fails to timely file the written 300 certification or educational certificate is suspended from 301 service on the board until he or she complies with this sub-302 subparagraph. The board may temporarily fill the vacancy during 303 the period of suspension. The secretary shall cause the 304 association to retain a director's written certification or 305 educational certificate for inspection by the members for 5 years after a director's election or the duration of the 306 director's uninterrupted tenure, whichever is longer. Failure to 307 308 have such written certification or educational certificate on Page 11 of 75

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309 file does not affect the validity of any board action.

310 <u>c. Any challenge to the election process must be commenced</u> 311 <u>within 60 days after the election results are announced.</u>

312 Any approval by unit owners called for by this chapter 5. 313 or the applicable declaration or bylaws, including, but not limited to, the approval requirement in s. 718.111(8), must be 314 315 made at a duly noticed meeting of unit owners and is subject to all requirements of this chapter or the applicable condominium 316 317 documents relating to unit owner decisionmaking, except that 318 unit owners may take action by written agreement, without 319 meetings, on matters for which action by written agreement without meetings is expressly allowed by the applicable bylaws 320 or declaration or any law that provides for such action. 321

322 6. Unit owners may waive notice of specific meetings if allowed by the applicable bylaws or declaration or any law. If 323 324 authorized by the bylaws, notice of meetings of the board of 325 administration, unit owner meetings, except unit owner meetings 326 called to recall board members under paragraph (j), and 327 committee meetings may be given by electronic transmission to 328 unit owners who consent to receive notice by electronic 329 transmission.

330 7. Unit owners have the right to participate in meetings
331 of unit owners with reference to all designated agenda items.
332 However, the association may adopt reasonable rules governing
333 the frequency, duration, and manner of unit owner participation.

8. A unit owner may tape record or videotape a meeting of
the unit owners subject to reasonable rules adopted by the
division.

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356

337 Unless otherwise provided in the bylaws, any vacancy 9. 338 occurring on the board before the expiration of a term may be 339 filled by the affirmative vote of the majority of the remaining 340 directors, even if the remaining directors constitute less than 341 a quorum, or by the sole remaining director. In the alternative, 342 a board may hold an election to fill the vacancy, in which case 343 the election procedures must conform to sub-subparagraph 4.a. 344 unless the association governs 10 units or fewer and has opted 345 out of the statutory election process, in which case the bylaws of the association control. Unless otherwise provided in the 346 347 bylaws, a board member appointed or elected under this section shall fill the vacancy for the unexpired term of the seat being 348 349 filled. Filling vacancies created by recall is governed by 350 paragraph (j) and rules adopted by the division.

351 10. This chapter does not limit the use of general or 352 limited proxies, require the use of general or limited proxies, 353 or require the use of a written ballot or voting machine for any 354 agenda item or election at any meeting of a timeshare 355 condominium association.

357 Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an 358 association of 10 or fewer units may, by affirmative vote of a 359 majority of the total voting interests, provide for different 360 voting and election procedures in its bylaws, which may be by a proxy specifically delineating the different voting and election 361 procedures. The different voting and election procedures may 362 363 provide for elections to be conducted by limited or general 364 proxy.

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365 Recall of board members.-Subject to the provisions of (j) 366 s. 718.301, any member of the board of administration may be 367 recalled and removed from office with or without cause by the 368 vote or agreement in writing by a majority of all the voting 369 interests. A special meeting of the unit owners to recall a 370 member or members of the board of administration may be called 371 by 10 percent of the voting interests giving notice of the 372 meeting as required for a meeting of unit owners, and the notice 373 shall state the purpose of the meeting. Electronic transmission may not be used as a method of giving notice of a meeting called 374 in whole or in part for this purpose. 375

376 If the recall is approved by a majority of all voting 1. interests by a vote at a meeting, the recall will be effective 377 378 as provided in this paragraph herein. The board shall duly 379 notice and hold a board meeting within 5 full business days 380 after of the adjournment of the unit owner meeting to recall one 381 or more board members. At the meeting, the board shall either 382 certify the recall, in which case such member or members shall 383 be recalled effective immediately and shall turn over to the 384 board within 5 full business days any and all records and 385 property of the association in their possession, or shall 386 proceed as set forth in subparagraph 3.

2. If the proposed recall is by an agreement in writing by a majority of all voting interests, the agreement in writing or a copy thereof shall be served on the association by certified mail or by personal service in the manner authorized by chapter 48 and the Florida Rules of Civil Procedure. The board of administration shall duly notice and hold a meeting of the board

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393 within 5 full business days after receipt of the agreement in 394 writing. At the meeting, the board shall either certify the 395 written agreement to recall a member or members of the board, in which case such member or members shall be recalled effective 396 397 immediately and shall turn over to the board within 5 full 398 business days any and all records and property of the 399 association in their possession, or proceed as described in 400 subparagraph 3.

401 3. If the board determines not to certify the written 402 agreement to recall a member or members of the board, or does 403 not certify the recall by a vote at a meeting, the board shall, 404 within 5 full business days after the meeting, file with the 405 division a petition for arbitration pursuant to the procedures 406 in s. 718.1255. For the purposes of this section, the unit 407 owners who voted at the meeting or who executed the agreement in writing shall constitute one party under the petition for 408 409 arbitration. If the arbitrator certifies the recall as to any 410 member or members of the board, the recall will be effective 411 upon mailing of the final order of arbitration to the 412 association. If the association fails to comply with the order 413 of the arbitrator, the division may take action pursuant to s. 414 718.501. Any member or members so recalled shall deliver to the 415 board any and all records of the association in their possession within 5 full business days after $\frac{1}{2}$ of the effective date of the 416 417 recall.

4. If the board fails to duly notice and hold a board
meeting within 5 full business days <u>after</u> of service of an
agreement in writing or within 5 full business days <u>after</u> of the

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421 adjournment of the unit owner recall meeting, the recall shall 422 be deemed effective and the board members so recalled shall 423 immediately turn over to the board any and all records and 424 property of the association.

425 5. If the board fails to duly notice and hold the required 426 meeting or fails to file the required petition, the unit owner 427 representative may file a petition pursuant to s. 718.1255 428 challenging the board's failure to act. The petition must be 429 filed within 60 days after the expiration of the applicable 5full-business-day period. The review of a petition under this 430 431 subparagraph is limited to the sufficiency of service on the 432 board and the facial validity of the written agreement or 433 ballots filed.

434 6.5. If a vacancy occurs on the board as a result of a 435 recall or removal and less than a majority of the board members 436 are removed, the vacancy may be filled by the affirmative vote 437 of a majority of the remaining directors, notwithstanding any 438 provision to the contrary contained in this subsection. If 439 vacancies occur on the board as a result of a recall and a 440 majority or more of the board members are removed, the vacancies 441 shall be filled in accordance with procedural rules to be 442 adopted by the division, which rules need not be consistent with 443 this subsection. The rules must provide procedures governing the 444 conduct of the recall election as well as the operation of the 445 association during the period after a recall but prior to the recall election. 446

4477. A board member who has been recalled may file a448petition pursuant to s. 718.1255 challenging the validity of a

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449	recall. The petition must be filed within 60 days after the
450	recall is deemed certified. The association and the unit owner
451	representative shall be named as the respondents.
452	8. The division may not accept for filing a recall
453	petition, whether filed pursuant to subparagraph 1.,
454	subparagraph 2., subparagraph 5., or subparagraph 7. and
455	regardless of whether the recall was certified, when there are
456	60 or fewer days until the scheduled reelection of the board
457	member sought to be recalled or when 60 or fewer days have
458	elapsed since the election of the board member sought to be
459	recalled.
460	Section 3. Subsection (5) of section 718.113, Florida
461	Statutes, is amended to read:
462	718.113 Maintenance; limitation upon improvement; display
463	of flag; hurricane shutters <u>and protection</u> ; display of religious
464	decorations
465	(5) Each board of administration shall adopt hurricane
466	shutter specifications for each building within each condominium
467	operated by the association which shall include color, style,
468	and other factors deemed relevant by the board. All
469	specifications adopted by the board must comply with the
470	applicable building code.
471	(a) The board may, subject to the provisions of s.
472	718.3026 $_{m au}$ and the approval of a majority of voting interests of
473	the condominium, install hurricane shutters, impact glass <u>,</u> or
474	other code-compliant windows <u>or doors</u> , or <u>other types of code-</u>
475	<u>compliant</u> hurricane protection that <u>comply</u> complies with or
476	<u>exceed</u> exceeds the applicable building code. However, a vote of
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477 the owners is not required if the maintenance, repair, and 478 replacement of hurricane shutters, impact glass, or other code-479 compliant windows or doors, or other types of code-compliant 480 hurricane protection are the responsibility of the association 481 pursuant to the declaration of condominium. If hurricane 482 protection or laminated glass or window film architecturally 483 designed to function as hurricane protection that which complies 484 with or exceeds the current applicable building code has been 485 previously installed, the board may not install hurricane 486 shutters, hurricane protection, or impact glass, or other codecompliant windows or doors, or other types of code-compliant 487 488 hurricane protection except upon approval by a majority vote of 489 the voting interests.

490 The association is responsible for the maintenance, (b) 491 repair, and replacement of the hurricane shutters, impact glass, 492 code-compliant windows or doors, or other types of code-493 compliant hurricane protection authorized by this subsection if 494 such property hurricane shutters or other hurricane protection 495 is the responsibility of the association pursuant to the 496 declaration of condominium. If the hurricane shutters, impact 497 glass, code-compliant windows or doors, or other types of code-498 compliant hurricane protection authorized by this subsection are the responsibility of the unit owners pursuant to the 499 500 declaration of condominium, the maintenance, repair, and 501 replacement of such items are the responsibility of the unit 502 owner.

503 (c) The board may operate shutters, impact glass, code-504 compliant windows or doors, or other types of code-compliant

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505 hurricane protection installed pursuant to this subsection 506 without permission of the unit owners only if such operation is 507 necessary to preserve and protect the condominium property and 508 association property. The installation, replacement, operation, 509 repair, and maintenance of such shutters, impact glass, code-510 compliant windows or doors, or other types of code-compliant 511 hurricane protection in accordance with the procedures set forth 512 in this paragraph are not a material alteration to the common 513 elements or association property within the meaning of this 514 section.

(d) Notwithstanding any other provision in the condominium documents, if approval is required by the documents, a board may not refuse to approve the installation or replacement of hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection by a unit owner conforming to the specifications adopted by the board.

522 Section 4. Paragraph (e) of subsection (1) of section 523 718.115, Florida Statutes, is amended to read:

524 718.115 Common expenses and common surplus.-

(1)

525

(e) The expense of installation, replacement, operation,
repair, and maintenance of hurricane shutters, impact glass,
<u>code-compliant windows or doors</u>, or other <u>types of code-</u>
<u>compliant</u> hurricane protection by the board pursuant to s.
718.113(5) <u>constitutes</u> shall constitute a common expense as
<u>defined herein</u> and shall be collected as provided in this
section if the association is responsible for the maintenance,

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533 repair, and replacement of the hurricane shutters, impact glass, 534 code-compliant windows or doors, or other types of code-535 compliant hurricane protection pursuant to the declaration of 536 condominium. However, if the maintenance, repair, and 537 replacement of the hurricane shutters, impact glass, code-538 compliant windows or doors, or other types of code-compliant 539 hurricane protection are is the responsibility of the unit 540 owners pursuant to the declaration of condominium, the cost of the installation of the hurricane shutters, impact glass, code-541 compliant windows or doors, or other types of code-compliant 542 543 hurricane protection is shall not be a common expense and, but 544 shall be charged individually to the unit owners based on the 545 cost of installation of the hurricane shutters, impact glass, 546 code-compliant windows or doors, or other types of code-547 compliant hurricane protection appurtenant to the unit. 548 Notwithstanding the provisions of s. 718.116(9), and regardless 549 of whether or not the declaration requires the association or 550 unit owners to maintain, repair, or replace hurricane shutters, impact glass, code-compliant windows or doors, or other types of 551 552 code-compliant hurricane protection, a unit owner who has 553 previously installed hurricane shutters in accordance with s. 554 718.113(5) that comply with the current applicable building code 555 shall receive a credit when the shutters are installed; a unit owner who has previously installed impact glass or code-556 557 compliant windows or doors that comply with the current applicable building code shall receive a credit when the impact 558 559 glass or code-compliant windows or doors are installed; and a 560 unit owner who has installed, other types of code-compliant

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561 hurricane protection that comply with the current applicable 562 building code shall receive a credit when the same type of other 563 code-compliant hurricane protection is installed, and the or 564 laminated glass architecturally designed to function as 565 hurricane protection, which hurricane shutters or other 566 hurricane protection or laminated glass comply with the current 567 applicable building code, shall receive a credit shall be equal 568 to the pro rata portion of the assessed installation cost 569 assigned to each unit. However, such unit owner remains shall 570 remain responsible for the pro rata share of expenses for 571 hurricane shutters, impact glass, code-compliant windows or 572 doors, or other types of code-compliant hurricane protection 573 installed on common elements and association property by the 574 board pursuant to s. 718.113(5) $_{\tau}$ and remains shall remain 575 responsible for a pro rata share of the expense of the 576 replacement, operation, repair, and maintenance of such 577 shutters, impact glass, code-compliant windows or doors, or 578 other types of code-compliant hurricane protection.

579 Section 5. Paragraphs (a), (b), and (c) of subsection (1) 580 of section 718.116, Florida Statutes, are amended to read:

581 718.116 Assessments; liability; lien and priority; 582 interest; collection.-

(1) (a) A unit owner, regardless of how the unit owner has acquired his or her title has been acquired, including, but not limited to, by purchase at a foreclosure sale or by deed in lieu of foreclosure, is liable for all assessments that which come due while he or she is the unit owner. Additionally, a unit owner is jointly and severally liable with the previous unit

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589 owner for all unpaid assessments, late fees, interest, costs, 590 and reasonable attorney fees incurred by the association in an 591 attempt to collect all such amounts is jointly and severally 592 liable with the previous owner for all unpaid assessments that 593 came due up to the time of transfer of title. This liability is 594 without prejudice to any right the present unit owner may have 595 to recover from the previous unit owner the amounts paid by the 596 present unit owner.

(b)1. The liability of a first mortgagee or its <u>successors</u> successor or assignees who acquire title to a unit by foreclosure or by deed in lieu of foreclosure for the unpaid assessments, interest, administrative late fees, reasonable costs and attorney fees, and any other fee, cost, or expense incurred in the collection process that became due before the mortgagee's acquisition of title is limited to the lesser of:

a. <u>Only</u> the unit's unpaid common expenses and regular periodic assessments <u>that</u> which accrued or came due during the 12 months immediately preceding the acquisition of title and for which payment in full has not been received by the association; or

609

b. One percent of the original mortgage debt.

610 <u>2. Subparagraph 1. applies</u> The provisions of this 611 paragraph apply only if the first mortgagee joined the 612 association as a defendant in the foreclosure action. Joinder of 613 the association is not required if, on the date the complaint is 614 filed, the association was dissolved or did not maintain an 615 office or agent for service of process at a location <u>that</u> which 616 was known to or reasonably discoverable by the mortgagee.

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617 <u>3. The first mortgagee or its successors or assignees who</u> 618 <u>acquire title to a unit by foreclosure or by deed in lieu of</u> 619 <u>foreclosure are not liable for any interest, administrative late</u> 620 <u>fee, reasonable cost or attorney fee, or any other fee, cost, or</u> 621 <u>expense that came due prior to its acquisition of title. This</u> 622 <u>subparagraph is intended to clarify existing law.</u>

623 4.2. An association, or its successor or assignee, that 624 acquires title to a unit through the foreclosure of its lien for 625 assessments is not liable for any unpaid assessments, late fees, interest, or reasonable attorney attorney's fees and costs that 626 627 came due before the association's acquisition of title in favor 628 of any other association, as defined in s. 718.103(2) or s. 720.301(9), which holds a superior lien interest on the unit. 629 630 This subparagraph is intended to clarify existing law.

631 The person acquiring title shall pay the amount owed (C) 632 to the association within 30 days after transfer of title. 633 Failure to pay the full amount when due entitles shall entitle 634 the association to record a claim of lien against the parcel for 635 the amounts specified in this subsection and proceed in the same 636 manner as provided in this section for the collection of the 637 amount owed and any unpaid assessments coming due after the 638 acquisition of title and other charges authorized by subsection 639 (3) on any unpaid assessments coming due after the acquisition 640 of title. 641 Section 6. Paragraph (a) of subsection (3) and subsection

643 644

642

(3) The association may levy reasonable fines for the

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718.303 Obligations of owners and occupants; remedies.-

(5) of section 718.303, Florida Statutes, are amended to read:

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failure of the owner of the unit or its occupant, licensee, or invitee to comply with any provision of the declaration, the association bylaws, or reasonable rules of the association. A fine may not become a lien against a unit. A fine may be levied on the basis of each day of a continuing violation, with a single notice and opportunity for hearing. However, the fine may not exceed \$100 per violation, or \$1,000 in the aggregate.

652 An association may suspend, for a reasonable period of (a) 653 time, the right of a unit owner, or a unit owner's tenant, 654 quest, or invitee, to use the common elements, common 655 facilities, or any other association property for failure to 656 comply with any provision of the declaration, the association 657 bylaws, or reasonable rules of the association. This paragraph 658 does not apply to limited common elements intended to be used 659 only by that unit, common elements needed to access the unit, utility services provided to the unit, parking spaces, or 660 661 elevators.

662 (5) An association may suspend the voting rights of a unit 663 or member due to nonpayment of any monetary obligation due to 664 the association which is more than 90 days delinquent. A voting 665 interest or consent right allocated to a unit or member which 666 has been suspended by the association may not be counted towards 667 the total number of voting interests necessary to constitute a 668 quorum, the number of voting interests required to conduct an election, or the number of voting interests required to approve 669 670 an action under this chapter or pursuant to the declaration, articles of incorporation, or bylaws. The suspension ends upon 671 672 full payment of all obligations currently due or overdue the Page 24 of 75

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association. The notice and hearing requirements under
subsection (3) do not apply to a suspension imposed under this
subsection.

676 Section 7. Subsection (1) of section 718.403, Florida 677 Statutes, is amended to read:

678

718.403 Phase condominiums.-

679 Notwithstanding the provisions of s. 718.110, a (1)680 developer may develop a condominium in phases, if the original 681 declaration of condominium submitting the initial phase to condominium ownership or an amendment to the declaration which 682 683 has been approved by all of the unit owners and unit mortgagees 684 provides for and describes in detail all anticipated phases; the 685 impact, if any, which the completion of subsequent phases would 686 have upon the initial phase; and the time period (which may not exceed 7 years from the date of recording the declaration of 687 688 condominium, unless extended as provided in this subsection) 689 within which all phases must be added to the condominium and 690 comply with the requirements of this section and at the end of 691 which the right to add additional phases expires.

(a) All phases must be added to the condominium within 7
 years after the date of recording the original declaration of
 condominium submitting the initial phase to condominium
 ownership unless an amendment extending the 7-year period is
 approved by the unit owners.

697 (b) An amendment to extend the 7-year period requires the
 698 approval of the owners necessary to amend the declaration of
 699 condominium consistent with s. 718.110(1)(a). An extension of
 700 the 7-year period may be submitted for approval only during the

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CS/CS/CS/HB 319, Engrossed 1 2012 701 last 3 years of the 7-year period. 702 (c) An amendment must describe the time period within 703 which all phases must be added to the condominium and such time 704 period may not exceed 10 years after the date of recording the 705 original declaration of condominium submitting the initial phase 706 to condominium ownership. 707 (d) Notwithstanding s. 718.110, an amendment extending the 7-year period is not an amendment subject to s. 718.110(4). 708 709 Section 8. Section 718.406, Florida Statutes, is created 710 to read: 711 718.406 Condominiums created within condominium parcels.-712 (1) Unless otherwise expressed in the declaration of 713 condominium, if a condominium is created within a condominium 714 parcel, the term: "Primary condominium" means any condominium that is 715 (a) 716 not a secondary condominium and contains one or more subdivided 717 parcels. 718 (b) "Primary condominium association" means any entity 719 that operates a primary condominium. 720 "Primary condominium declaration" means the instrument (C) or instruments by which a primary condominium is created, as 721 722 they are from time to time amended. 723 "Secondary condominium" means one or more condominium (d) 724 parcels that have been submitted to condominium ownership 725 pursuant to a secondary condominium declaration. 726 (e) "Secondary condominium association" means any entity 727 responsible for the operation of a secondary condominium. 728 (f) "Secondary condominium declaration" means the Page 26 of 75

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729	instrument or instruments by which a secondary condominium is
730	created, as they are from time to time amended.
731	(g) "Secondary unit" means a unit that is part of a
732	secondary condominium.
733	(h) "Subdivided parcel" means a condominium parcel in a
734	primary condominium that has been submitted to condominium
735	ownership pursuant to a secondary condominium declaration.
736	(2) Unless otherwise provided in the primary condominium
737	declaration, if a condominium parcel is a subdivided parcel, the
738	secondary condominium association responsible for operating the
739	secondary condominium upon the subdivided parcel shall act on
740	behalf of all of the unit owners of secondary units in the
741	secondary condominium and shall exercise all rights of the
742	secondary unit owners in the primary condominium association,
743	other than the right of possession of the secondary unit. The
744	secondary condominium association shall designate a
745	representative who shall cast the vote of the subdivided parcel
746	in the primary condominium association and, if no person is
747	designated by the secondary condominium association to cast such
748	vote, the vote shall be cast by the president of the secondary
749	condominium association or the designee of the president.
750	(3) Unless otherwise provided in the primary condominium
751	declaration as originally recorded, no secondary condominium may
752	be created upon any condominium parcel in the primary
753	condominium, and no amendment to the primary condominium
754	declaration may permit secondary condominiums to be created upon
755	parcels in the primary condominium, unless the record owners of
756	a majority of the condominium parcels join in the execution of
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757 the amendment.

758	(4) If the primary condominium declaration permits the
759	creation of a secondary condominium and a condominium parcel in
760	the primary condominium is being submitted for condominium
761	ownership to create a secondary condominium upon the primary
762	condominium parcel, the approval of the board of administration
763	of the primary condominium association is required in order to
764	create the secondary condominium on the primary condominium
765	parcel. Unless otherwise provided in the primary condominium
766	declaration, the owners of condominium parcels in the primary
767	condominium that will not be part of the proposed secondary
768	condominium and the holders of liens upon such primary
769	condominium parcels shall not have approval rights regarding the
770	creation of the secondary condominium or the contents of the
771	secondary condominium declaration being submitted. Only the
772	board of administration of the primary condominium association,
773	the owner of the subdivided parcel, and the holders of liens
774	upon the subdivided parcel shall have approval rights regarding
775	the creation of the secondary condominium and the contents of
776	the secondary condominium declaration. In order for the
777	recording of the secondary condominium declaration to be
778	effective to create the secondary condominium, the board of
779	administration of the primary condominium association, the owner
780	of the subdivided parcel, and all holders of liens on the
781	subdivided parcel must execute the secondary condominium
782	declaration for the purpose of evidencing their approval.
783	(5) An owner of a secondary unit is subject to both the
784	primary condominium declaration and the secondary condominium
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785 declaration.

105	
786	(6) The primary condominium association may provide
787	insurance required by s. 718.111(11) for common elements and
788	other improvements within the secondary condominium if the
789	primary condominium declaration permits the primary condominium
790	association to provide such insurance for the benefit of the
791	condominium property included in the subdivided parcel, in lieu
792	of such insurance being provided by the secondary condominium
793	association.
794	(7) Unless otherwise provided in the primary condominium
795	declaration, the board of administration of the primary
796	condominium association may adopt hurricane shutter or hurricane
797	protection specifications for each building within which
798	subdivided parcels are located and govern any subdivided parcels
799	in the primary condominium.
800	(8) Any unit owner of, or holder of a first mortgage on, a
801	secondary unit may register such unit owner's or mortgagee's
802	interest in the secondary unit with the primary condominium
803	association by delivering written notice to the primary
804	condominium association. Once registered, the primary
805	condominium association must provide written notice to such
806	secondary unit owner and his, her, or its first mortgagee at
807	least 30 days before instituting any foreclosure action against
808	the subdivided parcel in which the secondary unit owner and his,
809	her, or its first mortgagee hold an interest for failure of the
810	subdivided parcel owner to pay any assessments or other amounts
811	due to the primary condominium association. A foreclosure action
812	against a subdivided parcel is not effective without an
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813 affidavit indicating that written notice of the foreclosure was 814 timely sent to the names and addresses of secondary unit owners 815 and first mortgagees registered with the primary condominium 816 association pursuant to this subsection. The registered 817 secondary unit owner or mortgagee has a right to pay the 818 proportionate amount of the delinquent assessment attributable 819 to the secondary unit in which the registered unit owner or 820 mortgagee holds an interest. Upon such payment, the primary 821 condominium association shall be obligated to promptly modify or 822 partially release the record of lien on the primary condominium 823 association so that the lien no longer encumbers such secondary 824 unit. Alternatively, a registered secondary unit owner or 825 mortgagee may pay the amount of all delinguent assessments 826 attributed to the subdivided parcel and seek reimbursement for 827 all such amounts paid and all costs incurred from the secondary 828 condominium association, including, without limitation, the 829 costs of collection other than the share allocable to the 830 secondary unit on behalf of which such payment was made. 831 In the event of a conflict between the primary (9) 832 condominium declaration and the secondary condominium 833 declaration, the primary condominium declaration controls. 834 (10) All common expenses due to the primary condominium 835 association with respect to a subdivided parcel are a common 836 expense of the secondary condominium association and shall be 837 collected by the secondary condominium association from its 838 members and paid to the primary condominium association. 839 Section 9. Subsection (2) of section 718.5011, Florida 840 Statutes, is amended to read:

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841 718.5011 Ombudsman; appointment; administration.-842 (2)The Governor shall appoint the ombudsman. The 843 ombudsman must be an attorney admitted to practice before the 844 Florida Supreme Court and shall serve at the pleasure of the 845 Governor. A vacancy in the office shall be filled in the same 846 manner as the original appointment. An officer or full-time 847 employee of the ombudsman's office may not actively engage in 848 any other business or profession that directly or indirectly 849 relates to or conflicts with his or her work in the ombudsman's 850 office; serve as the representative of any political party, 851 executive committee, or other governing body of a political 852 party; serve as an executive, officer, or employee of a 853 political party; receive remuneration for activities on behalf 854 of any candidate for public office; or engage in soliciting 855 votes or other activities on behalf of a candidate for public 856 office. The ombudsman or any employee of his or her office may 857 not become a candidate for election to public office unless he 858 or she first resigns from his or her office or employment.

859 Section 10. Section 718.707, Florida Statutes, is amended 860 to read:

861 718.707 Time limitation for classification as bulk 862 assignee or bulk buyer.-A person acquiring condominium parcels 863 may not be classified as a bulk assignee or bulk buyer unless 864 the condominium parcels were acquired on or after July 1, 2010, but before July 1, 2015 2012. The date of such acquisition shall 865 be determined by the date of recording a deed or other 866 instrument of conveyance for such parcels in the public records 867 868 of the county in which the condominium is located, or by the

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869 date of issuing a certificate of title in a foreclosure 870 proceeding with respect to such condominium parcels.

871 Section 11. Paragraph (c) of subsection (2) of section 872 719.104, Florida Statutes, is amended to read:

873 719.104 Cooperatives; access to units; records; financial
874 reports; assessments; purchase of leases.-

875

(2) OFFICIAL RECORDS.-

876 The official records of the association shall be open (C) 877 to inspection by any association member or the authorized representative of such member at all reasonable times. Failure 878 879 to permit inspection of the association records as provided in 880 this subsection herein entitles any person prevailing in an 881 enforcement action to recover reasonable attorney attorney's 882 fees from the person in control of the records who, directly or indirectly, knowingly denies access to the records for 883 884 inspection. The right to inspect the records includes the right 885 to make or obtain copies, at the reasonable expense, if any, of 886 the association member. The association may adopt reasonable 887 rules regarding the frequency, time, location, notice, and 888 manner of record inspections and copying. The failure of an 889 association to provide the records within 10 working days after 890 receipt of a written request creates a rebuttable presumption 891 that the association willfully failed to comply with this 892 paragraph. A unit owner who is denied access to official records 893 is entitled to the actual damages or minimum damages for the association's willful failure to comply with this paragraph. The 894 minimum damages shall be \$50 per calendar day up to 10 days, the 895 896 calculation to begin on the 11th day after receipt of the

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897 written request. The association shall maintain an adequate 898 number of copies of the declaration, articles of incorporation, 899 bylaws, and rules, and all amendments to each of the foregoing, 900 as well as the question and answer sheet provided for in s. 901 719.504, on the cooperative property to ensure their 902 availability to unit owners and prospective purchasers, and may 903 charge its actual costs for preparing and furnishing these 904 documents to those requesting the same. Notwithstanding the provisions of this paragraph, the following records shall not be 905 906 accessible to unit owners:

907 Any record protected by the lawyer-client privilege as 1. 908 provided in s. 90.502; protected by the work-product privilege, 909 including any record A record that was prepared by an 910 association attorney or prepared at the attorney's express 911 direction; reflecting that reflects a mental impression, 912 conclusion, litigation strategy, or legal theory of the attorney 913 or the association; or that was prepared exclusively for civil 914 or criminal litigation or for adversarial administrative 915 proceedings or in anticipation of imminent civil or criminal 916 litigation or imminent adversarial administrative proceedings, 917 until the conclusion of the litigation or adversarial 918 administrative proceedings.

919 2. Information obtained by an association in connection 920 with the approval of the lease, sale, or other transfer of a 921 unit.

922 3. Medical records of unit owners.

923 <u>4. Personnel records of association employees, including,</u>
 924 <u>but not limited to, disciplinary, payroll, health, and insurance</u>

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925	records. For purposes of this subparagraph, the term "personnel
926	records" does not include written employment agreements with an
927	association employee or budgetary or financial records that
928	indicate the compensation paid to an association employee.
929	5. Social security numbers, driver license numbers, credit
930	card numbers, e-mail addresses, telephone numbers, emergency
931	contact information, any addresses of a unit owner other than
932	addresses provided to fulfill the association's notice
933	requirements, and other personal identifying information of any
934	person, excluding the person's name, unit designation, mailing
935	address, and property address.
936	6. Any electronic security measures that are used by the
937	association to safeguard data, including passwords.
938	7. The software and operating system used by the
939	association which allows manipulation of data, even if the owner
940	owns a copy of the same software used by the association. The
941	data is part of the official records of the association.
942	Section 12. Subsection (7) is added to section 719.1055,
943	Florida Statutes, to read:
944	719.1055 Amendment of cooperative documents; alteration
945	and acquisition of property
946	(7) The Legislature finds that the procurement of
947	mortgagee consent to amendments that do not affect the rights or
948	interests of mortgagees is an unreasonable and substantial
949	logistical and financial burden on the unit owners and that
950	there is a compelling state interest in enabling the members of
951	an association to approve amendments to the association's
952	cooperative documents through legal means. Accordingly, and
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953 notwithstanding any provision to the contrary contained in this 954 subsection:

955 (a) As to any mortgage recorded on or after July 1, 2012, 956 any provision in the association's cooperative documents that 957 requires the consent or joinder of some or all mortgagees of 958 units or any other portion of the association's common areas to 959 amend the association's cooperative documents or for any other 960 matter is enforceable only as to amendments to the association's 961 cooperative documents that adversely affect the priority of the 962 mortgagee's lien or the mortgagee's rights to foreclose its lien 963 or that otherwise materially affect the rights and interests of 964 the mortgagees.

965 (b) As to mortgages recorded before July 1, 2012, any 966 existing provisions in the association's cooperative documents 967 requiring mortgagee consent are enforceable.

In securing consent or joinder, the association is 968 (C) 969 entitled to rely upon the public records to identify the holders 970 of outstanding mortgages. The association may use the address 971 provided in the original recorded mortgage document, unless 972 there is a different address for the holder of the mortgage in a 973 recorded assignment or modification of the mortgage, which 974 recorded assignment or modification must reference the official 975 records book and page on which the original mortgage was 976 recorded. Once the association has identified the recorded 977 mortgages of record, the association shall, in writing, request 978 of each unit owner whose unit is encumbered by a mortgage of 979 record any information the owner has in his or her possession 980 regarding the name and address of the person to whom mortgage

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981	payments are currently being made. Notice shall be sent to such
982	person if the address provided in the original recorded mortgage
983	document is different from the name and address of the mortgagee
984	or assignee of the mortgage as shown by the public record. The
985	association is deemed to have complied with this requirement by
986	making the written request of the unit owners required under
987	this paragraph. Any notices required to be sent to the
988	mortgagees under this paragraph shall be sent to all available
989	addresses provided to the association.
990	(d) Any notice to the mortgagees required under paragraph
991	(c) may be sent by a method that establishes proof of delivery,
992	and any mortgagee who fails to respond within 60 days after the
993	date of mailing is deemed to have consented to the amendment.
994	(e) For those amendments requiring mortgagee consent on or
995	after July 1, 2012, in the event mortgagee consent is provided
996	other than by properly recorded joinder, such consent shall be
997	evidenced by affidavit of the association recorded in the public
998	records of the county in which the declaration is recorded.
999	(f) Any amendment adopted without the required consent of
1000	a mortgagee is voidable only by a mortgagee who was entitled to
1001	notice and an opportunity to consent. An action to void an
1002	amendment is subject to the statute of limitations beginning 5
1003	years after the date of discovery as to the amendments described
1004	in paragraph (a) and 5 years after the date of recordation of
1005	the certificate of amendment for all other amendments. This
1006	paragraph applies to all mortgages, regardless of the date of
1007	recordation of the mortgage.
1008	Section 13. Paragraphs (c), (d), and (f) of subsection (1)
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1009 of section 719.106, Florida Statutes, are amended to read: 1010 719.106 Bylaws; cooperative ownership.-

1011 (1) MANDATORY PROVISIONS.—The bylaws or other cooperative 1012 documents shall provide for the following, and if they do not, 1013 they shall be deemed to include the following:

1014 Board of administration meetings.-Meetings of the (C) 1015 board of administration at which a quorum of the members is 1016 present shall be open to all unit owners. Any unit owner may 1017 tape record or videotape meetings of the board of 1018 administration. The right to attend such meetings includes the 1019 right to speak at such meetings with reference to all designated 1020 agenda items. The division shall adopt reasonable rules governing the tape recording and videotaping of the meeting. The 1021 1022 association may adopt reasonable written rules governing the 1023 frequency, duration, and manner of unit owner statements. 1024 Adequate notice of all meetings shall be posted in a conspicuous 1025 place upon the cooperative property at least 48 continuous hours 1026 preceding the meeting, except in an emergency. Any item not 1027 included on the notice may be taken up on an emergency basis by at least a majority plus one of the members of the board. Such 1028 1029 emergency action shall be noticed and ratified at the next 1030 regular meeting of the board. However, written notice of any 1031 meeting at which nonemergency special assessments, or at which 1032 amendment to rules regarding unit use, will be considered shall 1033 be mailed, delivered, or electronically transmitted to the unit 1034 owners and posted conspicuously on the cooperative property not 1035 less than 14 days prior to the meeting. Evidence of compliance 1036 with this 14-day notice shall be made by an affidavit executed

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by the person providing the notice and filed among the official 1037 1038 records of the association. Upon notice to the unit owners, the 1039 board shall by duly adopted rule designate a specific location 1040 on the cooperative property upon which all notices of board 1041 meetings shall be posted. In lieu of or in addition to the 1042 physical posting of notice of any meeting of the board of 1043 administration on the cooperative property, the association may, 1044 by reasonable rule, adopt a procedure for conspicuously posting 1045 and repeatedly broadcasting the notice and the agenda on a 1046 closed-circuit cable television system serving the cooperative association. However, if broadcast notice is used in lieu of a 1047 1048 notice posted physically on the cooperative property, the notice 1049 and agenda must be broadcast at least four times every broadcast 1050 hour of each day that a posted notice is otherwise required 1051 under this section. When broadcast notice is provided, the 1052 notice and agenda must be broadcast in a manner and for a 1053 sufficient continuous length of time so as to allow an average 1054 reader to observe the notice and read and comprehend the entire 1055 content of the notice and the agenda. Notice of any meeting in 1056 which regular assessments against unit owners are to be 1057 considered for any reason shall specifically contain a statement 1058 that assessments will be considered and the nature of any such 1059 assessments. Meetings of a committee to take final action on 1060 behalf of the board or to make recommendations to the board 1061 regarding the association budget are subject to the provisions 1062 of this paragraph. Meetings of a committee that does not take 1063 final action on behalf of the board or make recommendations to 1064 the board regarding the association budget are subject to the

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1065 provisions of this section, unless those meetings are exempted 1066 from this section by the bylaws of the association. 1067 Notwithstanding any other law to the contrary, the requirement 1068 that board meetings and committee meetings be open to the unit 1069 owners does not apply is inapplicable to board or committee 1070 meetings held for the purpose of discussing personnel matters or 1071 meetings between the board or a committee and the association's 1072 attorney, with respect to proposed or pending litigation, if 1073 when the meeting is held for the purpose of seeking or rendering 1074 legal advice.

1075 Shareholder meetings.-There shall be an annual meeting (d) 1076 of the shareholders. All members of the board of administration 1077 shall be elected at the annual meeting unless the bylaws provide 1078 for staggered election terms or for their election at another 1079 meeting. Any unit owner desiring to be a candidate for board 1080 membership must comply with subparagraph 1. The bylaws must 1081 provide the method for calling meetings, including annual 1082 meetings. Written notice, which must incorporate an 1083 identification of agenda items, shall be given to each unit 1084 owner at least 14 days before the annual meeting and posted in a 1085 conspicuous place on the cooperative property at least 14 1086 continuous days preceding the annual meeting. Upon notice to the 1087 unit owners, the board must by duly adopted rule designate a specific location on the cooperative property upon which all 1088 1089 notice of unit owner meetings are posted. In lieu of or in 1090 addition to the physical posting of the meeting notice, the association may, by reasonable rule, adopt a procedure for 1091 1092 conspicuously posting and repeatedly broadcasting the notice and

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1093 the agenda on a closed-circuit cable television system serving 1094 the cooperative association. However, if broadcast notice is 1095 used in lieu of a posted notice, the notice and agenda must be 1096 broadcast at least four times every broadcast hour of each day 1097 that a posted notice is otherwise required under this section. 1098 If broadcast notice is provided, the notice and agenda must be 1099 broadcast in a manner and for a sufficient continuous length of 1100 time to allow an average reader to observe the notice and read 1101 and comprehend the entire content of the notice and the agenda. 1102 Unless a unit owner waives in writing the right to receive 1103 notice of the annual meeting, the notice of the annual meeting must be sent by mail, hand delivered, or electronically 1104 transmitted to each unit owner. An officer of the association 1105 1106 must provide an affidavit or United States Postal Service 1107 certificate of mailing, to be included in the official records 1108 of the association, affirming that notices of the association 1109 meeting were mailed, hand delivered, or electronically 1110 transmitted, in accordance with this provision, to each unit 1111 owner at the address last furnished to the association.

1112 The board of administration shall be elected by written 1. 1113 ballot or voting machine. A proxy may not be used in electing 1114 the board of administration in general elections or elections to 1115 fill vacancies caused by recall, resignation, or otherwise 1116 unless otherwise provided in this chapter. At least 60 days before a scheduled election, the association shall mail, 1117 1118 deliver, or transmit, whether by separate association mailing, 1119 delivery, or electronic transmission or included in another association mailing, delivery, or electronic transmission, 1120

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1121 including regularly published newsletters, to each unit owner 1122 entitled to vote, a first notice of the date of the election. 1123 Any unit owner or other eligible person desiring to be a 1124 candidate for the board of administration must give written 1125 notice to the association at least 40 days before a scheduled 1126 election. Together with the written notice and agenda as set 1127 forth in this section, the association shall mail, deliver, or 1128 electronically transmit a second notice of election to all unit 1129 owners entitled to vote, together with a ballot that which lists 1130 all candidates. Upon request of a candidate, the association 1131 shall include an information sheet, no larger than 8 1/2 inches 1132 by 11 inches, which must be furnished by the candidate at least 1133 35 days before the election, to be included with the mailing, 1134 delivery, or electronic transmission of the ballot, with the costs of mailing, delivery, or transmission and copying to be 1135 1136 borne by the association. The association is not liable for the 1137 contents of the information sheets provided by the candidates. 1138 In order to reduce costs, the association may print or duplicate 1139 the information sheets on both sides of the paper. The division shall by rule establish voting procedures consistent with this 1140 1141 subparagraph, including rules establishing procedures for giving 1142 notice by electronic transmission and rules providing for the 1143 secrecy of ballots. Elections shall be decided by a plurality of 1144 those ballots cast. There is no quorum requirement. However, at 1145 least 20 percent of the eligible voters must cast a ballot in 1146 order to have a valid election. A unit owner may not permit any 1147 other person to vote his or her ballot, and any such ballots improperly cast are invalid. A unit owner who needs assistance 1148

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1149 in casting the ballot for the reasons stated in s. 101.051 may 1150 obtain assistance in casting the ballot. Any unit owner 1151 violating this provision may be fined by the association in 1152 accordance with s. 719.303. The regular election must occur on 1153 the date of the annual meeting. This subparagraph does not apply 1154 to timeshare cooperatives. Notwithstanding this subparagraph, an 1155 election and balloting are not required unless more candidates 1156 file a notice of intent to run or are nominated than vacancies 1157 exist on the board. Any challenge to the election process must be commenced within 60 days after the election results are 1158 1159 announced.

1160 Any approval by unit owners called for by this chapter, 2. 1161 or the applicable cooperative documents, must be made at a duly 1162 noticed meeting of unit owners and is subject to this chapter or 1163 the applicable cooperative documents relating to unit owner 1164 decisionmaking, except that unit owners may take action by written agreement, without meetings, on matters for which action 1165 by written agreement without meetings is expressly allowed by 1166 1167 the applicable cooperative documents or law which provides for 1168 the unit owner action.

1169 3. Unit owners may waive notice of specific meetings if 1170 allowed by the applicable cooperative documents or law. If authorized by the bylaws, notice of meetings of the board of 1171 1172 administration, shareholder meetings, except shareholder meetings called to recall board members under paragraph (f), and 1173 1174 committee meetings may be given by electronic transmission to 1175 unit owners who consent to receive notice by electronic 1176 transmission.

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1177 4. Unit owners have the right to participate in meetings
1178 of unit owners with reference to all designated agenda items.
1179 However, the association may adopt reasonable rules governing
1180 the frequency, duration, and manner of unit owner participation.

1181 5. Any unit owner may tape record or videotape meetings of 1182 the unit owners subject to reasonable rules adopted by the 1183 division.

6. Unless otherwise provided in the bylaws, a vacancy 1184 1185 occurring on the board before the expiration of a term may be 1186 filled by the affirmative vote of the majority of the remaining 1187 directors, even if the remaining directors constitute less than 1188 a quorum, or by the sole remaining director. In the alternative, a board may hold an election to fill the vacancy, in which case 1189 1190 the election procedures must conform to the requirements of 1191 subparagraph 1. unless the association has opted out of the 1192 statutory election process, in which case the bylaws of the 1193 association control. Unless otherwise provided in the bylaws, a 1194 board member appointed or elected under this subparagraph shall 1195 fill the vacancy for the unexpired term of the seat being filled. Filling vacancies created by recall is governed by 1196 1197 paragraph (f) and rules adopted by the division.

Notwithstanding subparagraphs (b)2. and (d)1., an association may, by the affirmative vote of a majority of the total voting interests, provide for a different voting and election procedure in its bylaws, which vote may be by a proxy specifically delineating the different voting and election procedures. The different voting and election procedures may provide for

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1205 elections to be conducted by limited or general proxy.

1206 (f) Recall of board members.-Subject to the provisions of 1207 s. 719.301, any member of the board of administration may be 1208 recalled and removed from office with or without cause by the 1209 vote or agreement in writing by a majority of all the voting 1210 interests. A special meeting of the voting interests to recall 1211 any member of the board of administration may be called by 10 percent of the unit owners giving notice of the meeting as 1212 1213 required for a meeting of unit owners, and the notice shall 1214 state the purpose of the meeting. Electronic transmission may 1215 not be used as a method of giving notice of a meeting called in 1216 whole or in part for this purpose.

If the recall is approved by a majority of all voting 1217 1. 1218 interests by a vote at a meeting, the recall shall be effective 1219 as provided in this paragraph herein. The board shall duly 1220 notice and hold a board meeting within 5 full business days 1221 after of the adjournment of the unit owner meeting to recall one 1222 or more board members. At the meeting, the board shall either 1223 certify the recall, in which case such member or members shall 1224 be recalled effective immediately and shall turn over to the 1225 board within 5 full business days any and all records and 1226 property of the association in their possession, or shall 1227 proceed as set forth in subparagraph 3.

1228 2. If the proposed recall is by an agreement in writing by 1229 a majority of all voting interests, the agreement in writing or 1230 a copy thereof shall be served on the association by certified 1231 mail or by personal service in the manner authorized by chapter 1232 48 and the Florida Rules of Civil Procedure. The board of

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1233 administration shall duly notice and hold a meeting of the board 1234 within 5 full business days after receipt of the agreement in 1235 writing. At the meeting, the board shall either certify the 1236 written agreement to recall members of the board, in which case 1237 such members shall be recalled effective immediately and shall 1238 turn over to the board, within 5 full business days, any and all 1239 records and property of the association in their possession, or 1240 proceed as described in subparagraph 3.

1241 3. If the board determines not to certify the written 1242 agreement to recall members of the board, or does not certify 1243 the recall by a vote at a meeting, the board shall, within 5 1244 full business days after the board meeting, file with the 1245 division a petition for binding arbitration pursuant to the 1246 procedures of s. 719.1255. For purposes of this paragraph, the 1247 unit owners who voted at the meeting or who executed the 1248 agreement in writing shall constitute one party under the 1249 petition for arbitration. If the arbitrator certifies the recall 1250 as to any member of the board, the recall shall be effective 1251 upon mailing of the final order of arbitration to the 1252 association. If the association fails to comply with the order 1253 of the arbitrator, the division may take action pursuant to s. 1254 719.501. Any member so recalled shall deliver to the board any 1255 and all records and property of the association in the member's 1256 possession within 5 full business days after of the effective 1257 date of the recall.

1258 4. If the board fails to duly notice and hold a board
1259 meeting within 5 full business days <u>after</u> of service of an
1260 agreement in writing or within 5 full business days <u>after</u> of the

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1261 adjournment of the unit owner recall meeting, the recall shall 1262 be deemed effective and the board members so recalled shall 1263 immediately turn over to the board any and all records and 1264 property of the association.

1265 5. If the board fails to duly notice and hold the required 1266 meeting or fails to file the required petition, the unit owner 1267 representative may file a petition pursuant to s. 719.1255 1268 challenging the board's failure to act. The petition must be 1269 filed within 60 days after the expiration of the applicable 5-1270 full-business-day period. The review of a petition under this 1271 subparagraph is limited to the sufficiency of service on the 1272 board and the facial validity of the written agreement or 1273 ballots filed.

1274 6.5. If a vacancy occurs on the board as a result of a 1275 recall and less than a majority of the board members are 1276 removed, the vacancy may be filled by the affirmative vote of a 1277 majority of the remaining directors, notwithstanding any 1278 provision to the contrary contained in this chapter. If 1279 vacancies occur on the board as a result of a recall and a 1280 majority or more of the board members are removed, the vacancies 1281 shall be filled in accordance with procedural rules to be adopted by the division, which rules need not be consistent with 1282 1283 this chapter. The rules must provide procedures governing the 1284 conduct of the recall election as well as the operation of the 1285 association during the period after a recall but prior to the 1286 recall election.

12877. A board member who has been recalled may file a1288petition pursuant to s. 719.1255 challenging the validity of a

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1289	recall. The petition must be filed within 60 days after the
1290	recall is deemed certified. The association and the unit owner
1291	representative shall be named as the respondents.
1292	8. The division may not accept for filing a recall
1293	petition, whether filed pursuant to subparagraph 1.,
1294	subparagraph 2., subparagraph 5., or subparagraph 7. and
1295	regardless of whether the recall was certified, when there are
1296	60 or fewer days until the scheduled reelection of the board
1297	member sought to be recalled or when 60 or fewer days have not
1298	elapsed since the election of the board member sought to be
1299	recalled.
1300	Section 14. Section 719.108, Florida Statutes, is amended
1301	to read:
1302	719.108 Rents and assessments; liability; lien and
1303	priority; interest; collection; cooperative ownership
1304	(1) A unit owner, regardless of how title is acquired,
1305	including, without limitation, a purchaser at a judicial sale,
1306	is shall be liable for all rents and assessments coming due
1307	while the unit owner <u>owns the unit</u> is in exclusive possession of
1308	a unit. Additionally, a In a voluntary transfer, the unit owner
1309	is in exclusive possession shall be jointly and severally liable
1310	with the previous unit owner for all unpaid rents and
1311	assessments, late fees, interest, costs, and reasonable attorney
1312	fees incurred in an attempt to collect all such amounts that
1313	came due against the previous unit owner for his or her share of
1314	the common expenses up to the time of the transfer of title.
1315	This liability is $_{\overline{ au}}$ without prejudice to the rights of the
1316	<u>present</u> unit owner in exclusive possession to recover from the
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1317	previous unit owner <u>any the</u> amounts paid by the <u>present</u> unit
1318	owner in exclusive possession therefor.
1319	(2) The liability for rents and assessments may not be
1320	avoided by waiver of the use or enjoyment of any common areas or
1321	by abandonment of the unit for which the rents and assessments
1322	are made.
1323	(3) Notwithstanding any other provision of this section,
1324	the liability of a first mortgagee or its successor or assignees
1325	who acquire title to a unit by foreclosure or by deed in lieu of
1326	foreclosure for the unpaid assessments that became due before
1327	the mortgagee's acquisition of title is limited to the lesser
1328	of:
1329	(a) The unit's unpaid common expenses and regular periodic
1330	or special assessments which accrued or came due during the 12
1331	months immediately preceding the acquisition of title and for
1332	which payment in full has not been received by the association;
1333	or
1334	(b) One percent of the original mortgage debt. This
1335	paragraph applies only if the first mortgagee joined the
1336	association as a defendant in the foreclosure action. Joinder of
1337	the association is not required if, on the date the complaint is
1338	filed, the association was dissolved or did not maintain an
1339	office or agent for service of process at a location that was
1340	known to or reasonably discoverable by the mortgagee.
1341	(4) The person acquiring title shall pay the amount owed
1342	to the association within 30 days after transfer of title.
1343	Failure to pay the full amount when due entitles the association
1344	to record a claim of lien against the parcel and proceed in the
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1345 same manner as provided in this section for the collection of 1346 unpaid assessments.

(5) (3) Rents and assessments, and installments on them, 1347 1348 not paid when due bear interest at the rate provided in the 1349 cooperative documents from the date due until paid. This rate 1350 may not exceed the rate allowed by law and, if a rate is not 1351 provided in the cooperative documents, accrues at 18 percent per 1352 annum. If the cooperative documents or bylaws so provide, the 1353 association may charge an administrative late fee in addition to 1354 such interest, not to exceed the greater of \$25 or 5 percent of 1355 each installment of the assessment for each delinquent 1356 installment that the payment is late. Any payment received by an 1357 association must be applied first to any interest accrued by the 1358 association, then to any administrative late fee, then to any 1359 costs and reasonable attorney attorney's fees incurred in 1360 collection, and then to the delinquent assessment. The foregoing applies notwithstanding any restrictive endorsement, 1361 1362 designation, or instruction placed on or accompanying a payment. 1363 A late fee is not subject to chapter 687 or s. 719.303(4).

1364 (6) (4) The association has a lien on each cooperative 1365 parcel for any unpaid rents and assessments, plus interest, and 1366 any authorized administrative late fees. If authorized by the 1367 cooperative documents, the lien also secures reasonable attorney 1368 attorney's fees incurred by the association incident to the collection of the rents and assessments or enforcement of such 1369 1370 lien. The lien is effective from and after recording a claim of 1371 lien in the public records in the county in which the 1372 cooperative parcel is located which states the description of

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1373 the cooperative parcel, the name of the unit owner, the amount 1374 due, and the due dates. The lien expires if a claim of lien is 1375 not filed within 1 year after the date the assessment was due, 1376 and the lien does not continue for longer than 1 year after the 1377 claim of lien has been recorded unless, within that time, an 1378 action to enforce the lien is commenced. Except as otherwise 1379 provided in this chapter, a lien may not be filed by the 1380 association against a cooperative parcel until 30 days after the 1381 date on which a notice of intent to file a lien has been delivered to the owner. 1382

(a) The notice must be sent to the unit owner at theaddress of the unit by first-class United States mail and:

1385 1. If the most recent address of the unit owner on the 1386 records of the association is the address of the unit, the 1387 notice must be sent by registered or certified mail, return 1388 receipt requested, to the unit owner at the address of the unit.

1389 2. If the most recent address of the unit owner on the 1390 records of the association is in the United States, but is not 1391 the address of the unit, the notice must be sent by registered 1392 or certified mail, return receipt requested, to the unit owner 1393 at his or her most recent address.

3. If the most recent address of the unit owner on the records of the association is not in the United States, the notice must be sent by first-class United States mail to the unit owner at his or her most recent address.

(b) A notice that is sent pursuant to this subsection isdeemed delivered upon mailing.

1400 (7) (5) Liens for rents and assessments may be foreclosed Page 50 of 75

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1401 by suit brought in the name of the association, in like manner 1402 as a foreclosure of a mortgage on real property. In any 1403 foreclosure, the unit owner shall pay a reasonable rental for 1404 the cooperative parcel, if so provided in the cooperative 1405 documents, and the plaintiff in the foreclosure is entitled to 1406 the appointment of a receiver to collect the rent. The 1407 association has the power, unless prohibited by the cooperative 1408 documents, to bid on the cooperative parcel at the foreclosure 1409 sale and to acquire and hold, lease, mortgage, or convey it. 1410 Suit to recover a money judgment for unpaid rents and 1411 assessments may be maintained without waiving the lien securing 1412 them.

(8) (6) Within 15 days after request by a unit owner or 1413 1414 mortgagee, the association shall provide a certificate stating 1415 all assessments and other moneys owed to the association by the 1416 unit owner with respect to the cooperative parcel. Any person 1417 other than the unit owner who relies upon such certificate shall be protected thereby. Notwithstanding any limitation on transfer 1418 fees contained in s. 719.106(1)(i), the association or its 1419 authorized agent may charge a reasonable fee for the preparation 1420 1421 of the certificate.

1422 (9) (7) The remedies provided in this section do not 1423 exclude other remedies provided by the cooperative documents and 1424 permitted by law.

1425 <u>(10) (8) (a) A No unit owner may not</u> be excused from the 1426 payment of his or her share of the rents or assessments of a 1427 cooperative unless all unit owners are likewise proportionately 1428 excused from payment, except as provided in subsection (8) (6)

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1429 and in the following cases:

1430 1. If the cooperative documents so provide, a developer or 1431 other person owning cooperative units offered for sale may be 1432 excused from the payment of the share of the common expenses, 1433 assessments, and rents related to those units for a stated 1434 period of time. The period must terminate no later than the 1435 first day of the fourth calendar month following the month in 1436 which the right of exclusive possession is first granted to a 1437 unit owner. However, the developer must pay the portion of 1438 common expenses incurred during that period which exceed the 1439 amount assessed against other unit owners.

1440 A developer, or other person with an ownership interest 2. 1441 in cooperative units or having an obligation to pay common 1442 expenses, may be excused from the payment of his or her share of 1443 the common expenses which would have been assessed against those 1444 units during the period of time that he or she shall have 1445 guaranteed to each purchaser in the purchase contract or in the cooperative documents, or by agreement between the developer and 1446 1447 a majority of the unit owners other than the developer, that the assessment for common expenses of the cooperative imposed upon 1448 1449 the unit owners would not increase over a stated dollar amount 1450 and shall have obligated himself or herself to pay any amount of 1451 common expenses incurred during that period and not produced by 1452 the assessments at the guaranteed level receivable from other 1453 unit owners.

(b) If the purchase contract, cooperative documents, or
agreement between the developer and a majority of unit owners
other than the developer provides for the developer or another

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1457 person to be excused from the payment of assessments pursuant to 1458 paragraph (a), no funds receivable from unit owners payable to 1459 the association or collected by the developer on behalf of the 1460 association, other than regular periodic assessments for common 1461 expenses as provided in the cooperative documents and disclosed 1462 in the estimated operating budget pursuant to s. 719.503(1)(b)6. or s. 719.504(20)(b), may not be used for payment of common 1463 expenses prior to the expiration of the period during which the 1464 1465 developer or other person is so excused. This restriction 1466 applies to funds including, but not limited to, capital 1467 contributions or startup funds collected from unit purchasers at 1468 closing.

1469 (11) (9) The specific purposes of any special assessment, 1470 including any contingent special assessment levied in 1471 conjunction with the purchase of an insurance policy authorized 1472 by s. 719.104(3), approved in accordance with the cooperative 1473 documents shall be set forth in a written notice of such 1474 assessment sent or delivered to each unit owner. The funds 1475 collected pursuant to a special assessment may shall be used 1476 only for the specific purpose or purposes set forth in such 1477 notice or returned to the unit owners. However, upon completion 1478 of such specific purposes, any excess funds shall be considered 1479 common surplus and may, at the discretion of the board, either 1480 be returned to the unit owners or applied as a credit toward 1481 future assessments.

1482 <u>(12)(10)(a)</u> If the unit is occupied by a tenant and the 1483 unit owner is delinquent in paying any monetary obligation due 1484 to the association, the association may make a written demand

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1485 that the tenant pay to the association the subsequent rental 1486 payments and continue to make such payments until all monetary 1487 obligations of the unit owner related to the unit have been paid 1488 in full to the association. The tenant must pay the monetary 1489 obligations to the association until the association releases 1490 the tenant or the tenant discontinues tenancy in the unit.

1491 1. The association must provide the tenant a notice, by 1492 hand delivery or United States mail, in substantially the 1493 following form:

1495Pursuant to section 719.108(12)719.108(10)Florida1496Statutes, we demand that you make your rent payments1497directly to the cooperative association and continue doing1498so until the association notifies you otherwise.

Payment due the cooperative association may be in the same form as you paid your landlord and must be sent by United States mail or hand delivery to ...(full address)..., payable to ...(name)....

1505 Your obligation to pay your rent to the association begins 1506 immediately, unless you have already paid rent to your 1507 landlord for the current period before receiving this 1508 notice. In that case, you must provide the association 1509 written proof of your payment within 14 days after 1510 receiving this notice and your obligation to pay rent to 1511 the association would then begin with the next rental 1512 period.

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1514 Pursuant to section <u>719.108(12)</u> 719.108(10), Florida 1515 Statutes, your payment of rent to the association gives you 1516 complete immunity from any claim for the rent by your 1517 landlord.

1519 2. The association must mail written notice to the unit 1520 owner of the association's demand that the tenant make payments 1521 to the association.

1522 3. The association shall, upon request, provide the tenant1523 with written receipts for payments made.

4. A tenant is immune from any claim by the landlord or
unit owner related to the rent timely paid to the association
after the association has made written demand.

1527 If the tenant paid rent to the landlord or unit owner (b) 1528 for a given rental period before receiving the demand from the 1529 association and provides written evidence to the association of 1530 having paid the rent within 14 days after receiving the demand, 1531 the tenant shall begin making rental payments to the association 1532 for the following rental period and shall continue making rental 1533 payments to the association to be credited against the monetary 1534 obligations of the unit owner until the association releases the 1535 tenant or the tenant discontinues tenancy in the unit.

(c) The liability of the tenant may not exceed the amount due from the tenant to the tenant's landlord. The tenant's landlord shall provide the tenant a credit against rents due to the landlord in the amount of moneys paid to the association.
(d) The association may issue notice under s. 83.56 and

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sue for eviction under ss. 83.59-83.625 as if the association were a landlord under part II of chapter 83 if the tenant fails to pay a required payment to the association after written demand has been made to the tenant. However, the association is not otherwise considered a landlord under chapter 83 and specifically has no obligations under s. 83.51.

(e) The tenant does not, by virtue of payment of monetary obligations to the association, have any of the rights of a unit owner to vote in any election or to examine the books and records of the association.

(f) A court may supersede the effect of this subsection by appointing a receiver.

1553Section 15. Paragraph (a) of subsection (3) and subsection1554(5) of section 719.303, Florida Statutes, are amended to read:

719.303 Obligations of owners.-

1555

1556 (3)The association may levy reasonable fines for failure 1557 of the unit owner or the unit's occupant, licensee, or invitee 1558 to comply with any provision of the cooperative documents or 1559 reasonable rules of the association. A fine may not become a 1560 lien against a unit. A fine may be levied on the basis of each 1561 day of a continuing violation, with a single notice and 1562 opportunity for hearing. However, the fine may not exceed \$100 1563 per violation, or \$1,000 in the aggregate.

(a) An association may suspend, for a reasonable period of
time, the right of a unit owner, or a unit owner's tenant,
guest, or invitee, to use the common elements, common
facilities, or any other association property for failure to
comply with any provision of the cooperative documents or

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1569 reasonable rules of the association. <u>This paragraph does not</u> 1570 <u>apply to limited common elements intended to be used only by</u> 1571 <u>that unit, common elements needed to access the unit, utility</u> 1572 services provided to the unit, parking spaces, or elevators.

1573 An association may suspend the voting rights of a unit (5) 1574 or member due to nonpayment of any monetary obligation due to 1575 the association which is more than 90 days delinquent. A voting 1576 interest or consent right allocated to a unit or member which 1577 has been suspended by the association may not be counted towards 1578 the total number of voting interests for any purpose, including, 1579 but not limited to, the number of voting interests necessary to 1580 constitute a quorum, the number of voting interests required to 1581 conduct an election, or the number of voting interests required 1582 to approve an action under this chapter or pursuant to the 1583 cooperative documents, articles of incorporation, or bylaws. The 1584 suspension ends upon full payment of all obligations currently 1585 due or overdue the association. The notice and hearing 1586 requirements under subsection (3) do not apply to a suspension 1587 imposed under this subsection.

1588 Section 16. Paragraph (c) of subsection (5) and subsection 1589 (10) of section 720.303, Florida Statutes, are amended to read:

1590 720.303 Association powers and duties; meetings of board; 1591 official records; budgets; financial reporting; association 1592 funds; recalls.-

(5) INSPECTION AND COPYING OF RECORDS.—The official records shall be maintained within the state and must be open to inspection and available for photocopying by members or their authorized agents at reasonable times and places within 10

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business days after receipt of a written request for access. This subsection may be complied with by having a copy of the official records available for inspection or copying in the community. If the association has a photocopy machine available where the records are maintained, it must provide parcel owners with copies on request during the inspection if the entire request is limited to no more than 25 pages.

1604 (C) The association may adopt reasonable written rules 1605 governing the frequency, time, location, notice, records to be 1606 inspected, and manner of inspections, but may not require a 1607 parcel owner to demonstrate any proper purpose for the inspection, state any reason for the inspection, or limit a 1608 1609 parcel owner's right to inspect records to less than one 8-hour 1610 business day per month. The association may impose fees to cover 1611 the costs of providing copies of the official records, 1612 including, without limitation, the costs of copying. The association may charge up to 50 cents per page for copies made 1613 1614 on the association's photocopier. If the association does not 1615 have a photocopy machine available where the records are kept, or if the records requested to be copied exceed 25 pages in 1616 1617 length, the association may have copies made by an outside 1618 vendor or association management company personnel and may 1619 charge the actual cost of copying, including any reasonable 1620 costs involving personnel fees and charges at an hourly rate for 1621 vendor or employee time to cover administrative costs to the vendor or association. The association shall maintain an 1622 1623 adequate number of copies of the recorded governing documents, to ensure their availability to members and prospective members. 1624

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1625 Notwithstanding this paragraph, the following records are not 1626 accessible to members or parcel owners:

1. Any record protected by the lawyer-client privilege as 1627 1628 described in s. 90.502 and any record protected by the work-1629 product privilege, including, but not limited to, a record 1630 prepared by an association attorney or prepared at the 1631 attorney's express direction which reflects a mental impression, conclusion, litigation strategy, or legal theory of the attorney 1632 1633 or the association and which was prepared exclusively for civil 1634 or criminal litigation or for adversarial administrative 1635 proceedings or which was prepared in anticipation of such 1636 litigation or proceedings until the conclusion of the litigation 1637 or proceedings.

1638 2. Information obtained by an association in connection 1639 with the approval of the lease, sale, or other transfer of a 1640 parcel.

1641 3. Personnel records of association or management company 1642 the association's employees, including, but not limited to, 1643 disciplinary, payroll, health, and insurance records. For purposes of this subparagraph, the term "personnel records" does 1644 1645 not include written employment agreements with an association or 1646 management company employee or budgetary or financial records 1647 that indicate the compensation paid to an association or 1648 management company employee.

1649 4. Medical records of parcel owners or community1650 residents.

16515. Social security numbers, driver driver's license1652numbers, credit card numbers, electronic mailing addresses,

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1653 telephone numbers, facsimile numbers, emergency contact information, any addresses for a parcel owner other than as 1654 1655 provided for association notice requirements, and other personal 1656 identifying information of any person, excluding the person's 1657 name, parcel designation, mailing address, and property address. 1658 However, an owner may consent in writing to the disclosure of 1659 protected information described in this subparagraph. The 1660 association is not liable for the disclosure of information that 1661 is protected under this subparagraph if the information is 1662 included in an official record of the association and is 1663 voluntarily provided by an owner and not requested by the 1664 association.

1665 6. Any electronic security measure that is used by the 1666 association to safeguard data, including passwords.

1667 7. The software and operating system used by the 1668 association which allows the manipulation of data, even if the 1669 owner owns a copy of the same software used by the association. 1670 The data is part of the official records of the association.

1671

(10) RECALL OF DIRECTORS.-

(a)1. Regardless of any provision to the contrary contained in the governing documents, subject to the provisions of s. 720.307 regarding transition of association control, any member of the board of directors may be recalled and removed from office with or without cause by a majority of the total voting interests.

1678 2. When the governing documents, including the 1679 declaration, articles of incorporation, or bylaws, provide that 1680 only a specific class of members is entitled to elect a board

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1681 director or directors, only that class of members may vote to 1682 recall those board directors so elected.

(b)1. Board directors may be recalled by an agreement in writing or by written ballot without a membership meeting. The agreement in writing or the written ballots, or a copy thereof, shall be served on the association by certified mail or by personal service in the manner authorized by chapter 48 and the Florida Rules of Civil Procedure.

1689 2. The board shall duly notice and hold a meeting of the 1690 board within 5 full business days after receipt of the agreement 1691 in writing or written ballots. At the meeting, the board shall 1692 either certify the written ballots or written agreement to 1693 recall a director or directors of the board, in which case such 1694 director or directors shall be recalled effective immediately 1695 and shall turn over to the board within 5 full business days any 1696 and all records and property of the association in their 1697 possession, or proceed as described in paragraph (d).

3. When it is determined by the department pursuant to binding arbitration proceedings that an initial recall effort was defective, written recall agreements or written ballots used in the first recall effort and not found to be defective may be reused in one subsequent recall effort. However, in no event is a written agreement or written ballot valid for more than 120 days after it has been signed by the member.

1705 4. Any rescission or revocation of a member's written 1706 recall ballot or agreement must be in writing and, in order to 1707 be effective, must be delivered to the association before the 1708 association is served with the written recall agreements or

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1709 ballots.

5. The agreement in writing or ballot shall list at least as many possible replacement directors as there are directors subject to the recall, when at least a majority of the board is sought to be recalled; the person executing the recall instrument may vote for as many replacement candidates as there are directors subject to the recall.

(c)1. If the declaration, articles of incorporation, or 1716 1717 bylaws specifically provide, the members may also recall and 1718 remove a board director or directors by a vote taken at a 1719 meeting. If so provided in the governing documents, a special 1720 meeting of the members to recall a director or directors of the 1721 board of administration may be called by 10 percent of the 1722 voting interests giving notice of the meeting as required for a 1723 meeting of members, and the notice shall state the purpose of 1724 the meeting. Electronic transmission may not be used as a method 1725 of giving notice of a meeting called in whole or in part for 1726 this purpose.

1727 2. The board shall duly notice and hold a board meeting within 5 full business days after the adjournment of the member 1728 1729 meeting to recall one or more directors. At the meeting, the board shall certify the recall, in which case such member or 1730 1731 members shall be recalled effective immediately and shall turn 1732 over to the board within 5 full business days any and all 1733 records and property of the association in their possession, or 1734 shall proceed as set forth in subparagraph (d).

1735(d) If the board determines not to certify the written1736agreement or written ballots to recall a director or directors

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1737 of the board or does not certify the recall by a vote at a 1738 meeting, the board shall, within 5 full business days after the 1739 meeting, file with the department a petition for binding 1740 arbitration pursuant to the applicable procedures in ss. 1741 718.112(2)(j) and 718.1255 and the rules adopted thereunder. For 1742 the purposes of this section, the members who voted at the 1743 meeting or who executed the agreement in writing shall 1744 constitute one party under the petition for arbitration. If the 1745 arbitrator certifies the recall as to any director or directors 1746 of the board, the recall will be effective upon mailing of the final order of arbitration to the association. The director or 1747 1748 directors so recalled shall deliver to the board any and all 1749 records of the association in their possession within 5 full 1750 business days after the effective date of the recall.

1751 If a vacancy occurs on the board as a result of a (e) 1752 recall and less than a majority of the board directors are 1753 removed, the vacancy may be filled by the affirmative vote of a 1754 majority of the remaining directors, notwithstanding any 1755 provision to the contrary contained in this subsection or in the 1756 association documents. If vacancies occur on the board as a 1757 result of a recall and a majority or more of the board directors 1758 are removed, the vacancies shall be filled by members voting in 1759 favor of the recall; if removal is at a meeting, any vacancies 1760 shall be filled by the members at the meeting. If the recall 1761 occurred by agreement in writing or by written ballot, members 1762 may vote for replacement directors in the same instrument in 1763 accordance with procedural rules adopted by the division, which rules need not be consistent with this subsection. 1764

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(f) If the board fails to duly notice and hold a board meeting within 5 full business days after service of an agreement in writing or within 5 full business days after the adjournment of the member recall meeting, the recall shall be deemed effective and the board directors so recalled shall immediately turn over to the board all records and property of the association.

1772 (g) If the board fails to duly notice and hold the 1773 required meeting or fails to file the required petition, the 1774 unit owner representative may file a petition pursuant to s. 1775 718.1255 challenging the board's failure to act. The petition 1776 must be filed within 60 days after the expiration of the 1777 applicable 5-full-business-day period. The review of a petition 1778 under this paragraph is limited to the sufficiency of service on 1779 the board and the facial validity of the written agreement or 1780 ballots filed.

1781 (h) (g) If a director who is removed fails to relinquish 1782 his or her office or turn over records as required under this 1783 section, the circuit court in the county where the association 1784 maintains its principal office may, upon the petition of the 1785 association, summarily order the director to relinquish his or 1786 her office and turn over all association records upon 1787 application of the association.

1788 <u>(i)</u> (h) The minutes of the board meeting at which the board 1789 decides whether to certify the recall are an official 1790 association record. The minutes must record the date and time of 1791 the meeting, the decision of the board, and the vote count taken 1792 on each board member subject to the recall. In addition, when

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1793 the board decides not to certify the recall, as to each vote 1794 rejected, the minutes must identify the parcel number and the 1795 specific reason for each such rejection.

1796 <u>(j)</u>(i) When the recall of more than one board director is 1797 sought, the written agreement, ballot, or vote at a meeting 1798 shall provide for a separate vote for each board director sought 1799 to be recalled.

1800 (k) A board member who has been recalled may file a 1801 petition pursuant to ss. 718.112(2)(j) and 718.1255 and the 1802 rules adopted challenging the validity of the recall. The 1803 petition must be filed within 60 days after the recall is deemed 1804 certified. The association and the unit owner representative 1805 shall be named as respondents.

1806 The division may not accept for filing a recall (1) 1807 petition, whether filed pursuant to paragraph (b), paragraph 1808 (c), paragraph (g), or paragraph (k) and regardless of whether 1809 the recall was certified, when there are 60 or fewer days until 1810 the scheduled reelection of the board member sought to be 1811 recalled or when 60 or fewer days have not elapsed since the 1812 election of the board member sought to be recalled. 1813 Section 17. Subsections (2) and (4) of section 720.305, 1814 Florida Statutes, are amended to read:

1815 720.305 Obligations of members; remedies at law or in 1816 equity; levy of fines and suspension of use rights.-

1817 (2) The association may levy reasonable fines of up to
1818 \$100 per violation against any member or any member's tenant,
1819 guest, or invitee for the failure of the owner of the parcel or
1820 its occupant, licensee, or invitee to comply with any provision

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1821 of the declaration, the association bylaws, or reasonable rules of the association. A fine may be levied for each day of a 1822 1823 continuing violation, with a single notice and opportunity for 1824 hearing, except that the fine may not exceed \$1,000 in the 1825 aggregate unless otherwise provided in the governing documents. 1826 A fine of less than \$1,000 may not become a lien against a 1827 parcel. In any action to recover a fine, the prevailing party is entitled to reasonable attorney attorney's fees and costs from 1828 1829 the nonprevailing party as determined by the court.

1830 An association may suspend, for a reasonable period of (a) 1831 time, the right of a member, or a member's tenant, quest, or 1832 invitee, to use common areas and facilities for the failure of 1833 the owner of the parcel or its occupant, licensee, or invitee to 1834 comply with any provision of the declaration, the association 1835 bylaws, or reasonable rules of the association. This paragraph 1836 does not apply to that portion of common areas used to provide access or utility services to the parcel. A suspension may not 1837 1838 impair the right of an owner or tenant of a parcel to have 1839 vehicular and pedestrian ingress to and egress from the parcel, 1840 including, but not limited to, the right to park.

1841 A fine or suspension may not be imposed without at (b) 1842 least 14 days' notice to the person sought to be fined or 1843 suspended and an opportunity for a hearing before a committee of 1844 at least three members appointed by the board who are not 1845 officers, directors, or employees of the association, or the spouse, parent, child, brother, or sister of an officer, 1846 1847 director, or employee. If the committee, by majority vote, does 1848 not approve a proposed fine or suspension, it may not be

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imposed. If the association imposes a fine or suspension, the association must provide written notice of such fine or suspension by mail or hand delivery to the parcel owner and, if applicable, to any tenant, licensee, or invitee of the parcel owner.

1854 (4) An association may suspend the voting rights of a 1855 parcel or member for the nonpayment of any monetary obligation 1856 due to the association that is more than 90 days delinquent. A 1857 voting interest or consent right allocated to a parcel or member 1858 which has been suspended by the association may not be counted 1859 towards the total number of voting interests for any purpose, 1860 including, but not limited to, the number of voting interests 1861 necessary to constitute a quorum, the number of voting interests 1862 required to conduct an election, or the number of voting 1863 interests required to approve an action under this chapter or 1864 pursuant to the governing documents. The notice and hearing 1865 requirements under subsection (2) do not apply to a suspension 1866 imposed under this subsection. The suspension ends upon full 1867 payment of all obligations currently due or overdue to the 1868 association.

1869 Section 18. Paragraph (d) is added to subsection (1) of 1870 section 720.306, Florida Statutes, and subsections (6) and (9) 1871 of that section are amended, to read:

1872720.306 Meetings of members; voting and election1873procedures; amendments.-

1874 (1) QUORUM; AMENDMENTS.-

1875(d) The Legislature finds that the procurement of1876mortgagee consent to amendments that do not affect the rights or

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1877	interests of mortgagees is an unreasonable and substantial
1878	logistical and financial burden on the parcel owners and that
1879	there is a compelling state interest in enabling the members of
1880	an association to approve amendments to the association's
1881	governing documents through legal means. Accordingly, and
1882	notwithstanding any provision to the contrary contained in this
1883	paragraph:
1884	1. As to any mortgage recorded on or after July 1, 2012,
1885	any provision in the association's governing documents that
1886	requires the consent or joinder of some or all mortgagees of
1887	parcels or any other portion of the association's common areas
1888	to amend the association's governing documents or for any other
1889	matter is enforceable only as to amendments to the association's
1890	governing documents that adversely affect the priority of the
1891	mortgagee's lien or the mortgagee's rights to foreclose its lien
1892	or that otherwise materially affect the rights and interests of
1893	the mortgagees.
1894	2. As to mortgages recorded before July 1, 2012, any
1895	existing provisions in the association's governing documents
1896	requiring mortgagee consent are enforceable.
1897	3. In securing consent or joinder, the association is
1898	entitled to rely upon the public records to identify the holders
1899	of outstanding mortgages. The association may use the address
1900	provided in the original recorded mortgage document, unless
1901	there is a different address for the holder of the mortgage in a
1902	recorded assignment or modification of the mortgage, which
1903	recorded assignment or modification must reference the official
1904	records book and page on which the original mortgage was
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1905 recorded. Once the association has identified the recorded 1906 mortgages of record, the association shall, in writing, request 1907 of each parcel owner whose parcel is encumbered by a mortgage of 1908 record any information the owner has in his or her possession 1909 regarding the name and address of the person to whom mortgage 1910 payments are currently being made. Notice shall be sent to such 1911 person if the address provided in the original recorded mortgage 1912 document is different from the name and address of the mortgagee 1913 or assignee of the mortgage as shown by the public record. The association is deemed to have complied with this requirement by 1914 1915 making the written request of the parcel owners required under 1916 this subparagraph. Any notices required to be sent to the 1917 mortgagees under this subparagraph shall be sent to all 1918 available addresses provided to the association. 1919 4. Any notice to the mortgagees required under 1920 subparagraph 3. may be sent by a method that establishes proof 1921 of delivery, and any mortgagee who fails to respond within 60 1922 days after the date of mailing is deemed to have consented to 1923 the amendment. 1924 For those amendments requiring mortgagee consent on or 5. 1925 after July 1, 2012, in the event mortgagee consent is provided 1926 other than by properly recorded joinder, such consent shall be 1927 evidenced by affidavit of the association recorded in the public 1928 records of the county in which the declaration is recorded. 1929 6. Any amendment adopted without the required consent of a 1930 mortgagee is voidable only by a mortgagee who was entitled to 1931 notice and an opportunity to consent. An action to void an 1932 amendment is subject to the statute of limitations beginning 5

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1933 years after the date of discovery as to the amendments described 1934 in subparagraph 1. and 5 years after the date of recordation of 1935 the certificate of amendment for all other amendments. This 1936 subparagraph applies to all mortgages, regardless of the date of 1937 recordation of the mortgage.

1938 RIGHT TO SPEAK.-Members and parcel owners have the (6) 1939 right to attend all membership meetings and to speak at any 1940 meeting with reference to all items opened for discussion or 1941 included on the agenda. Notwithstanding any provision to the 1942 contrary in the governing documents or any rules adopted by the 1943 board or by the membership, a member and a parcel owner have the 1944 right to speak for at least 3 minutes on any item, provided that 1945 the member or parcel owner submits a written request to speak 1946 prior to the meeting. The association may adopt written reasonable rules governing the frequency, duration, and other 1947 manner of member and parcel owner statements, which rules must 1948 1949 be consistent with this subsection.

1950

(9) (a) ELECTIONS AND BOARD VACANCIES.-

1951 Elections of directors must be conducted in accordance (a) 1952 with the procedures set forth in the governing documents of the 1953 association. All members of the association are eligible to 1954 serve on the board of directors, and a member may nominate 1955 himself or herself as a candidate for the board at a meeting 1956 where the election is to be held or, if the election process 1957 allows voting by absentee ballot, in advance of the balloting. 1958 Except as otherwise provided in the governing documents, boards of directors must be elected by a plurality of the votes cast by 1959 1960 eligible voters. Any challenge to the election process must be

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1961 commenced within 60 days after the election results are 1962 announced.

(b) A person who is delinquent in the payment of any fee, 1963 1964 fine, or other monetary obligation to the association for more 1965 than 90 days is not eligible for board membership. A person who 1966 has been convicted of any felony in this state or in a United States District or Territorial Court, or has been convicted of 1967 1968 any offense in another jurisdiction which would be considered a 1969 felony if committed in this state, is not eligible for board 1970 membership unless such felon's civil rights have been restored 1971 for at least 5 years as of the date on which such person seeks 1972 election to the board. The validity of any action by the board 1973 is not affected if it is later determined that a member of the 1974 board is ineligible for board membership.

1975 Any election dispute between a member and an (C) 1976 association must be submitted to mandatory binding arbitration 1977 with the division. Such proceedings must be conducted in the 1978 manner provided by s. 718.1255 and the procedural rules adopted 1979 by the division. Unless otherwise provided in the bylaws, any 1980 vacancy occurring on the board before the expiration of a term 1981 may be filled by an affirmative vote of the majority of the remaining directors, even if the remaining directors constitute 1982 1983 less than a quorum, or by the sole remaining director. In the 1984 alternative, a board may hold an election to fill the vacancy, in which case the election procedures must conform to the 1985 1986 requirements of the governing documents. Unless otherwise 1987 provided in the bylaws, a board member appointed or elected 1988 under this section is appointed for the unexpired term of the

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2012

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1989 seat being filled. Filling vacancies created by recall is 1990 governed by s. 720.303(10) and rules adopted by the division. Section 19. Paragraphs (b), (c), and (d) of subsection (2) 1991 1992 of section 720.3085, Florida Statutes, are amended to read: 1993 720.3085 Payment for assessments; lien claims.-1994 (2)1995 A parcel owner, regardless of how the parcel owner has (b) 1996 acquired title, including, but not limited to, by purchase at a 1997 foreclosure sale, is liable for all assessments that come due while he or she is the parcel owner. Additionally, a parcel 1998 1999 owner is jointly and severally liable with the previous parcel 2000 owner for all unpaid assessments, late fees, interest, costs, 2001 and reasonable attorney fees incurred by the association in an 2002 attempt to collect all such amounts that came due up to the time 2003 of transfer of title. This liability is without prejudice to any 2004 right the present parcel owner may have to recover any amounts 2005 paid by the present owner from the previous owner the amounts 2006 paid by the present owner. 2007 (c)1. Notwithstanding anything to the contrary contained 2008 in this section, The liability of a first mortgagee, or its 2009 successors successor or assignees assignee as a subsequent 2010 holder of the first mortgage who acquire acquires title to a 2011 parcel by foreclosure or by deed in lieu of foreclosure for the 2012 unpaid assessments, interest, administrative late fees, reasonable costs and attorney fees, and any other fee, cost, or 2013 2014 expense incurred in the collection process that became due 2015 before the mortgagee's acquisition of title is limited to, shall 2016 be the lesser of:

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2017 <u>a.1.</u> Only the parcel's unpaid common expenses and regular 2018 periodic or special assessments that accrued or came due during 2019 the 12 months immediately preceding the acquisition of title and 2020 for which payment in full has not been received by the 2021 association; or

2022

b.2. One percent of the original mortgage debt.

Subparagraph 1. applies The limitations on first 2023 2. 2024 mortgagee liability provided by this paragraph apply only if the 2025 first mortgagee filed suit against the parcel owner and 2026 initially joined the association as a defendant in the mortgagee 2027 foreclosure action. Joinder of the association is not required 2028 if, on the date the complaint is filed, the association was 2029 dissolved or did not maintain an office or agent for service of 2030 process at a location that was known to or reasonably 2031 discoverable by the mortgagee.

2032 <u>3. The first mortgagee or its successors or assignees who</u> 2033 <u>acquire title to a parcel by foreclosure or by deed in lieu of</u> 2034 <u>foreclosure are not liable for any interest, administrative late</u> 2035 <u>fee, reasonable cost or attorney fee, or any other fee, cost, or</u> 2036 <u>expense that came due prior to its acquisition of title. This</u> 2037 <u>subparagraph is intended to clarify existing law.</u>

<u>4.(d)</u> An association, or its successor or assignee, that acquires title to a parcel through the foreclosure of its lien for assessments is not liable for any unpaid assessments, late fees, interest, or reasonable <u>attorney</u> attorney's fees and costs that came due before the association's acquisition of title in favor of any other association, as defined in s. 718.103(2) or s. 720.301(9), which holds a superior lien interest on the

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2045 parcel. This paragraph is intended to clarify existing law. 2046 (d) The person acquiring title shall pay the amount owed 2047 to the association within 30 days after transfer of title. 2048 Failure to pay the full amount when due entitles the association 2049 to record a claim of lien against the parcel for the amounts 2050 specified in this subsection and proceed in the same manner as 2051 provided in this section for the collection of the amount owed 2052 and any unpaid assessments coming due after the acquisition of 2053 title and other charges authorized by subsection (3) on any 2054 unpaid assessments coming due after the acquisition of title.

2055 Section 20. Subsection (3) of section 721.16, Florida 2056 Statutes, is amended to read:

2057721.16Liens for overdue assessments; liens for labor2058performed on, or materials furnished to, a timeshare unit.-

The lien is effective from the date of recording a 2059 (3)2060 claim of lien in the official records of the county or counties 2061 in which the timeshare interest is located. The claim of lien 2062 shall state the name of the timeshare plan and identify the 2063 timeshare interest for which the lien is effective, state the 2064 name of the purchaser, state the assessment amount due, and 2065 state the due dates. Notwithstanding any provision of s. 2066 718.116(5) or s. 719.108(6) 719.108(4) to the contrary, the lien 2067 is effective until satisfied or until 5 years have expired after 2068 the date the claim of lien is recorded unless, within that time, 2069 an action to enforce the lien is commenced pursuant to 2070 subsection (2). A claim of lien for assessments may include only 2071 assessments which are due when the claim is recorded. A claim of 2072 lien shall be signed and acknowledged by an officer or agent of

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2073 the managing entity. Upon full payment, the person making the payment is entitled to receive a satisfaction of the lien. 2074 Section 21. This act shall take effect July 1, 2012.

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