

1 A bill to be entitled
2 An act relating to land trusts; creating s. 689.073,
3 F.S., and transferring, renumbering, and amending s.
4 689.071(4) and (5), F.S.; providing requirements
5 relating to vesting of ownership in a trustee;
6 providing exclusion and applicability; amending s.
7 689.071, F.S.; revising and providing definitions;
8 revising provisions relating to land trust transfers
9 of real property and vesting of ownership in a
10 trustee; prohibiting the operation of the statute of
11 uses to execute a land trust or to vest the trust
12 property under certain conditions; prohibiting the
13 operation of the doctrine of merger to execute a land
14 trust or to vest the trust property under certain
15 conditions; providing conditions under which a
16 beneficial interest is deemed real property; revising
17 and providing rights, liabilities, and duties of land
18 trust beneficiaries; authorizing certain beneficial
19 ownership methods; providing for the perfection of
20 security documents; providing that a trustee's legal
21 and equitable title to the trust property is separate
22 and distinct from the beneficiary's beneficial
23 interest in the land trust and the trust property;
24 prohibiting a lien, judgment, mortgage, security
25 interest, or other encumbrance against one interest
26 from automatically attaching to another interest;
27 providing that the appointment of a guardian ad litem
28 is not necessary in certain foreclosure litigation

29 affecting the title to trust property of a land trust;
 30 conforming provisions to changes made by the act;
 31 deleting provisions relating to the applicability of
 32 certain successor trustee provisions; providing notice
 33 requirements; providing for the determination of
 34 applicable law for certain trusts; providing for
 35 applicability relating to Uniform Commercial Code
 36 financing statements; providing requirements for
 37 recording effectiveness; amending s. 736.0102, F.S.;
 38 revising and providing scope of the Florida Trust
 39 Code; providing a directive to the Division of Law
 40 Revision and Information; providing an effective date.

41

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

43

44 Section 1. Section 689.073, Florida Statutes, is created,
 45 and present subsections (4) and (5) of section 689.071, Florida
 46 Statutes, are transferred and renumbered as subsections (2) and
 47 (3), respectively, of section 689.073, Florida Statutes, and
 48 amended, to read:

49 689.073 Powers conferred on trustee in recorded
 50 instrument.-

51 (1) OWNERSHIP VESTS IN TRUSTEE.-Every conveyance, deed,
 52 mortgage, lease assignment, or other instrument heretofore or
 53 hereafter made, hereinafter referred to as the "recorded
 54 instrument," transferring any interest in real property,
 55 including, but not limited to, a leasehold or mortgagee
 56 interest, to any person or any corporation, bank, trust company,

57 | or other entity duly formed under the laws of its state of
 58 | qualification, which recorded instrument designates the person,
 59 | corporation, bank, trust company, or other entity "trustee" or
 60 | "as trustee" and confers on the trustee the power and authority
 61 | to protect, to conserve, to sell, to lease, to encumber, or
 62 | otherwise to manage and dispose of the real property described
 63 | in the recorded instrument, is effective to vest, and is
 64 | declared to have vested, in such trustee full power and
 65 | authority as granted and provided in the recorded instrument to
 66 | deal in and with such property, or interest therein or any part
 67 | thereof, held in trust under the recorded instrument.

68 | ~~(2)~~(4) NO DUTY TO INQUIRE.—Any grantee, mortgagee, lessee,
 69 | transferee, assignee, or person obtaining satisfactions or
 70 | releases or otherwise in any way dealing with the trustee with
 71 | respect to the real property or any interest in such property
 72 | held in trust under the recorded instrument, as hereinabove
 73 | provided for, is not obligated to inquire into the
 74 | identification or status of any named or unnamed beneficiaries,
 75 | or their heirs or assigns to whom a trustee may be accountable
 76 | under the terms of the recorded instrument, or under any
 77 | unrecorded separate declarations or agreements collateral to the
 78 | recorded instrument, whether or not such declarations or
 79 | agreements are referred to therein; or to inquire into or
 80 | ascertain the authority of such trustee to act within and
 81 | exercise the powers granted under the recorded instrument; or to
 82 | inquire into the adequacy or disposition of any consideration,
 83 | if any is paid or delivered to such trustee in connection with
 84 | any interest so acquired from such trustee; or to inquire into

85 any of the provisions of any such unrecorded declarations or
 86 agreements.

87 (3)~~(5)~~ BENEFCIARY CLAIMS.—All persons dealing with the
 88 trustee under the recorded instrument as hereinabove provided
 89 take any interest transferred by the trustee thereunder, within
 90 the power and authority as granted and provided therein, free
 91 and clear of the claims of all the named or unnamed
 92 beneficiaries of such trust, and of any unrecorded declarations
 93 or agreements collateral thereto whether referred to in the
 94 recorded instrument or not, and of anyone claiming by, through,
 95 or under such beneficiaries. However, this section does not
 96 prevent a beneficiary of any such unrecorded collateral
 97 declarations or agreements from enforcing the terms thereof
 98 against the trustee.

99 (4) EXCLUSION.—This section does not apply to any deed,
 100 mortgage, or other instrument to which s. 689.07 applies.

101 (5) APPLICABILITY.—The section applies without regard to
 102 whether any reference is made in the recorded instrument to the
 103 beneficiaries of such trust or to any separate collateral
 104 unrecorded declarations or agreements, without regard to the
 105 provisions of any unrecorded trust agreement or declaration of
 106 trust, and without regard to whether the trust is governed by s.
 107 689.071 or chapter 736. This section applies both to recorded
 108 instruments that are recorded after the effective date of this
 109 act and to recorded instruments that were previously recorded
 110 and governed by similar provisions contained in s. 689.071(3),
 111 Florida Statutes 2012, and any such recorded instrument
 112 purporting to confer power and authority on a trustee under such

113 provisions of s. 689.071(3), Florida Statutes 2012, is valid and
 114 has the effect of vesting full power and authority in such
 115 trustee as provided in this section.

116 Section 2. Section 689.071, Florida Statutes, as amended
 117 by this act, is amended to read:

118 689.071 Florida Land Trust Act.—

119 (1) SHORT TITLE.—This section may be cited as the "Florida
 120 Land Trust Act."

121 (2) DEFINITIONS.—As used in this section, the term:

122 (a) "Beneficial interest" means any interest, vested or
 123 contingent and regardless of how small or minimal such interest
 124 may be, in a land trust which is held by a beneficiary.

125 (b) "Beneficiary" means any person or entity having a
 126 beneficial interest in a land trust. A trustee may be a
 127 beneficiary of the land trust for which such trustee serves as
 128 trustee.

129 ~~(c) "Holder of the power of direction" means any person or~~
 130 ~~entity having the authority to direct the trustee to convey~~
 131 ~~property or interests, execute a mortgage, distribute proceeds~~
 132 ~~of a sale or financing, and execute documents incidental to the~~
 133 ~~administration of a land trust.~~

134 (c)(d) "Land trust" means any express written agreement or
 135 arrangement by which a use, confidence, or trust is declared of
 136 any land, or of any charge upon land, under which the title to
 137 real property, including, but not limited to, a leasehold or
 138 mortgagee interest, both legal and equitable, is vested in a
 139 trustee by a recorded instrument that confers on the trustee the
 140 power and authority prescribed in s. 689.073(1) and under which

141 | the trustee has no duties other than the following:

142 | 1. The duty to convey, sell, lease, mortgage, or deal with
 143 | the trust property, or to exercise such other powers concerning
 144 | the trust property as may be provided in the recorded
 145 | instrument, in each case as directed by the beneficiaries or by
 146 | the holder of the power of direction;

147 | 2. The duty to sell or dispose of the trust property at
 148 | the termination of the trust;

149 | 3. The duty to perform ministerial and administrative
 150 | functions delegated to the trustee in the trust agreement or by
 151 | the beneficiaries or the holder of the power of direction; or

152 | 4. The duties required of a trustee under chapter 721, if
 153 | the trust is a timeshare estate trust complying with s.
 154 | 721.08(2)(c)4. or a vacation club trust complying with s.
 155 | 721.53(1)(e),

156 |
 157 | However, the duties of the trustee of a land trust created
 158 | before the effective date of this act may exceed the limited
 159 | duties listed in this paragraph to the extent authorized in
 160 | subsection (12) subsection (3). ~~The recorded instrument does not~~
 161 | ~~itself create an entity, regardless of whether the relationship~~
 162 | ~~among the beneficiaries and the trustee is deemed to be an~~
 163 | ~~entity under other applicable law.~~

164 | (d) "Power of direction" means the authority of a person,
 165 | as provided in the trust agreement, to direct the trustee of a
 166 | land trust to convey property or interests, execute a lease or
 167 | mortgage, distribute proceeds of a sale or financing, and
 168 | execute documents incidental to the administration of a land

169 trust.

170 (e) "Recorded instrument" has the same meaning as provided
 171 in s. 689.073(1).

172 (f) "Trust agreement" means the written agreement
 173 governing a land trust or other trust, including any amendments.

174 (g) "Trust property" means any interest in real property,
 175 including, but not limited to, a leasehold or mortgagee
 176 interest, conveyed by a recorded instrument to a trustee of a
 177 land trust or other trust.

178 (h)(e) "Trustee" means the person ~~or entity~~ designated in
 179 a recorded instrument or trust agreement ~~trust instrument~~ to
 180 hold ~~legal and equitable~~ title to the trust property of a land
 181 trust ~~or other trust~~.

182 (3) OWNERSHIP VESTS IN TRUSTEE.—Every recorded instrument
 183 ~~conveyance, deed, mortgage, lease assignment, or other~~
 184 ~~instrument heretofore or hereafter made, hereinafter referred to~~
 185 ~~as the "recorded instrument,"~~ transferring any interest in real
 186 property to the trustee of a land trust and conferring upon the
 187 trustee the power and authority prescribed in s. 689.073(1), ~~in~~
 188 ~~this state, including, but not limited to, a leasehold or~~
 189 ~~mortgagee interest, to any person or any corporation, bank,~~
 190 ~~trust company, or other entity duly formed under the laws of its~~
 191 ~~state of qualification, in which recorded instrument the person,~~
 192 ~~corporation, bank, trust company, or other entity is designated~~
 193 ~~"trustee" or "as trustee,"~~ whether or not reference is made in
 194 the recorded instrument to the beneficiaries of such land trust
 195 or to the trust agreement or any separate collateral unrecorded
 196 declarations or agreements, is effective to vest, and is hereby

197 declared to have vested, in such trustee both legal and
198 equitable title, and full rights of ownership, over the trust
199 ~~real~~ property or interest therein, with full power and authority
200 as granted and provided in the recorded instrument to deal in
201 and with the trust property or interest therein or any part
202 thereof. The recorded instrument does not itself create an
203 entity, regardless of whether the relationship among the
204 beneficiaries and the trustee is deemed to be an entity under
205 other applicable law; ~~provided, the recorded instrument confers~~
206 ~~on the trustee the power and authority to protect, to conserve,~~
207 ~~to sell, to lease, to encumber, or otherwise to manage and~~
208 ~~dispose of the real property described in the recorded~~
209 ~~instrument.~~

210 (4) STATUTE OF USES INAPPLICABLE.—Section 689.09 and the
211 statute of uses do not execute a land trust or vest the trust
212 property in the beneficiary or beneficiaries of the land trust,
213 notwithstanding any lack of duties on the part of the trustee or
214 the otherwise passive nature of the land trust.

215 (5) DOCTRINE OF MERGER INAPPLICABLE.—The doctrine of
216 merger does not extinguish a land trust or vest the trust
217 property in the beneficiary or beneficiaries of the land trust,
218 regardless of whether the trustee is the sole beneficiary of the
219 land trust.

220 (6) PERSONAL PROPERTY.—In all cases in which the recorded
221 instrument or the trust agreement, as hereinabove provided,
222 contains a provision defining and declaring the interests of
223 beneficiaries of a land trust ~~thereunder~~ to be personal property
224 only, such provision is ~~shall be~~ controlling for all purposes

225 when such determination becomes an issue under the laws or in
 226 the courts of this state. If no such personal property
 227 designation appears in the recorded instrument or in the trust
 228 agreement, the interests of the land trust beneficiaries are
 229 real property.

230 (7) TRUSTEE LIABILITY.—In addition to any other limitation
 231 on personal liability existing pursuant to statute or otherwise,
 232 the provisions of ss. 736.08125 and 736.1013 apply to the
 233 trustee of a land trust created pursuant to this section.

234 (8) LAND TRUST BENEFICIARIES.—

235 (a) Except as provided in this section, the beneficiaries
 236 of a land trust are not liable, solely by being beneficiaries,
 237 under a judgment, decree, or order of court or in any other
 238 manner for a debt, obligation, or liability of the land trust.

239 ~~(b)~~ Any beneficiary acting under the trust agreement of a
 240 land trust is not liable to the land trust's trustee or to any
 241 other beneficiary for the beneficiary's good faith reliance on
 242 the provisions of the trust agreement. A beneficiary's duties
 243 and liabilities under a land trust may be expanded or restricted
 244 in a trust agreement or beneficiary agreement.

245 (b)1. If provided in the recorded instrument, in the trust
 246 agreement, or in a beneficiary agreement:

247 a. A particular beneficiary may own the beneficial
 248 interest in a particular portion or parcel of the trust property
 249 of a land trust;

250 b. A particular person may be the holder of the power of
 251 direction with respect to the trustee's actions concerning a
 252 particular portion or parcel of the trust property of a land

253 | trust; and

254 | c. The beneficiaries may own specified proportions or
255 | percentages of the beneficial interest in the trust property or
256 | in particular portions or parcels of the trust property of a
257 | land trust.

258 | 2. Multiple beneficiaries may own a beneficial interest in
259 | a land trust as tenants in common, joint tenants with right of
260 | survivorship, or tenants by the entireties.

261 | (c) If a beneficial interest in a land trust is determined
262 | to be personal property as provided in subsection (6), chapter
263 | 679 applies to the perfection of any security interest in that a
264 | beneficial interest in a land trust. If a beneficial interest in
265 | a land trust is determined to be real property as provided in
266 | subsection (6), then to perfect a lien or security interest
267 | against that beneficial interest, the mortgage, deed of trust,
268 | security agreement, or other similar security document must be
269 | recorded in the public records of the county that is specified
270 | for such security documents in the recorded instrument or in a
271 | declaration of trust or memorandum of such declaration of trust
272 | recorded in the public records of the same county as the
273 | recorded instrument. If no county is so specified for recording
274 | such security documents, the proper county for recording such a
275 | security document against a beneficiary's interest in any trust
276 | property is the county where the trust property is located. The
277 | perfection of a lien or security interest in a beneficial
278 | interest in a land trust does not affect, attach to, or encumber
279 | the legal or equitable title of the trustee in the trust
280 | property and does not impair or diminish the authority of the

281 trustee under the recorded instrument, and parties dealing with
282 the trustee are not required to inquire into the terms of the
283 unrecorded trust agreement or any lien or security interest
284 against a beneficial interest in the land trust.

285 (d) The trustee's legal and equitable title to the trust
286 property of a land trust is separate and distinct from the
287 beneficial interest of a beneficiary in the land trust and in
288 the trust property. A lien, judgment, mortgage, security
289 interest, or other encumbrance attaching to the trustee's legal
290 and equitable title to the trust property of a land trust does
291 not attach to the beneficial interest of any beneficiary; and
292 any lien, judgment, mortgage, security interest, or other
293 encumbrance against a beneficiary or beneficial interest does
294 not attach to the legal or equitable title of the trustee to the
295 trust property held under a land trust, unless the lien,
296 judgment, mortgage, security interest, or other encumbrance by
297 its terms or by operation of other law attaches to both the
298 interest of the trustee and the interest of such beneficiary. A
299 ~~beneficiary's duties and liabilities may be expanded or~~
300 ~~restricted in a trust agreement or beneficiary agreement.~~

301 (e) Any subsequent document appearing of record in which a
302 beneficiary of a land trust transfers or encumbers any ~~the~~
303 beneficial interest in the land trust does not transfer or
304 encumber the legal or equitable title of the trustee to the
305 trust property and does not diminish or impair the authority of
306 the trustee under the terms of the recorded instrument. Parties
307 dealing with the trustee of a land trust are not required to
308 inquire into the terms of the unrecorded trust agreement.

309 (f) The ~~An unrecorded~~ trust agreement ~~giving rise to a~~
310 ~~recorded instrument~~ for a land trust may provide that one or
311 more persons ~~or entities~~ have the power to direct the trustee to
312 convey property or interests, execute a mortgage, distribute
313 proceeds of a sale or financing, and execute documents
314 incidental to administration of the land trust. The power of
315 direction, unless provided otherwise in the ~~land~~ trust agreement
316 of the land trust, is conferred upon the holders of the power
317 for the use and benefit of all holders of any beneficial
318 interest in the land trust. In the absence of a provision in the
319 ~~land~~ trust agreement of a land trust to the contrary, the power
320 of direction shall be in accordance with the percentage of
321 individual ownership. In exercising the power of direction, the
322 holders of the power of direction are presumed to act in a
323 fiduciary capacity for the benefit of all holders of any
324 beneficial interest in the land trust, unless otherwise provided
325 in the ~~land~~ trust agreement. A beneficial interest in a land
326 trust is indefeasible, and the power of direction may not be
327 exercised so as to alter, amend, revoke, terminate, defeat, or
328 otherwise affect or change the enjoyment of any beneficial
329 interest in a land trust.

330 (g) A land trust ~~relating to real estate~~ does not fail,
331 and any use relating to the trust property ~~real estate~~ may not
332 be defeated, because beneficiaries are not specified by name in
333 the recorded instrument ~~deed of conveyance~~ to the trustee or
334 because duties are not imposed upon the trustee. The power
335 conferred by any recorded instrument ~~deed of conveyance~~ on a
336 trustee of a land trust to sell, lease, encumber, or otherwise

337 dispose of property described in the recorded instrument ~~deed~~ is
338 effective, and a person dealing with the trustee of a land trust
339 is not required to inquire any further into the right of the
340 trustee to act or the disposition of any proceeds.

341 (h) The principal residence of a beneficiary shall be
342 entitled to the homestead tax exemption even if the homestead is
343 held by a trustee in a land trust, provided the beneficiary
344 qualifies for the homestead exemption under chapter 196.

345 (i) In a foreclosure against trust property or other
346 litigation affecting the title to trust property of a land
347 trust, the appointment of a guardian ad litem is not necessary
348 to represent the interest of any beneficiary.

349 (9) SUCCESSOR TRUSTEE.—

350 ~~(a) The provisions of s. 736.0705 relating to the~~
351 ~~resignation of a trustee do not apply to the appointment of a~~
352 ~~successor trustee under this section.~~

353 ~~(a)(b)~~ If the recorded instrument and the unrecorded ~~land~~
354 trust agreement are silent as to the appointment of a successor
355 trustee of a land trust in the event of the death, incapacity,
356 resignation, or termination due to dissolution of a ~~land~~ trustee
357 or if a ~~land~~ trustee is unable to serve as trustee of a land
358 trust, one or more persons ~~or entities~~ having the power of
359 ~~direction of the land trust agreement~~ may appoint a successor
360 trustee or trustees of the land trust by filing a declaration of
361 appointment of a successor trustee or trustees in the public
362 records of ~~office of the recorder of deeds in the~~ county in
363 which the trust property is located. The declaration must be
364 signed by a beneficiary or beneficiaries of the land trust and

365 by the each successor trustee or trustees, must be acknowledged
 366 in the manner provided for acknowledgment of deeds, and must
 367 contain:

- 368 1. The legal description of the trust property.
- 369 2. The name and address of the former trustee.
- 370 3. The name and address of the each successor trustee or
 371 trustees.
- 372 4. A statement that ~~each successor trustee has been~~
 373 ~~appointed by~~ one or more persons ~~or entities~~ having the power of
 374 direction of the land trust appointed the successor trustee or
 375 trustees, together with an acceptance of appointment by the each
 376 successor trustee or trustees.

377 (b)-(e) If the recorded instrument is silent as to the
 378 appointment of a successor trustee or trustees of a land trust
 379 but an unrecorded ~~land~~ trust agreement provides for the
 380 appointment of a successor trustee or trustees in the event of
 381 the death, incapacity, resignation, or termination due to
 382 dissolution of the ~~land~~ trustee, of a land trust, then upon the
 383 appointment of any successor trustee pursuant to the terms of
 384 the unrecorded ~~land~~ trust agreement, the each successor trustee
 385 or trustees shall file a declaration of appointment of a
 386 successor trustee in the public records of ~~office of the~~
 387 ~~recorder of deeds in~~ the county in which the trust property is
 388 located. The declaration must be signed by both the former
 389 trustee and the each successor trustee or trustees, must be
 390 acknowledged in the manner provided for acknowledgment of deeds,
 391 and must contain:

- 392 1. The legal description of the trust property.

- 393 2. The name and address of the former trustee.
 394 3. The name and address of the successor trustee or
 395 trustees.
 396 4. A statement of resignation by the former trustee and a
 397 statement of acceptance of appointment by the each successor
 398 trustee or trustees.
 399 5. A statement that the each successor trustee or trustees
 400 were was duly appointed under the terms of the unrecorded land
 401 trust agreement.

402
 403 If the appointment of any successor trustee of a land trust is
 404 due to the death or incapacity of the former trustee, the
 405 declaration need not be signed by the former trustee and a copy
 406 of the death certificate or a statement that the former trustee
 407 is incapacitated or unable to serve must be attached to or
 408 included in the declaration, as applicable.

409 (c)(d) If the recorded instrument provides for the
 410 appointment of any successor trustee of a land trust and any
 411 successor trustee is appointed in accordance with the recorded
 412 instrument, no additional declarations of appointment of any
 413 successor trustee are required under this section.

414 (d)(e) Each successor land trustee appointed with respect
 415 to a land trust is fully vested with all the estate, properties,
 416 rights, powers, trusts, duties, and obligations of the
 417 predecessor land trustee, except that any successor land trustee
 418 of a land trust is not under any duty to inquire into the acts
 419 or omissions of a predecessor trustee and is not liable for any
 420 act or failure to act of a predecessor trustee. A person dealing

421 with any successor trustee of a land trust pursuant to a
422 declaration filed under this section is not obligated to inquire
423 into or ascertain the authority of the successor trustee to act
424 within or exercise the powers granted under the recorded
425 instruments or any unrecorded trust agreement ~~declarations or~~
426 ~~agreements~~.

427 ~~(e)-(f)~~ A ~~land~~ trust agreement may provide that the trustee
428 of a land trust, when directed to do so by the holder of the
429 power of direction or by the beneficiaries of the land trust or
430 legal representatives of the beneficiaries, may convey the trust
431 property directly to another trustee on behalf of the
432 beneficiaries or to another representative named in such
433 directive ~~others named by the beneficiaries~~.

434 (10) TRUSTEE AS CREDITOR.—

435 (a) If a debt is secured by a security interest or
436 mortgage against ~~in~~ a beneficial interest in a land trust or by
437 a mortgage on ~~land~~ trust property of a land trust, the validity
438 or enforceability of the debt, security interest, or mortgage
439 and the rights, remedies, powers, and duties of the creditor
440 with respect to the debt or the security are not affected by the
441 fact that the creditor and the trustee are the same person ~~or~~
442 ~~entity~~, and the creditor may extend credit, obtain any necessary
443 security interest or mortgage, and acquire and deal with the
444 property comprising the security as though the creditor were not
445 the trustee.

446 (b) A trustee of a land trust does not breach a fiduciary
447 duty to the beneficiaries, and it is not evidence of a breach of
448 any fiduciary duty owed by the trustee to the beneficiaries for

449 a trustee to be or become a secured or unsecured creditor of the
450 land trust, the beneficiary of the land trust, or a third party
451 whose debt to such creditor is guaranteed by a beneficiary of
452 the land trust.

453 (11) NOTICES TO TRUSTEE.—Any notice required to be given
454 to a trustee of a land trust regarding trust property by a
455 person who is not a party to the trust agreement must identify
456 the trust property to which the notice pertains or include the
457 name and date of the land trust to which the notice pertains, if
458 such information is shown on the recorded instrument for such
459 trust property.

460 (12) DETERMINATION OF APPLICABLE LAW.—Except as otherwise
461 provided in this section, chapter 736 does not apply to a land
462 trust governed by this section.

463 (a) A trust is not a land trust governed by this section
464 if there is no recorded instrument that confers on the trustee
465 the power and authority prescribed in s. 689.073(1).

466 (b) For a trust created before the effective date of this
467 act:

468 1. The trust is a land trust governed by this section if a
469 recorded instrument confers on the trustee the power and
470 authority described in s. 689.073(1) and if:

471 a. The recorded instrument or the trust agreement
472 expressly provides that the trust is a land trust; or

473 b. The intent of the parties that the trust be a land
474 trust is discerned from the trust agreement or the recorded
475 instrument;

476

477 without regard to whether the trustee's duties under the trust
 478 agreement are greater than those limited duties described in s.
 479 689.071(2)(c).

480 2. The trust is not a land trust governed by this section
 481 if:

482 a. The recorded instrument or the trust agreement
 483 expressly provides that the trust is to be governed by chapter
 484 736, or by any predecessor trust code or other trust law other
 485 than this section; or

486 b. The intent of the parties that the trust be governed by
 487 chapter 736, or by any predecessor trust code or other trust law
 488 other than this section, is discerned from the trust agreement
 489 or the recorded instrument,

491 without regard to whether the trustee's duties under the trust
 492 agreement are greater than those limited duties listed in s.
 493 689.071(2)(c), and without consideration of any references in
 494 the trust agreement to provisions of chapter 736 made applicable
 495 to the trust by chapter 721, if the trust is a timeshare estate
 496 trust complying with s. 721.08(2)(c)4. or a vacation club trust
 497 complying with s. 721.53(1)(e).

498 3. Solely for the purpose of determining the law governing
 499 a trust under subparagraph 1. or subparagraph 2., the
 500 determination shall be made without consideration of any
 501 amendment to the trust agreement made on or after the effective
 502 date of this act, except as provided in paragraph (d).

503 4. If the determination of whether a trust is a land trust
 504 governed by this section cannot be made under either

505 subparagraph 1. or subparagraph 2., the determination shall be
 506 made under paragraph (c) as if the trust was created on or after
 507 the effective date of this act.

508 (c) If a recorded instrument confers on the trustee the
 509 power and authority described in s. 689.073(1) and the trust was
 510 created on or after the effective date of this act, the trust
 511 shall be determined to be a land trust governed by this section
 512 only if the trustee's duties under the trust agreement,
 513 including any amendment made on or after such date, are greater
 514 than those limited duties described in s. 689.071(2)(c).

515 (d) If the trust agreement for a land trust created before
 516 the effective date of this act is amended on or after such date
 517 to add to or increase the duties of the trustee beyond the
 518 duties provided in the trust agreement as of the effective date
 519 of this act, the trust shall remain a land trust governed by
 520 this section only if the additional or increased duties of the
 521 trustee implemented by the amendment are greater than those
 522 limited duties described in s. 689.071(2)(c).

523 (13) UNIFORM COMMERCIAL CODE TRANSITION RULE.—This section
 524 does not render ineffective any effective Uniform Commercial
 525 Code financing statement filed before July 1, 2014, to perfect a
 526 security interest in a beneficial interest in a land trust that
 527 is determined to be real property as provided in subsection (6),
 528 but such a financing statement ceases to be effective at the
 529 earlier of July 1, 2019, or the time the financing statement
 530 would have ceased to be effective under the law of the
 531 jurisdiction in which it is filed, and the filing of a Uniform
 532 Commercial Code continuation statement after July 1, 2014, does

533 not continue the effectiveness of such a financing statement.
534 The recording of a mortgage, deed of trust, security agreement,
535 or other similar security document against such a beneficial
536 interest that is real property in the public records specified
537 in subsection (8)(c) continues the effectiveness and priority of
538 a financing statement filed against such a beneficial interest
539 before July 1, 2014, if:

540 (a) The recording of the security document in that county
541 is effective to perfect a lien on such beneficial interest under
542 subsection (8)(c);

543 (b) The recorded security document identifies a financing
544 statement filed before July 1, 2014, by indicating the office in
545 which the financing statement was filed and providing the dates
546 of filing and the file numbers, if any, of the financing
547 statement and of the most recent continuation statement filed
548 with respect to the financing statement; and

549 (c) The recorded security document indicates that such
550 financing statement filed before July 1, 2014, remains
551 effective.

552
553 If no original security document bearing the debtor's signature
554 is readily available for recording in the public records, a
555 secured party may proceed under this subsection with such
556 financing statement filed before July 1, 2014, by recording a
557 copy of a security document verified by the secured party as
558 being a true and correct copy of an original authenticated by
559 the debtor. This subsection does not apply to the perfection of
560 a security interest in any beneficial interest in a land trust

561 that is determined to be personal property under subsection (6).

562 (14)-(11) REMEDIAL ACT.—This act is remedial in nature and
 563 shall be given a liberal interpretation to effectuate the intent
 564 and purposes hereinabove expressed.

565 (15)-(12) EXCLUSION.—This act does not apply to any deed,
 566 mortgage, or other instrument to which s. 689.07 applies.

567 Section 3. Section 736.0102, Florida Statutes, is amended
 568 to read:

569 736.0102 Scope.—

570 (1) Except as otherwise provided in this section, this
 571 code applies to express trusts, charitable or noncharitable, and
 572 trusts created pursuant to a law, judgment, or decree that
 573 requires the trust to be administered in the manner of an
 574 express trust.

575 (2) This code does not apply to constructive or resulting
 576 trusts; conservatorships; custodial arrangements pursuant to the
 577 Florida Uniform Transfers to Minors Act; business trusts
 578 providing for certificates to be issued to beneficiaries; common
 579 trust funds; ~~land trusts under s. 689.071, except to the extent~~
 580 ~~provided in s. 689.071(7);~~ trusts created by the form of the
 581 account or by the deposit agreement at a financial institution;
 582 voting trusts; security arrangements; liquidation trusts; trusts
 583 for the primary purpose of paying debts, dividends, interest,
 584 salaries, wages, profits, pensions, or employee benefits of any
 585 kind; and any arrangement under which a person is nominee or
 586 escrowee for another.

587 (3) This code does not apply to any land trust under s.
 588 689.071, except to the extent provided in s. 689.071(7), s.

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589 721.08(2)(c)4. or s. 721.53(1)(e). A trust governed at its
590 creation by chapter 736, former chapter 737, or any prior trust
591 statute superseded or replaced by any provision of former
592 chapter 737, is not a land trust regardless of any amendment or
593 modification of the trust, any change in the assets held in the
594 trust, or any continuing trust resulting from the distribution
595 or retention in further trust of assets from the trust.

596 Section 4. The Division of Law Revision and Information is
597 directed to replace the phrase "the effective date of this act"
598 wherever it occurs in this act with such date.

599 Section 5. This act shall take effect upon becoming a law.