1 A bill to be entitled 2 An act relating to covenants and restrictions; 3 creating s. 712.001, F.S.; providing a short title; amending s. 712.01, F.S.; defining and redefining 4 5 terms; amending s. 712.05, F.S.; revising the notice 6 filing requirements for a person claiming an interest 7 in land and other rights; authorizing a property 8 owners' association to preserve and protect certain 9 covenants or restrictions from extinguishment, subject 10 to specified requirements; providing that a failure in 11 indexing does not affect the validity of the notice; 12 extending the length of time certain covenants or restrictions are preserved; deleting a provision 13 14 requiring a two-thirds vote by members of an incorporated homeowners' association to file certain 15 16 notices; providing that a property owners' association 17 or clerk of the circuit court is not required to provide certain additional notice for a specified 18 19 notice that is filed; conforming provisions to changes made by the act; amending s. 712.06, F.S.; exempting a 20 21 specified summary notice and amendment from certain 22 notice content requirements; revising the contents 23 required to be specified by certain notices; conforming provisions to changes made by the act; 24 25 amending s. 712.11, F.S.; conforming provisions to

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26 changes made by the act; creating s. 712.12, F.S.; 27 defining terms; authorizing the parcel owners of a 28 community not subject to a homeowners' association to 29 use specified procedures to revive certain covenants 30 or restrictions, subject to certain exceptions and requirements; authorizing a parcel owner to commence 31 32 an action by a specified date under certain 33 circumstances for a judicial determination that the covenants or restrictions did not govern that parcel 34 as of a specified date and that any revitalization of 35 36 such covenants or restrictions as to that parcel would 37 unconstitutionally deprive the parcel owner of rights or property; providing applicability; amending s. 38 39 720.303, F.S.; requiring a board to take up certain provisions relating to notice filings at the first 40 board meeting; creating s. 720.3032, F.S.; requiring 41 42 any property owners' association desiring to preserve 43 covenants from potential termination after a specified period by certain operation to record in the official 44 records of each county in which the community is 45 located a notice subject to certain requirements; 46 47 providing a document form for recording by an 48 association to preserve certain covenants or 49 restrictions; requiring a copy of the filed notice to 50 be sent to all members; requiring the original signed

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51	
	notice to be recorded with the clerk of the circuit
52	court or other recorder; amending ss. 702.09 and
53	702.10, F.S.; conforming provisions to changes made by
54	the act; amending s. 712.095, F.S.; conforming a
55	cross-reference; amending ss. 720.403, 720.404,
56	720.405, and 720.407, F.S.; conforming provisions to
57	changes made by the act; providing an effective date.
58	
59	Be It Enacted by the Legislature of the State of Florida:
60	
61	Section 1. Section 712.001, Florida Statutes, is created
62	to read:
63	712.001 Short titleThis chapter may be cited as the
64	"Marketable Record Title Act."
65	Section 2. Section 712.01, Florida Statutes, is reordered
66	and amended to read:
67	712.01 Definitions.—As used in this <u>chapter</u> , the term <del>law</del> :
68	(1) "Community covenant or restriction" means any
69	agreement or limitation contained in a document recorded in the
70	public records of the county in which a parcel is located which:
71	(a) Subjects the parcel to any use restriction that may be
72	enforced by a property owners' association; or
73	(b) Authorizes a property owners' association to impose a
74	charge or assessment against the parcel or the parcel owner.
75	(4) (1) The term "Person" includes the as used herein
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76 denotes singular or plural, natural or corporate, private or 77 governmental, including the state and any political subdivision 78 or agency thereof as the context for the use thereof requires or 79 denotes and including any property owners' homeowners' 80 association.

81 <u>(6)</u> "Root of title" means any title transaction 82 purporting to create or transfer the estate claimed by any 83 person and which is the last title transaction to have been 84 recorded at least 30 years <u>before</u> prior to the time when 85 marketability is being determined. The effective date of the 86 root of title is the date on which it was recorded.

87 <u>(7)(3)</u> "Title transaction" means any recorded instrument 88 or court proceeding <u>that</u> which affects title to any estate or 89 interest in land and <u>that</u> which describes the land sufficiently 90 to identify its location and boundaries.

(5) (4) "Property owners' association" The term 91 92 "homeowners' association" means a homeowners' association as 93 defined in s. 720.301, a corporation or other entity responsible 94 for the operation of property in which the voting membership is made up of the owners of the property or their agents, or a 95 96 combination thereof, and in which membership is a mandatory 97 condition of property ownership, or an association of parcel 98 owners which is authorized to enforce a community covenant or 99 restriction use restrictions that is are imposed on the parcels. 100 (3) (5) The term "Parcel" means any real property that

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101 which is used for residential purposes that is subject to 102 exclusive ownership and which is subject to any covenant or 103 restriction of a property owners' homeowners' association. (2) (6) The term "Covenant or restriction" means any 104 105 agreement or limitation contained in a document recorded in the 106 public records of the county in which a parcel is located which 107 subjects the parcel to any use or other restriction or 108 obligation which may be enforced by a homeowners' association or which authorizes a homeowners' association to impose a charge or 109 110 assessment against the parcel or the owner of the parcel or which may be enforced by the Florida Department of Environmental 111 112 Protection pursuant to chapter 376 or chapter 403. Section 3. Section 712.05, Florida Statutes, is amended to 113 114 read: 115 712.05 Effect of filing notice.-(1) A person claiming an interest in land or other right 116 117 subject to extinguishment under this chapter a homeowners' 118 association desiring to preserve a covenant or restriction may 119 preserve and protect such interest or right the same from 120 extinguishment by the operation of this chapter act by filing 121 for record, at any time during the 30-year period immediately 122 following the effective date of the root of title, a written notice in accordance with s. 712.06 this chapter. 123 124 (2) A property owners' association may preserve and 125 protect a community covenant or restriction from extinguishment

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126	by the operation of this chapter by filing for record, at any
127	time during the 30-year period immediately following the
128	effective date of the root of title:
129	(a) A written notice in accordance with s. 712.06; or
130	(b) A summary notice in substantial form and content as
131	required under s. 720.3032(2); or an amendment to a covenant or
132	restriction that is indexed under the legal name of the property
133	owners' association and references the recording information of
134	the covenant or restriction to be preserved. Failure of a
135	summary notice or amendment to be indexed to the current owners
136	of the affected property does not affect the validity of the
137	notice or vitiate the effect of the filing of such notice.
138	(3) A <del>Such</del> notice <u>under subsection (1) or subsection (2)</u>
139	preserves <u>an interest in land or other</u> <del>such claim of</del> right
140	<u>subject to extinguishment under this chapter,</u> or <u>a</u> <del>such</del> covenant
141	or restriction or portion of such covenant or restriction, for
142	not less than <del>up to</del> 30 years after filing the notice unless the
143	notice is filed again as required in this chapter. A person's
144	disability or lack of knowledge of any kind may not delay the
145	commencement of or suspend the running of the 30-year period.
146	Such notice may be filed for record by the claimant or by any
147	other person acting on behalf of a claimant who is:
148	(a) Under a disability;
149	(b) Unable to assert a claim on his or her behalf; or
150	(c) One of a class, but whose identity cannot be
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151 established or is uncertain at the time of filing such notice of 152 claim for record. 153 154 Such notice may be filed by a homeowners' association only if 155 the preservation of such covenant or restriction or portion of 156 such covenant or restriction is approved by at least two-thirds 157 of the members of the board of directors of an incorporated 158 homeowners' association at a meeting for which a notice, stating the meeting's time and place and containing the statement of 159 marketable title action described in s. 712.06(1)(b), was mailed 160 161 or hand delivered to members of the homeowners' association at 162 least 7 days before such meeting. The property owners' 163 homeowners' association or clerk of the circuit court is not 164 required to provide additional notice pursuant to s. 712.06(3) 165 for a notice filed under subsection (2). The preceding sentence 166 is intended to clarify existing law. 167 (4) (4) (2) It is shall not be necessary for the owner of the 168 marketable record title, as described in s. 712.02 herein 169 defined, to file a notice to protect his or her marketable 170 record title. 171 Section 4. Subsections (1) and (3) of section 712.06, Florida Statutes, are amended to read: 172 712.06 Contents of notice; recording and indexing.-173 To be effective, the notice referred to in s. 712.05, 174 (1)other than the summary notice and the amendment referred to in 175 Page 7 of 28

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198

176 <u>s. 712.05(2)(b), must</u> shall contain:
177 (a) The name or description <u>and mailing address</u> of the
178 claimant or the <u>property owners'</u> homeowners' association
179 desiring to preserve any covenant or restriction <del>and the name</del>
180 and particular post office address of the person filing the
181 claim or the homeowners' association.

182 (b) The name and mailing post office address of an owner, 183 or the name and mailing post office address of the person in 184 whose name the said property is assessed on the last completed 185 tax assessment roll of the county at the time of filing, who, for purpose of such notice, shall be deemed to be an owner; 186 provided, however, if a property owners' homeowners' association 187 188 is filing the notice, then the requirements of this paragraph 189 may be satisfied by attaching to and recording with the notice 190 an affidavit executed by the appropriate member of the board of 191 directors of the property owners' homeowners' association 192 affirming that the board of directors of the property owners' 193 homeowners' association caused a statement in substantially the 194 following form to be mailed or hand delivered to the members of 195 that property owners' homeowners' association: 196

STATEMENT OF MARKETABLE TITLE ACTION

199The [name of property owners' homeowners' association] (the200"Association") has taken action to ensure that the [name of

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213

201 declaration, covenant, or restriction], recorded in Official 202 Records Book ...., Page ...., of the public records of .... 203 County, Florida, as may be amended from time to time, currently 204 burdening the property of each and every member of the 205 Association, retains its status as the source of marketable 206 title with regard to the affected real property the transfer of 207 a member's residence. To this end, the Association shall cause 208 the notice required by chapter 712, Florida Statutes, to be recorded in the public records of .... County, Florida. Copies 209 210 of this notice and its attachments are available through the Association pursuant to the Association's governing documents 211 212 regarding official records of the Association.

214 (C) A full and complete description of all land affected 215 by such notice, which description shall be set forth in particular terms and not by general reference, but if said claim 216 217 is founded upon a recorded instrument or a covenant or a 218 restriction, then the description in such notice may be the same 219 as that contained in such recorded instrument or covenant or 220 restriction, provided the same shall be sufficient to identify 221 the property.

(d) A statement of the claim showing the nature,
description, and extent of such claim <u>or other right subject to</u>
<u>extinguishment under this chapter</u> or, in the case of a covenant
or restriction, a copy of the covenant or restriction <u>or a</u>

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226	reference to the book and page or instrument number in which the
227	<u>same is recorded</u> , except that it <u>is</u> <del>shall</del> not <del>be</del> necessary to
228	show the amount of any claim for money or the terms of payment.
229	(e) If such claim <u>or other right subject to extinguishment</u>
230	under this chapter is based upon an instrument of record or a
231	recorded covenant or restriction, such instrument of record or
232	recorded covenant or restriction shall be deemed sufficiently
233	described to identify the same if the notice includes a
234	reference to the book and page in which the same is recorded.
235	(f) Such notice shall be acknowledged in the same manner
236	as deeds are acknowledged for record.
237	(3) The person providing the notice referred to in s.
238	712.05, other than a notice for preservation of a community
239	covenant or restriction, shall:
	(a) Cause the clerk of the circuit court to mail by
240	(a) cause the crerk of the critical court to main by
240 241	registered or certified mail to the purported owner of said
	-
241	registered or certified mail to the purported owner of said
241 242	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall
241 242 243	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall enter on the original, before recording the same, a certificate
241 242 243 244	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall enter on the original, before recording the same, a certificate showing such mailing. For preparing the certificate, the
241 242 243 244 245	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall enter on the original, before recording the same, a certificate showing such mailing. For preparing the certificate, the claimant shall pay to the clerk the service charge as prescribed
241 242 243 244 245 246	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall enter on the original, before recording the same, a certificate showing such mailing. For preparing the certificate, the claimant shall pay to the clerk the service charge as prescribed in s. 28.24(8) and the necessary costs of mailing, in addition
241 242 243 244 245 246 247	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall enter on the original, before recording the same, a certificate showing such mailing. For preparing the certificate, the claimant shall pay to the clerk the service charge as prescribed in s. 28.24(8) and the necessary costs of mailing, in addition to the recording charges as prescribed in s. 28.24(12). If the
241 242 243 244 245 246 247 248	registered or certified mail to the purported owner of said property, as stated in such notice, a copy thereof and shall enter on the original, before recording the same, a certificate showing such mailing. For preparing the certificate, the claimant shall pay to the clerk the service charge as prescribed in s. 28.24(8) and the necessary costs of mailing, in addition to the recording charges as prescribed in s. 28.24(12). If the notice names purported owners having more than one address, the

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251 to the purported owners named at each respective address. Such 252 certificate shall be sufficient if the same reads substantially 253 as follows: 2.5.4 255 I hereby certify that I did on this ...., mail by 256 registered (or certified) mail a copy of the foregoing notice to 257 each of the following at the address stated: 258 259 ... (Clerk of the circuit court) ... 260 of .... County, Florida, 261 By... (Deputy clerk)... 262 263 The clerk of the circuit court is not required to mail to the 264 purported owner of such property any such notice that pertains 265 solely to the preserving of any covenant or restriction or any 266 portion of a covenant or restriction; or 267 Publish once a week, for 2 consecutive weeks, the (b) 268 notice referred to in s. 712.05, with the official record book 269 and page number in which such notice was recorded, in a 270 newspaper as defined in chapter 50 in the county in which the 271 property is located. 272 Section 5. Section 712.11, Florida Statutes, is amended to read: 273 274 712.11 Covenant revitalization.-A property owners' 275 homeowners' association not otherwise subject to chapter 720 may Page 11 of 28

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276	use the procedures set forth in ss. 720.403-720.407 to revive
277	covenants that have lapsed under the terms of this chapter.
278	Section 6. Section 712.12, Florida Statutes, is created to
279	read:
280	712.12 Covenant or restriction revitalization by parcel
281	owners not subject to a homeowners' association
282	(1) As used in this section, the term:
283	(a) "Community" means the real property that is subject to
284	a covenant or restriction that is recorded in the county where
285	the property is located.
286	(b) "Covenant or restriction" means any agreement or
287	limitation imposed by a private party and not required by a
288	governmental agency as a condition of a development permit, as
289	defined in s. 163.3164, which is contained in a document
290	recorded in the public records of the county in which a parcel
291	is located and which subjects the parcel to any use restriction
292	that may be enforced by a parcel owner.
293	(c) "Parcel" means real property that is used for
294	residential purposes and that is subject to exclusive ownership
295	and any covenant or restriction that may be enforced by a parcel
296	owner.
297	(d) "Parcel owner" means the record owner of legal title
298	to a parcel.
299	(2) The parcel owners of a community not subject to a
300	homeowners' association may use the procedures set forth in ss.

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301 720.403-720.407 to revive covenants or restrictions that have 302 lapsed under the terms of this chapter, except: 303 A reference to a homeowners' association or articles (a) 304 of incorporation or bylaws of a homeowners' association under 305 ss. 720.403-720.407 is not required to revive the covenants or 306 restrictions. 307 (b) The approval required under s. 720.405(6) must be in 308 writing, and not at a meeting. 309 The requirements under s. 720.407(2) may be satisfied (C) 310 by having the organizing committee execute the revived covenants or restrictions in the name of the community. 311 312 (d) The indexing requirements under s. 720.407(3) may be 313 satisfied by indexing the community name in the covenants or 314 restrictions as the grantee and the parcel owners as the 315 grantors. 316 (3) With respect to any parcel that has ceased to be 317 governed by covenants or restrictions as of October 1, 2018, the 318 parcel owner may commence an action by October 1, 2019, for a 319 judicial determination that the covenants or restrictions did 320 not govern that parcel as of October 1, 2018, and that any 321 revitalization of such covenants or restrictions as to that parcel would unconstitutionally deprive the parcel owner of 322 rights or property. 323 324 Revived covenants or restrictions that are implemented (4) 325 pursuant to this section do not apply to or affect the rights of

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326	the parcel owner which are recognized by any court order or
327	judgment in any action commenced by October 1, 2019, and any
328	such rights so recognized may not be subsequently altered by
329	revived covenants or restrictions implemented under this section
330	without the consent of the affected parcel owner.
331	Section 7. Paragraph (e) is added to subsection (2) of
332	section 720.303, Florida Statutes, to read:
333	720.303 Association powers and duties; meetings of board;
334	official records; budgets; financial reporting; association
335	funds; recalls
336	(2) BOARD MEETINGS
337	(e) At the first board meeting, excluding the
338	organizational meeting, which follows the annual meeting of the
339	members, the board shall consider the desirability of filing
340	notices to preserve the covenants or restrictions affecting the
341	community or association from extinguishment under the
342	Marketable Record Title Act, chapter 712, and to authorize and
343	direct the appropriate officer to file notice in accordance with
344	<u>s. 720.3032.</u>
345	Section 8. Section 720.3032, Florida Statutes, is created
346	to read:
347	720.3032 Notice of association information; preservation
348	from Marketable Record Title Act
349	(1) Any property owners' association desiring to preserve
350	covenants from potential termination after 30 years by operation

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351	of chapter 712 may record in the official records of each county
352	in which the community is located a notice specifying:
353	(a) The legal name of the association.
354	(b) The mailing and physical addresses of the association.
355	(c) The names of the affected subdivision plats and
356	condominiums or, if not applicable, the common name of the
357	community.
358	(d) The name, address, and telephone number for the
359	current community association management company or community
360	association manager, if any.
361	(e) Indication as to whether the association desires to
362	preserve the covenants or restrictions affecting the community
363	or association from extinguishment under the Marketable Record
364	Title Act, chapter 712.
365	(f) A listing by name and recording information of those
366	covenants or restrictions affecting the community which the
367	association desires to be preserved from extinguishment.
368	(g) The legal description of the community affected by the
369	covenants or restrictions, which may be satisfied by a reference
370	to a recorded plat.
371	(h) The signature of a duly authorized officer of the
372	association, acknowledged in the same manner as deeds are
373	acknowledged for record.
374	(2) Recording a document in substantially the following
375	form satisfies the notice obligation and constitutes a summary

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376 notice as specified in s. 712.05(2)(b) sufficient to preserve 377 and protect the referenced covenants and restrictions from 378 extinguishment under the Marketable Record Title Act, chapter 379 712. 380 381 Notice of ... (name of association) ... under s. 720.3032, Florida 382 Statutes, and notice to preserve and protect covenants and 383 restrictions from extinguishment under the Marketable Record Title Act, chapter 712, Florida Statutes. 384 385 386 Instructions to recorder: Please index both the legal name 387 of the association and the names shown in item 3. 388 Legal name of association: .... 1. 389 2. Mailing and physical addresses of association: .... 390 . . . . 391 3. Names of the subdivision plats, or, if none, common 392 name of community: .... Name, address, and telephone number for management 393 4. 394 company, if any: ..... 395 This notice does .... does not .... constitute a notice 5. 396 to preserve and protect covenants or restrictions from 397 extinguishment under the Marketable Record Title Act. 6. The following covenants or restrictions affecting the 398 399 community which the association desires to be preserved from 400 extinguishment:

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401	(Name of instrument)
402	(Official Records Book where recorded & page)
403	(List of instruments)
404	(List of recording information)
405	7. The legal description of the community affected by the
406	listed covenants or restrictions is:(Legal description,
407	which may be satisfied by reference to a recorded plat)
408	This notice is filed on behalf of (Name of
409	association) as of (Date)
410	(Name of association)
411	
412	<u>By:</u>
413	(Name of individual officer)
414	(Title of officer)
415	(Notary acknowledgment)
416	
417	(3) A copy of the notice, as filed, must be included as
418	part of the next notice of meeting or other mailing sent to all
419	members.
420	(4) The original signed notice must be recorded in the
421	official records of the clerk of the circuit court or other
422	recorder for the county.
423	Section 9. Section 702.09, Florida Statutes, is amended to
424	read:
425	702.09 DefinitionsFor the purposes of ss. 702.07 and
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426 702.08, the words "decree of foreclosure" shall include a 427 judgment or order rendered or passed in the foreclosure 428 proceedings in which the decree of foreclosure shall be 429 rescinded, vacated, and set aside; the word "mortgage" shall 430 mean any written instrument securing the payment of money or 431 advances and includes liens to secure payment of assessments 432 arising under chapters 718 and 719 and liens created pursuant to 433 the recorded covenants of a property owners' homeowners' association as defined in s. 712.01; the word "debt" shall 434 include promissory notes, bonds, and all other written 435 436 obligations given for the payment of money; the words 437 "foreclosure proceedings" shall embrace every action in the circuit or county courts of this state wherein it is sought to 438 439 foreclose a mortgage and sell the property covered by the same; 440 and the word "property" shall mean and include both real and 441 personal property.

442 Section 10. Subsection (1) of section 702.10, Florida 443 Statutes, is amended to read:

444 702.10 Order to show cause; entry of final judgment of
445 foreclosure; payment during foreclosure.-

(1) A lienholder may request an order to show cause for the entry of final judgment in a foreclosure action. For purposes of this section, the term "lienholder" includes the plaintiff and a defendant to the action who holds a lien encumbering the property or a defendant who, by virtue of its

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451 status as a condominium association, cooperative association, or 452 property owners' homeowners' association, may file a lien 453 against the real property subject to foreclosure. Upon filing, 454 the court shall immediately review the request and the court 455 file in chambers and without a hearing. If, upon examination of 456 the court file, the court finds that the complaint is verified, 457 complies with s. 702.015, and alleges a cause of action to 458 foreclose on real property, the court shall promptly issue an 459 order directed to the other parties named in the action to show 460 cause why a final judgment of foreclosure should not be entered.

461

(a) The order shall:

1. Set the date and time for a hearing to show cause. The date for the hearing may not occur sooner than the later of 20 days after service of the order to show cause or 45 days after service of the initial complaint. When service is obtained by publication, the date for the hearing may not be set sooner than 30 days after the first publication.

468 2. Direct the time within which service of the order to469 show cause and the complaint must be made upon the defendant.

3. State that the filing of defenses by a motion, a responsive pleading, an affidavit, or other papers before the hearing to show cause that raise a genuine issue of material fact which would preclude the entry of summary judgment or otherwise constitute a legal defense to foreclosure shall constitute cause for the court not to enter final judgment.

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476 State that a defendant has the right to file affidavits 4. 477 or other papers before the time of the hearing to show cause and 478 may appear personally or by way of an attorney at the hearing. 479 State that, if a defendant files defenses by a motion, 5. 480 a verified or sworn answer, affidavits, or other papers or 481 appears personally or by way of an attorney at the time of the 482 hearing, the hearing time will be used to hear and consider 483 whether the defendant's motion, answer, affidavits, other 484 papers, and other evidence and argument as may be presented by the defendant or the defendant's attorney raise a genuine issue 485 486 of material fact which would preclude the entry of summary 487 judgment or otherwise constitute a legal defense to foreclosure. 488 The order shall also state that the court may enter an order of 489 final judgment of foreclosure at the hearing and order the clerk 490 of the court to conduct a foreclosure sale.

State that, if a defendant fails to appear at the 491 6. 492 hearing to show cause or fails to file defenses by a motion or 493 by a verified or sworn answer or files an answer not contesting 494 the foreclosure, such defendant may be considered to have waived 495 the right to a hearing, and in such case, the court may enter a 496 default against such defendant and, if appropriate, a final 497 judgment of foreclosure ordering the clerk of the court to conduct a foreclosure sale. 498

499 7. State that if the mortgage provides for reasonable500 attorney fees and the requested attorney fees do not exceed 3

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501 percent of the principal amount owed at the time of filing the 502 complaint, it is unnecessary for the court to hold a hearing or 503 adjudge the requested attorney fees to be reasonable.

8. Attach the form of the proposed final judgment of
foreclosure which the movant requests the court to enter at the
hearing on the order to show cause.

507 9. Require the party seeking final judgment to serve a 508 copy of the order to show cause on the other parties in the 509 following manner:

a. If a party has been served pursuant to chapter 48 with the complaint and original process, or the other party is the plaintiff in the action, service of the order to show cause on that party may be made in the manner provided in the Florida Rules of Civil Procedure.

515 b. If a defendant has not been served pursuant to chapter 516 48 with the complaint and original process, the order to show 517 cause, together with the summons and a copy of the complaint, 518 shall be served on the party in the same manner as provided by 519 law for original process.

520

Any final judgment of foreclosure entered under this subsection is for in rem relief only. This subsection does not preclude the entry of a deficiency judgment where otherwise allowed by law. The Legislature intends that this alternative procedure may run simultaneously with other court procedures.

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526 The right to be heard at the hearing to show cause is (b) waived if a defendant, after being served as provided by law 527 528 with an order to show cause, engages in conduct that clearly 529 shows that the defendant has relinquished the right to be heard 530 on that order. The defendant's failure to file defenses by a 531 motion or by a sworn or verified answer, affidavits, or other 532 papers or to appear personally or by way of an attorney at the 533 hearing duly scheduled on the order to show cause presumptively constitutes conduct that clearly shows that the defendant has 534 535 relinquished the right to be heard. If a defendant files 536 defenses by a motion, a verified answer, affidavits, or other 537 papers or presents evidence at or before the hearing which raise a genuine issue of material fact which would preclude entry of 538 539 summary judgment or otherwise constitute a legal defense to 540 foreclosure, such action constitutes cause and precludes the 541 entry of a final judgment at the hearing to show cause.

542 (C) In a mortgage foreclosure proceeding, when a final 543 judgment of foreclosure has been entered against the mortgagor 544 and the note or mortgage provides for the award of reasonable 545 attorney fees, it is unnecessary for the court to hold a hearing 546 or adjudge the requested attorney fees to be reasonable if the 547 fees do not exceed 3 percent of the principal amount owed on the note or mortgage at the time of filing, even if the note or 548 mortgage does not specify the percentage of the original amount 549 550 that would be paid as liquidated damages.

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551 If the court finds that all defendants have waived the (d) 552 right to be heard as provided in paragraph (b), the court shall 553 promptly enter a final judgment of foreclosure without the need for further hearing if the plaintiff has shown entitlement to a 554 555 final judgment and upon the filing with the court of the 556 original note, satisfaction of the conditions for establishment 557 of a lost note, or upon a showing to the court that the 558 obligation to be foreclosed is not evidenced by a promissory 559 note or other negotiable instrument. If the court finds that a defendant has not waived the right to be heard on the order to 560 561 show cause, the court shall determine whether there is cause not 562 to enter a final judgment of foreclosure. If the court finds 563 that the defendant has not shown cause, the court shall promptly 564 enter a judgment of foreclosure. If the time allotted for the 565 hearing is insufficient, the court may announce at the hearing a 566 date and time for the continued hearing. Only the parties who 567 appear, individually or through an attorney, at the initial 568 hearing must be notified of the date and time of the continued 569 hearing. 570 Section 11. Section 712.095, Florida Statutes, is amended

570 Section II. Section /12.095, Florida Statutes, is amended 571 to read:

572 712.095 Notice required by July 1, 1983.—Any person whose 573 interest in land is derived from an instrument or court 574 proceeding recorded subsequent to the root of title, which 575 instrument or proceeding did not contain a description of the

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576 land as specified by <u>s. 712.01(7)</u> <del>s. 712.01(3)</del>, and whose 577 interest had not been extinguished prior to July 1, 1981, shall 578 have until July 1, 1983, to file a notice in accordance with s. 579 712.06 to preserve the interest.

580 Section 12. Section 720.403, Florida Statutes, is amended 581 to read:

582 720.403 Preservation of residential communities; revival 583 of declaration of covenants.-

584 Consistent with required and optional elements of (1) local comprehensive plans and other applicable provisions of the 585 586 Community Planning Act, property owners homeowners are 587 encouraged to preserve existing residential and other 588 communities, promote available and affordable housing, protect 589 structural and aesthetic elements of their residential 590 community, and, as applicable, maintain roads and streets, 591 easements, water and sewer systems, utilities, drainage 592 improvements, conservation and open areas, recreational 593 amenities, and other infrastructure and common areas that serve 594 and support the residential community by the revival of a 595 previous declaration of covenants and other governing documents 596 that may have ceased to govern some or all parcels in the 597 community.

598 (2) In order to preserve a residential community and the
599 associated infrastructure and common areas for the purposes
600 described in this section, the parcel owners in a community that

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601 was previously subject to a declaration of covenants that has 602 ceased to govern one or more parcels in the community may revive 603 the declaration and the homeowners' association for the 604 community upon approval by the parcel owners to be governed 605 thereby as provided in this act, and upon approval of the 606 declaration and the other governing documents for the 607 association by the Department of Economic Opportunity in a 608 manner consistent with this act. 609 (3) Part III of this chapter is intended to provide 610 mechanisms for the revitalization of covenants or restrictions for all types of communities and property associations and is 611 not limited to residential communities. 612 Section 13. Section 720.404, Florida Statutes, is amended 613 614 to read: 615 720.404 Eligible residential communities; requirements for 616 revival of declaration.-Parcel owners in a community are 617 eligible to seek approval from the Department of Economic 618 Opportunity to revive a declaration of covenants under this act 619 if all of the following requirements are met: 620 All parcels to be governed by the revived declaration (1)621 must have been once governed by a previous declaration that has 622 ceased to govern some or all of the parcels in the community; 623 (2) The revived declaration must be approved in the manner provided in s. 720.405(6); and 624 625 (3) The revived declaration may not contain covenants that

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626 are more restrictive on the parcel owners than the covenants 627 contained in the previous declaration, except that the 628 declaration may: 62.9 Have an effective term of longer duration than the (a) 630 term of the previous declaration; 631 (b) Omit restrictions contained in the previous 632 declaration; 633 (C) Govern fewer than all of the parcels governed by the 634 previous declaration; 635 (d) Provide for amendments to the declaration and other 636 governing documents; and 637 (e) Contain provisions required by this chapter for new 638 declarations that were not contained in the previous 639 declaration. 640 Section 14. Subsections (1), (3), (5), and (6) of section 641 720.405, Florida Statutes, are amended to read: 642 720.405 Organizing committee; parcel owner approval.-643 The proposal to revive a declaration of covenants and (1)644 an a homeowners' association for a community under the terms of 645 this act shall be initiated by an organizing committee consisting of not less than three parcel owners located in the 646 647 community that is proposed to be governed by the revived declaration. The name, address, and telephone number of each 648 649 member of the organizing committee must be included in any notice or other document provided by the committee to parcel 650

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651 owners to be affected by the proposed revived declaration.

(3) The organizing committee shall prepare the full text of the proposed articles of incorporation and bylaws of the revived homeowners' association to be submitted to the parcel owners for approval, unless the association is then an existing corporation, in which case the organizing committee shall prepare the existing articles of incorporation and bylaws to be submitted to the parcel owners.

659 A copy of the complete text of the proposed revised (5) 660 declaration of covenants, the proposed new or existing articles 661 of incorporation and bylaws of the homeowners' association, and 662 a graphic depiction of the property to be governed by the 663 revived declaration shall be presented to all of the affected 664 parcel owners by mail or hand delivery not less than 14 days 665 before the time that the consent of the affected parcel owners 666 to the proposed governing documents is sought by the organizing 667 committee.

668 (6) A majority of the affected parcel owners must agree in 669 writing to the revived declaration of covenants and governing 670 documents of the homeowners' association or approve the revived 671 declaration and governing documents by a vote at a meeting of 672 the affected parcel owners noticed and conducted in the manner prescribed by s. 720.306. Proof of notice of the meeting to all 673 674 affected owners of the meeting and the minutes of the meeting 675 recording the votes of the property owners shall be certified by

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676 a court reporter or an attorney licensed to practice in the 677 state.

678 Section 15. Subsection (3) of section 720.407, Florida 679 Statutes, is amended to read:

680 720.407 Recording; notice of recording; applicability and
 681 effective date.-

The recorded documents shall include the full text of 682 (3) 683 the approved declaration of covenants, the articles of incorporation and bylaws of the homeowners' association, the 684 685 letter of approval by the department, and the legal description 686 of each affected parcel of property. For purposes of chapter 687 712, the association is deemed to be and shall be indexed as the 688 grantee in a title transaction and the parcel owners named in 689 the revived declaration are deemed to be and shall be indexed as 690 the grantors in the title transaction.

691

Section 16. This act shall take effect October 1, 2018.

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