CS/CS/CS/HB 841, Engrossed 2

1	A bill to be entitled
2	An act relating to community associations; amending s.
3	718.111, F.S.; revising condominium association
4	recordkeeping and financial reporting requirements;
5	revising record retention policies; revising the list
6	of documents that the association is required to post
7	online; limiting an association's liability for
8	inadvertent disclosure of protected or restricted
9	information; amending s. 718.112, F.S.; revising
10	provisions relating to required association bylaws;
11	revising board term limits; authorizing an association
12	to adopt rules for posting certain notices on a
13	website; providing responsibilities for unit owners
14	who receive electronic notices; revising and providing
15	board member recall and challenge requirements;
16	authorizing the recovery of attorney fees and costs in
17	an action to challenge the validity of a board member
18	recall; amending s. 718.113, F.S.; revising voting
19	requirements relating to alterations and additions to
20	certain common elements or association property;
21	providing legislative findings; providing that an
22	association may not prohibit a unit owner from
23	installing an electronic vehicle charging station;
24	providing requirements for installing such charging
25	station; amending s. 718.121, F.S.; providing when the

Page 1 of 72

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CS/CS/CS/HB 841, Engrossed 2

26 installation of an electronic vehicle charging station 27 may be the basis of a lien; amending s. 718.3026, 28 F.S.; removing a provision relating to certain 29 contracts or transactions regarding conflicts of 30 interest; amending s. 718.3027, F.S.; providing requirements for proposed activity that is identified 31 32 as a conflict of interest; amending s. 718.303, F.S.; revising fine and suspension requirements; amending s. 33 718.707, F.S.; revising the time period for 34 35 classification as a bulk assignee or bulk buyer; amending s. 719.104, F.S.; revising cooperative 36 37 association recordkeeping requirements; amending s. 719.106, F.S.; revising requirements to serve as a 38 39 board member; prohibiting a board member from voting via e-mail; authorizing an association to adopt rules 40 41 for posting certain notices on a website; providing 42 responsibilities for unit owners who receive 43 electronic notices; providing that directors or officers who are delinguent in certain payments owed 44 in excess of certain periods of time be deemed to have 45 abandoned their offices; amending s. 719.107, F.S.; 46 specifying that certain services which are obtained 47 48 pursuant to a bulk contract are deemed a common expense; amending s. 719.303, F.S.; revising fine and 49 50 suspension requirements; amending s. 720.303, F.S.;

Page 2 of 72

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CS/CS/CS/HB 841, Engrossed 2

51	prohibiting a board member from voting via e-mail;
52	amending s. 720.305, F.S.; revising fine and
53	suspension requirements; amending s. 720.306, F.S.;
54	requiring an association to follow certain procedures
55	when amending a governing document; requiring that
56	certain notices to parcel owners be delivered in
57	specified ways; revising election requirements;
58	amending s. 720.3085, F.S.; providing applicability;
59	providing an effective date.
60	
61	Be It Enacted by the Legislature of the State of Florida:
62	
63	Section 1. Subsection (3), paragraphs (a), (b), and (g) of
64	subsection (12), and paragraph (e) of subsection (13) of section
65	718.111, Florida Statutes, are amended to read:
66	718.111 The association
67	(3) POWER TO MANAGE CONDOMINIUM PROPERTY AND TO CONTRACT,
68	SUE, AND BE SUED ; CONFLICT OF INTEREST
69	(a) The association may contract, sue, or be sued with
70	respect to the exercise or nonexercise of its powers. For these
71	purposes, the powers of the association include, but are not
72	limited to, the maintenance, management, and operation of the
73	condominium property. After control of the association is
74	obtained by unit owners other than the developer, the
75	association may institute, maintain, settle, or appeal actions
	Page 3 of 72

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CS/CS/CS/HB 841, Engrossed 2

76 or hearings in its name on behalf of all unit owners concerning 77 matters of common interest to most or all unit owners, 78 including, but not limited to, the common elements; the roof and 79 structural components of a building or other improvements; 80 mechanical, electrical, and plumbing elements serving an 81 improvement or a building; representations of the developer 82 pertaining to any existing or proposed commonly used facilities; 83 and protesting ad valorem taxes on commonly used facilities and on units; and may defend actions in eminent domain or bring 84 inverse condemnation actions. If the association has the 85 authority to maintain a class action, the association may be 86 87 joined in an action as representative of that class with reference to litigation and disputes involving the matters for 88 89 which the association could bring a class action. Nothing herein limits any statutory or common-law right of any individual unit 90 owner or class of unit owners to bring any action without 91 92 participation by the association which may otherwise be 93 available.

94 (b) An association may not hire an attorney who represents95 the management company of the association.

96

(12) OFFICIAL RECORDS.-

97 (a) From the inception of the association, the association
98 shall maintain each of the following items, if applicable, which
99 constitutes the official records of the association:

100

1. A copy of the plans, permits, warranties, and other

Page 4 of 72

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CS/CS/CS/HB 841, Engrossed 2

101 items provided by the developer pursuant to s. 718.301(4).

102 2. A photocopy of the recorded declaration of condominium 103 of each condominium operated by the association and each 104 amendment to each declaration.

105 3. A photocopy of the recorded bylaws of the association106 and each amendment to the bylaws.

4. A certified copy of the articles of incorporation of
the association, or other documents creating the association,
and each amendment thereto.

110

5. A copy of the current rules of the association.

111 6. A book or books that contain the minutes of all 112 meetings of the association, the board of administration, and 113 the unit owners, which minutes must be retained for at least 7 114 years.

7. A current roster of all unit owners and their mailing 115 116 addresses, unit identifications, voting certifications, and, if 117 known, telephone numbers. The association shall also maintain 118 the e-mail electronic mailing addresses and facsimile numbers of 119 unit owners consenting to receive notice by electronic transmission. The e-mail electronic mailing addresses and 120 121 facsimile numbers are not accessible to unit owners if consent to receive notice by electronic transmission is not provided in 122 accordance with sub-subparagraph (c)3.e. However, the 123 association is not liable for an inadvertent disclosure of the 124 125 e-mail electronic mail address or facsimile number for receiving

Page 5 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

126 electronic transmission of notices.

127 8. All current insurance policies of the association and128 condominiums operated by the association.

9. A current copy of any management agreement, lease, or other contract to which the association is a party or under which the association or the unit owners have an obligation or responsibility.

133 10. Bills of sale or transfer for all property owned by134 the association.

135 11. Accounting records for the association and separate 136 accounting records for each condominium that the association 137 operates. All accounting records must be maintained for at least 138 7 years. Any person who knowingly or intentionally defaces or 139 destroys such records, or who knowingly or intentionally fails 140 to create or maintain such records, with the intent of causing harm to the association or one or more of its members, is 141 142 personally subject to a civil penalty pursuant to s. 143 718.501(1)(d). The accounting records must include, but are not 144 limited to:

145 a. Accurate, itemized, and detailed records of all146 receipts and expenditures.

b. A current account and a monthly, bimonthly, or
quarterly statement of the account for each unit designating the
name of the unit owner, the due date and amount of each
assessment, the amount paid on the account, and the balance due.

Page 6 of 72

CS/CS/CS/HB 841, Engrossed 2

All audits, reviews, accounting statements, and 151 с. 152 financial reports of the association or condominium. 153 d. All contracts for work to be performed. Bids for work 154 to be performed are also considered official records and must be 155 maintained by the association. 12. Ballots, sign-in sheets, voting proxies, and all other 156 157 papers and electronic records relating to voting by unit owners, which must be maintained for 1 year from the date of the 158 159 election, vote, or meeting to which the document relates, 160 notwithstanding paragraph (b). 13. All rental records if the association is acting as 161 162 agent for the rental of condominium units. 14. A copy of the current question and answer sheet as 163 described in s. 718.504. 164 165 15. All other written records of the association not 166 specifically included in the foregoing which are related to the 167 operation of the association. 168 16. A copy of the inspection report as described in s. 169 718.301(4)(p). 170 17. Bids for materials, equipment, or services. 171 The official records specified in subparagraphs (a)1.-(b) 6. must be permanently maintained from the inception of the 172 association. All other official records of the association must 173 174 be maintained within the state for at least 7 years, unless otherwise provided by general law. The records of the 175

Page 7 of 72

CS/CS/CS/HB 841, Engrossed 2

2018

176 association shall be made available to a unit owner within 45 177 miles of the condominium property or within the county in which 178 the condominium property is located within 10 5 working days 179 after receipt of a written request by the board or its designee. 180 However, such distance requirement does not apply to an 181 association governing a timeshare condominium. This paragraph 182 may be complied with by having a copy of the official records of 183 the association available for inspection or copying on the 184 condominium property or association property, or the association 185 may offer the option of making the records available to a unit owner electronically via the Internet or by allowing the records 186 187 to be viewed in electronic format on a computer screen and 188 printed upon request. The association is not responsible for the 189 use or misuse of the information provided to an association 190 member or his or her authorized representative pursuant to the 191 compliance requirements of this chapter unless the association 192 has an affirmative duty not to disclose such information 193 pursuant to this chapter.

(g)1. By <u>January</u> July 1, <u>2019</u> 2018, an association <u>managing a condominium</u> with 150 or more units which does not <u>contain</u> manage timeshare units shall post digital copies of the documents specified in subparagraph 2. on its website.

198

a. The association's website must be:

(I) An independent website or web portal wholly owned andoperated by the association; or

Page 8 of 72

CS/CS/CS/HB 841, Engrossed 2

(II) A website or web portal operated by a third-party provider with whom the association owns, leases, rents, or otherwise obtains the right to operate a web page, subpage, web portal, or collection of subpages or web portals dedicated to the association's activities and on which required notices, records, and documents may be posted by the association.

207 b. The association's website must be accessible through 208 the Internet and must contain a subpage, web portal, or other 209 protected electronic location that is inaccessible to the 210 general public and accessible only to unit owners and employees 211 of the association.

c. Upon a unit owner's written request, the association must provide the unit owner with a username and password and access to the protected sections of the association's website that contain any notices, records, or documents that must be electronically provided.

217 2. A current copy of the following documents must be218 posted in digital format on the association's website:

a. The recorded declaration of condominium of each
condominium operated by the association and each amendment to
each declaration.

b. The recorded bylaws of the association and eachamendment to the bylaws.

c. The articles of incorporation of the association, or other documents creating the association, and each amendment

Page 9 of 72

CS/CS/CS/HB 841, Engrossed 2

thereto. The copy posted pursuant to this sub-subparagraph must be a copy of the articles of incorporation filed with the Department of State.

229

d. The rules of the association.

230 A list of all executory contracts or documents Any е. 231 management agreement, lease, or other contract to which the 232 association is a party or under which the association or the 233 unit owners have an obligation or responsibility and, after bidding for the related materials, equipment, or services has 234 235 closed, a list of bids received by the association within the 236 past year. Summaries of bids for materials, equipment, or 237 services which exceed \$500 must be maintained on the website for 1 year. In lieu of summaries, complete copies of the bids may be 238 239 posted.

240f. The annual budget required by s. 718.112(2)(f) and any241proposed budget to be considered at the annual meeting.

g. The financial report required by subsection (13) and any monthly income or expense statement proposed financial report to be considered at a meeting.

h. The certification of each director required by s.718.112(2)(d)4.b.

i. All contracts or transactions between the association
and any director, officer, corporation, firm, or association
that is not an affiliated condominium association or any other
entity in which an association director is also a director or

Page 10 of 72

CS/CS/CS/HB 841, Engrossed 2

2018

251 officer and financially interested.

j. Any contract or document regarding a conflict of
interest or possible conflict of interest as provided in <u>ss.</u>
468.436(2)(b)6. and 718.3027(3) ss. 468.436(2) and 718.3026(3).

255 k. The notice of any unit owner meeting and the agenda for 256 the meeting, as required by s. 718.112(2)(d)3., no later than 14 257 days before the meeting. The notice must be posted in plain view 258 on the front page of the website, or on a separate subpage of the website labeled "Notices" which is conspicuously visible and 259 260 linked from the front page. The association must also post on its website any document to be considered and voted on by the 261 262 owners during the meeting or any document listed on the agenda 263 at least 7 days before the meeting at which the document or the 264 information within the document will be considered.

1. Notice of any board meeting, the agenda, and any other document required for the meeting as required by s. 718.112(2)(c), which must be posted no later than the date required for notice pursuant to s. 718.112(2)(c).

3. The association shall ensure that the information and records described in paragraph (c), which are not <u>allowed</u> permitted to be accessible to unit owners, are not posted on the association's website. If protected information or information restricted from being accessible to unit owners is included in documents that are required to be posted on the association's website, the association shall ensure the information is

Page 11 of 72

CS/CS/CS/HB 841, Engrossed 2

276 redacted before posting the documents online. Notwithstanding 277 the foregoing, the association or its agent is not liable for 278 disclosing information that is protected or restricted pursuant 279 to this paragraph unless such disclosure was made with a knowing 280 or intentional disregard of the protected or restricted nature 281 of such information. 282 4. The failure of the association to post information required under subparagraph 2. is not in and of itself 283 284 sufficient to invalidate any action or decision of the 285 association's board or its committees. (13) FINANCIAL REPORTING.-Within 90 days after the end of 286 287 the fiscal year, or annually on a date provided in the bylaws, 288 the association shall prepare and complete, or contract for the 289 preparation and completion of, a financial report for the 290 preceding fiscal year. Within 21 days after the final financial 291 report is completed by the association or received from the 292 third party, but not later than 120 days after the end of the 293 fiscal year or other date as provided in the bylaws, the 294 association shall mail to each unit owner at the address last 295 furnished to the association by the unit owner, or hand deliver 296 to each unit owner, a copy of the most recent financial report 297 or a notice that a copy of the most recent financial report will be mailed or hand delivered to the unit owner, without charge, 298 within 5 business days after receipt of a written request from 299 300 the unit owner. The division shall adopt rules setting forth

Page 12 of 72

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CS/CS/CS/HB 841, Engrossed 2

301 uniform accounting principles and standards to be used by all 302 associations and addressing the financial reporting requirements 303 for multicondominium associations. The rules must include, but 304 not be limited to, standards for presenting a summary of 305 association reserves, including a good faith estimate disclosing 306 the annual amount of reserve funds that would be necessary for 307 the association to fully fund reserves for each reserve item 308 based on the straight-line accounting method. This disclosure is 309 not applicable to reserves funded via the pooling method. In 310 adopting such rules, the division shall consider the number of 311 members and annual revenues of an association. Financial reports 312 shall be prepared as follows:

313 A unit owner may provide written notice to the (e) 314 division of the association's failure to mail or hand deliver 315 him or her a copy of the most recent financial report within 5 business days after he or she submitted a written request to the 316 317 association for a copy of such report. If the division 318 determines that the association failed to mail or hand deliver a 319 copy of the most recent financial report to the unit owner, the 320 division shall provide written notice to the association that 321 the association must mail or hand deliver a copy of the most 322 recent financial report to the unit owner and the division within 5 business days after it receives such notice from the 323 324 division. An association that fails to comply with the 325 division's request may not waive the financial reporting

Page 13 of 72

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CS/CS/CS/HB 841, Engrossed 2

326 requirement provided in paragraph (d) for the fiscal year in 327 which the unit owner's request was made and the following fiscal 328 year. A financial report received by the division pursuant to 329 this paragraph shall be maintained, and the division shall 330 provide a copy of such report to an association member upon his 331 or her request.

332 Section 2. Paragraphs (a), (c), (d), and (j) of subsection 333 (2) of section 718.112, Florida Statutes, are amended to read: 334 718.112 Bylaws.-

335 (2) REQUIRED PROVISIONS.—The bylaws shall provide for the 336 following and, if they do not do so, shall be deemed to include 337 the following:

338

(a) Administration.-

339 1. The form of administration of the association shall be 340 described indicating the title of the officers and board of administration and specifying the powers, duties, manner of 341 342 selection and removal, and compensation, if any, of officers and 343 boards. In the absence of such a provision, the board of 344 administration shall be composed of five members, unless the 345 except in the case of a condominium which has five or fewer 346 units. The board shall consist of not fewer than three members 347 in condominiums with five or fewer units that are not-for-profit 348 corporations, in which case in a not-for-profit corporation the board shall consist of not fewer than three members. In the 349 350 absence of provisions to the contrary in the bylaws, the board

Page 14 of 72

CS/CS/CS/HB 841, Engrossed 2

351 of administration shall have a president, a secretary, and a 352 treasurer, who shall perform the duties of such officers 353 customarily performed by officers of corporations. Unless 354 prohibited in the bylaws, the board of administration may 355 appoint other officers and grant them the duties it deems appropriate. Unless otherwise provided in the bylaws, the 356 357 officers shall serve without compensation and at the pleasure of 358 the board of administration. Unless otherwise provided in the 359 bylaws, the members of the board shall serve without 360 compensation.

2. When a unit owner of a residential condominium files a 361 362 written inquiry by certified mail with the board of 363 administration, the board shall respond in writing to the unit 364 owner within 30 days after receipt of the inquiry. The board's 365 response shall either give a substantive response to the 366 inquirer, notify the inquirer that a legal opinion has been 367 requested, or notify the inquirer that advice has been requested 368 from the division. If the board requests advice from the 369 division, the board shall, within 10 days after its receipt of 370 the advice, provide in writing a substantive response to the 371 inquirer. If a legal opinion is requested, the board shall, within 60 days after the receipt of the inquiry, provide in 372 writing a substantive response to the inquiry. The failure to 373 374 provide a substantive response to the inquiry as provided herein precludes the board from recovering attorney fees and costs in 375

Page 15 of 72

CS/CS/CS/HB 841, Engrossed 2

any subsequent litigation, administrative proceeding, or 376 377 arbitration arising out of the inquiry. The association may 378 through its board of administration adopt reasonable rules and 379 regulations regarding the frequency and manner of responding to 380 unit owner inquiries, one of which may be that the association 381 is only obligated to respond to one written inquiry per unit in 382 any given 30-day period. In such a case, any additional inquiry 383 or inquiries must be responded to in the subsequent 30-day 384 period, or periods, as applicable.

385 (C) Board of administration meetings.-Meetings of the 386 board of administration at which a quorum of the members is 387 present are open to all unit owners. Members of the board of 388 administration may use e-mail as a means of communication but 389 may not cast a vote on an association matter via e-mail. A unit 390 owner may tape record or videotape the meetings. The right to 391 attend such meetings includes the right to speak at such 392 meetings with reference to all designated agenda items. The 393 division shall adopt reasonable rules governing the tape 394 recording and videotaping of the meeting. The association may 395 adopt written reasonable rules governing the frequency, 396 duration, and manner of unit owner statements.

Adequate notice of all board meetings, which must
 specifically identify all agenda items, must be posted
 conspicuously on the condominium property at least 48 continuous
 hours before the meeting except in an emergency. If 20 percent

Page 16 of 72

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CS/CS/CS/HB 841, Engrossed 2

401 of the voting interests petition the board to address an item of business, the board, within 60 days after receipt of the 402 403 petition, shall place the item on the agenda at its next regular 404 board meeting or at a special meeting called for that purpose. 405 An item not included on the notice may be taken up on an 406 emergency basis by a vote of at least a majority plus one of the 407 board members. Such emergency action must be noticed and 408 ratified at the next regular board meeting. However, Written 409 notice of a meeting at which a nonemergency special assessment or an amendment to rules regarding unit use will be considered 410 must be mailed, delivered, or electronically transmitted to the 411 412 unit owners and posted conspicuously on the condominium property at least 14 days before the meeting. Evidence of compliance with 413 414 this 14-day notice requirement must be made by an affidavit 415 executed by the person providing the notice and filed with the official records of the association. Notice of any meeting in 416 417 which regular or special assessments against unit owners are to 418 be considered must specifically state that assessments will be 419 considered and provide the estimated cost and description of the 420 purposes for such assessments. Upon notice to the unit owners, 421 the board shall, by duly adopted rule, designate a specific 422 location on the condominium or association property where all notices of board meetings must be posted. If there is no 423 424 condominium property or association property where notices can 425 be posted, notices shall be mailed, delivered, or electronically

Page 17 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

426 transmitted to each unit owner at least 14 days before the 427 meeting. In lieu of or in addition to the physical posting of 428 the notice on the condominium property, the association may, by 429 reasonable rule, adopt a procedure for conspicuously posting and 430 repeatedly broadcasting the notice and the agenda on a closed-431 circuit cable television system serving the condominium 432 association. However, if broadcast notice is used in lieu of a 433 notice physically posted on condominium property, the notice and 434 agenda must be broadcast at least four times every broadcast 435 hour of each day that a posted notice is otherwise required 436 under this section. If broadcast notice is provided, the notice 437 and agenda must be broadcast in a manner and for a sufficient 438 continuous length of time so as to allow an average reader to 439 observe the notice and read and comprehend the entire content of 440 the notice and the agenda. In addition to any of the authorized 441 means of providing notice of a meeting of the board, the 442 association may, by rule, adopt a procedure for conspicuously 443 posting the meeting notice and the agenda on a website serving 444 the condominium association for at least the minimum period of 445 time for which a notice of a meeting is also required to be 446 physically posted on the condominium property. Any rule adopted 447 shall, in addition to other matters, include a requirement that 448 the association send an electronic notice in the same manner as a notice for a meeting of the members, which must include a 449 450 hyperlink to the website where the notice is posted, to unit

Page 18 of 72

CS/CS/CS/HB 841, Engrossed 2

451 <u>owners whose e-mail addresses are included in the association's</u> 452 <u>official records.</u> Notice of any meeting in which regular or 453 special assessments against unit owners are to be considered 454 <u>must specifically state that assessments will be considered and</u> 455 provide the nature, estimated cost, and description of the 456 <u>purposes for such assessments.</u>

457 2. Meetings of a committee to take final action on behalf 458 of the board or make recommendations to the board regarding the 459 association budget are subject to this paragraph. Meetings of a 460 committee that does not take final action on behalf of the board 461 or make recommendations to the board regarding the association 462 budget are subject to this section, unless those meetings are 463 exempted from this section by the bylaws of the association.

3. Notwithstanding any other law, the requirement that
board meetings and committee meetings be open to the unit owners
does not apply to:

467 a. Meetings between the board or a committee and the
468 association's attorney, with respect to proposed or pending
469 litigation, if the meeting is held for the purpose of seeking or
470 rendering legal advice; or

b. Board meetings held for the purpose of discussingpersonnel matters.

473

(d) Unit owner meetings.-

474 1. An annual meeting of the unit owners <u>must</u> shall be held
475 at the location provided in the association bylaws and, if the

Page 19 of 72

CS/CS/CS/HB 841, Engrossed 2

476 bylaws are silent as to the location, the meeting <u>must</u> shall be 477 held within 45 miles of the condominium property. However, such 478 distance requirement does not apply to an association governing 479 a timeshare condominium.

480 2. Unless the bylaws provide otherwise, a vacancy on the 481 board caused by the expiration of a director's term must shall 482 be filled by electing a new board member, and the election must 483 be by secret ballot. An election is not required if the number of vacancies equals or exceeds the number of candidates. For 484 485 purposes of this paragraph, the term "candidate" means an 486 eligible person who has timely submitted the written notice, as 487 described in sub-subparagraph 4.a., of his or her intention to 488 become a candidate. Except in a timeshare or nonresidential 489 condominium, or if the staggered term of a board member does not 490 expire until a later annual meeting, or if all members' terms 491 would otherwise expire but there are no candidates, the terms of 492 all board members expire at the annual meeting, and such members 493 may stand for reelection unless prohibited by the bylaws. Board 494 members may serve 2-year terms longer than 1 year if permitted 495 by the bylaws or articles of incorporation. A board member may 496 not serve more than 8 consecutive years four consecutive 2-year 497 terms, unless approved by an affirmative vote of unit owners 498 representing two-thirds of all votes cast in the election the total voting interests of the association or unless there are 499 not enough eligible candidates to fill the vacancies on the 500

Page 20 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

2018

501 board at the time of the vacancy. If the number of board members 502 whose terms expire at the annual meeting equals or exceeds the 503 number of candidates, the candidates become members of the board 504 effective upon the adjournment of the annual meeting. Unless the bylaws provide otherwise, any remaining vacancies shall be 505 506 filled by the affirmative vote of the majority of the directors 507 making up the newly constituted board even if the directors 508 constitute less than a quorum or there is only one director. In a residential condominium association of more than 10 units or 509 in a residential condominium association that does not include 510 timeshare units or timeshare interests, coowners of a unit may 511 512 not serve as members of the board of directors at the same time unless they own more than one unit or unless there are not 513 514 enough eligible candidates to fill the vacancies on the board at 515 the time of the vacancy. A unit owner in a residential condominium desiring to be a candidate for board membership must 516 517 comply with sub-subparagraph 4.a. and must be eligible to be a 518 candidate to serve on the board of directors at the time of the deadline for submitting a notice of intent to run in order to 519 520 have his or her name listed as a proper candidate on the ballot 521 or to serve on the board. A person who has been suspended or 522 removed by the division under this chapter, or who is delinquent in the payment of any monetary obligation due to the 523 association, is not eligible to be a candidate for board 524 525 membership and may not be listed on the ballot. A person who has

Page 21 of 72

CS/CS/CS/HB 841, Engrossed 2

526 been convicted of any felony in this state or in a United States 527 District or Territorial Court, or who has been convicted of any 528 offense in another jurisdiction which would be considered a 529 felony if committed in this state, is not eligible for board 530 membership unless such felon's civil rights have been restored 531 for at least 5 years as of the date such person seeks election 532 to the board. The validity of an action by the board is not 533 affected if it is later determined that a board member is ineligible for board membership due to having been convicted of 534 a felony. This subparagraph does not limit the term of a member 535 536 of the board of a nonresidential or timeshare condominium.

537 3. The bylaws must provide the method of calling meetings of unit owners, including annual meetings. Written notice must 538 539 include an agenda, must be mailed, hand delivered, or 540 electronically transmitted to each unit owner at least 14 days before the annual meeting, and must be posted in a conspicuous 541 542 place on the condominium property at least 14 continuous days 543 before the annual meeting. Upon notice to the unit owners, the 544 board shall, by duly adopted rule, designate a specific location 545 on the condominium property or association property where all 546 notices of unit owner meetings must shall be posted. This requirement does not apply if there is no condominium property 547 or association property for posting notices. In lieu of, or in 548 addition to, the physical posting of meeting notices, the 549 550 association may, by reasonable rule, adopt a procedure for

Page 22 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

551 conspicuously posting and repeatedly broadcasting the notice and 552 the agenda on a closed-circuit cable television system serving 553 the condominium association. However, if broadcast notice is 554 used in lieu of a notice posted physically on the condominium 555 property, the notice and agenda must be broadcast at least four 556 times every broadcast hour of each day that a posted notice is 557 otherwise required under this section. If broadcast notice is 558 provided, the notice and agenda must be broadcast in a manner 559 and for a sufficient continuous length of time so as to allow an 560 average reader to observe the notice and read and comprehend the 561 entire content of the notice and the agenda. In addition to any 562 of the authorized means of providing notice of a meeting of the 563 board, the association may, by rule, adopt a procedure for conspicuously posting the meeting notice and the agenda on a 564 565 website serving the condominium association for at least the 566 minimum period of time for which a notice of a meeting is also 567 required to be physically posted on the condominium property. 568 Any rule adopted shall, in addition to other matters, include a 569 requirement that the association send an electronic notice in 570 the same manner as a notice for a meeting of the members, which 571 must include a hyperlink to the website where the notice is posted, to unit owners whose e-mail addresses are included in 572 573 the association's official records. Unless a unit owner waives 574 in writing the right to receive notice of the annual meeting, 575 such notice must be hand delivered, mailed, or electronically

Page 23 of 72

CS/CS/CS/HB 841, Engrossed 2

576 transmitted to each unit owner. Notice for meetings and notice 577 for all other purposes must be mailed to each unit owner at the 578 address last furnished to the association by the unit owner, or 579 hand delivered to each unit owner. However, if a unit is owned 580 by more than one person, the association must provide notice to 581 the address that the developer identifies for that purpose and 582 thereafter as one or more of the owners of the unit advise the 583 association in writing, or if no address is given or the owners 584 of the unit do not agree, to the address provided on the deed of 585 record. An officer of the association, or the manager or other person providing notice of the association meeting, must provide 586 587 an affidavit or United States Postal Service certificate of mailing, to be included in the official records of the 588 589 association affirming that the notice was mailed or hand 590 delivered in accordance with this provision.

4. The members of the board of a residential condominium 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. This subparagraph does not apply to an association governing a timeshare condominium.

a. At least 60 days before a scheduled election, the
association shall mail, deliver, or electronically transmit, by
separate association mailing or included in another association

Page 24 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

601 mailing, delivery, or transmission, including regularly 602 published newsletters, to each unit owner entitled to a vote, a 603 first notice of the date of the election. A unit owner or other 604 eligible person desiring to be a candidate for the board must 605 give written notice of his or her intent to be a candidate to 606 the association at least 40 days before a scheduled election. 607 Together with the written notice and agenda as set forth in 608 subparagraph 3., the association shall mail, deliver, or 609 electronically transmit a second notice of the election to all 610 unit owners entitled to vote, together with a ballot that lists all candidates. Upon request of a candidate, an information 611 612 sheet, no larger than 8 1/2 inches by 11 inches, which must be 613 furnished by the candidate at least 35 days before the election, 614 must be included with the mailing, delivery, or transmission of 615 the ballot, with the costs of mailing, delivery, or electronic transmission and copying to be borne by the association. The 616 617 association is not liable for the contents of the information 618 sheets prepared by the candidates. In order to reduce costs, the 619 association may print or duplicate the information sheets on 620 both sides of the paper. The division shall by rule establish 621 voting procedures consistent with this sub-subparagraph, 622 including rules establishing procedures for giving notice by electronic transmission and rules providing for the secrecy of 623 ballots. Elections shall be decided by a plurality of ballots 624 625 cast. There is no quorum requirement; however, at least 20

Page 25 of 72

CS/CS/CS/HB 841, Engrossed 2

626 percent of the eligible voters must cast a ballot in order to 627 have a valid election. A unit owner may not authorize permit any 628 other person to vote his or her ballot, and any ballots 629 improperly cast are invalid. A unit owner who violates this 630 provision may be fined by the association in accordance with s. 631 718.303. A unit owner who needs assistance in casting the ballot 632 for the reasons stated in s. 101.051 may obtain such assistance. 633 The regular election must occur on the date of the annual 634 meeting. Notwithstanding this sub-subparagraph, an election is not required unless more candidates file notices of intent to 635 run or are nominated than board vacancies exist. 636

637 Within 90 days after being elected or appointed to the b. board of an association of a residential condominium, each newly 638 639 elected or appointed director shall certify in writing to the 640 secretary of the association that he or she has read the 641 association's declaration of condominium, articles of 642 incorporation, bylaws, and current written policies; that he or 643 she will work to uphold such documents and policies to the best 644 of his or her ability; and that he or she will faithfully 645 discharge his or her fiduciary responsibility to the 646 association's members. In lieu of this written certification, within 90 days after being elected or appointed to the board, 647 the newly elected or appointed director may submit a certificate 648 of having satisfactorily completed the educational curriculum 649 650 administered by a division-approved condominium education

Page 26 of 72

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CS/CS/CS/HB 841, Engrossed 2

651 provider within 1 year before or 90 days after the date of 652 election or appointment. The written certification or 653 educational certificate is valid and does not have to be 654 resubmitted as long as the director serves on the board without 655 interruption. A director of an association of a residential 656 condominium who fails to timely file the written certification 657 or educational certificate is suspended from service on the 658 board until he or she complies with this sub-subparagraph. The 659 board may temporarily fill the vacancy during the period of suspension. The secretary shall cause the association to retain 660 661 a director's written certification or educational certificate 662 for inspection by the members for 5 years after a director's 663 election or the duration of the director's uninterrupted tenure, 664 whichever is longer. Failure to have such written certification 665 or educational certificate on file does not affect the validity 666 of any board action.

667 c. Any challenge to the election process must be commenced668 within 60 days after the election results are announced.

5. Any approval by unit owners called for by this chapter or the applicable declaration or bylaws, including, but not limited to, the approval requirement in s. 718.111(8), must be made at a duly noticed meeting of unit owners and is subject to all requirements of this chapter or the applicable condominium documents relating to unit owner decisionmaking, except that unit owners may take action by written agreement, without

Page 27 of 72

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CS/CS/CS/HB 841, Engrossed 2

676 meetings, on matters for which action by written agreement
677 without meetings is expressly allowed by the applicable bylaws
678 or declaration or any law that provides for such action.

679 6. Unit owners may waive notice of specific meetings if 680 allowed by the applicable bylaws or declaration or any law. 681 Notice of meetings of the board of administration, unit owner 682 meetings, except unit owner meetings called to recall board 683 members under paragraph (j), and committee meetings may be given by electronic transmission to unit owners who consent to receive 684 685 notice by electronic transmission. A unit owner who consents to 686 receiving notices by electronic transmission is solely 687 responsible for removing or bypassing filters that block receipt of mass emails sent to members on behalf of the association in 688 689 the course of giving electronic notices.

690 7. Unit owners have the right to participate in meetings
691 of unit owners with reference to all designated agenda items.
692 However, the association may adopt reasonable rules governing
693 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.

9. Unless otherwise provided in the bylaws, any vacancy
occurring on the board before the expiration of a term may be
filled by the affirmative vote of the majority of the remaining
directors, even if the remaining directors constitute less than

Page 28 of 72

717

CS/CS/CS/HB 841, Engrossed 2

701 a quorum, or by the sole remaining director. In the alternative, 702 a board may hold an election to fill the vacancy, in which case 703 the election procedures must conform to sub-subparagraph 4.a. 704 unless the association governs 10 units or fewer and has opted 705 out of the statutory election process, in which case the bylaws 706 of the association control. Unless otherwise provided in the 707 bylaws, a board member appointed or elected under this section 708 shall fill the vacancy for the unexpired term of the seat being 709 filled. Filling vacancies created by recall is governed by paragraph (j) and rules adopted by the division. 710

711 10. This chapter does not limit the use of general or 712 limited proxies, require the use of general or limited proxies, 713 or require the use of a written ballot or voting machine for any 714 agenda item or election at any meeting of a timeshare 715 condominium association or nonresidential condominium 716 association.

718 Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an 719 association of 10 or fewer units may, by affirmative vote of a 720 majority of the total voting interests, provide for different 721 voting and election procedures in its bylaws, which may be by a 722 proxy specifically delineating the different voting and election procedures. The different voting and election procedures may 723 724 provide for elections to be conducted by limited or general 725 proxy.

Page 29 of 72

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CS/CS/CS/HB 841, Engrossed 2

726 Recall of board members.-Subject to s. 718.301, any (ij) 727 member of the board of administration may be recalled and 728 removed from office with or without cause by the vote or 729 agreement in writing by a majority of all the voting interests. 730 A special meeting of the unit owners to recall a member or 731 members of the board of administration may be called by 10 732 percent of the voting interests giving notice of the meeting as 733 required for a meeting of unit owners, and the notice shall 734 state the purpose of the meeting. Electronic transmission may 735 not be used as a method of giving notice of a meeting called in 736 whole or in part for this purpose.

737 1. If the recall is approved by a majority of all voting 738 interests by a vote at a meeting, the recall will be effective 739 as provided in this paragraph. The board shall duly notice and 740 hold a board meeting within 5 full business days after the 741 adjournment of the unit owner meeting to recall one or more 742 board members. Such member or members shall be recalled 743 effective immediately upon conclusion of the board meeting 744 provided that the recall is facially valid. A recalled member 745 must and shall turn over to the board, within 10 full business 746 days after the vote, any and all records and property of the 747 association in their possession.

748 2. If the proposed recall is by an agreement in writing by 749 a majority of all voting interests, the agreement in writing or 750 a copy thereof shall be served on the association by certified

Page 30 of 72

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CS/CS/CS/HB 841, Engrossed 2

751 mail or by personal service in the manner authorized by chapter 752 48 and the Florida Rules of Civil Procedure. The board of 753 administration shall duly notice and hold a meeting of the board 754 within 5 full business days after receipt of the agreement in 755 writing. Such member or members shall be recalled effective 756 immediately upon the conclusion of the board meeting provided 757 that the recall is facially valid. A recalled member must and 758 shall turn over to the board, within 10 full business days, any 759 and all records and property of the association in their 760 possession.

761 3. If the board fails to duly notice and hold a board 762 meeting within 5 full business days after service of an 763 agreement in writing or within 5 full business days after the 764 adjournment of the unit owner recall meeting, the recall shall 765 be deemed effective and the board members so recalled shall turn 766 over to the board within 10 full business days after the vote 767 any and all records and property of the association.

768 If the board fails to duly notice and hold the required 4. 769 meeting or at the conclusion of the meeting determines that the 770 recall is not facially valid fails to file the required 771 petition, the unit owner representative may file a petition pursuant to s. 718.1255 challenging the board's failure to act 772 773 or challenging the board's determination on facial validity. The 774 petition must be filed within 60 days after the expiration of 775 the applicable 5-full-business-day period. The review of a

Page 31 of 72

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CS/CS/CS/HB 841, Engrossed 2

776 petition under this subparagraph is limited to the sufficiency 777 of service on the board and the facial validity of the written 778 agreement or ballots filed.

779 5. If a vacancy occurs on the board as a result of a 780 recall or removal and less than a majority of the board members 781 are removed, the vacancy may be filled by the affirmative vote 782 of a majority of the remaining directors, notwithstanding any 783 provision to the contrary contained in this subsection. If vacancies occur on the board as a result of a recall and a 784 majority or more of the board members are removed, the vacancies 785 786 shall be filled in accordance with procedural rules to be 787 adopted by the division, which rules need not be consistent with 788 this subsection. The rules must provide procedures governing the 789 conduct of the recall election as well as the operation of the 790 association during the period after a recall but before the 791 recall election.

792 6. A board member who has been recalled may file a 793 petition pursuant to s. 718.1255 challenging the validity of the 794 recall. The petition must be filed within 60 days after the 795 recall. The association and the unit owner representative shall be named as the respondents. The petition may challenge the 796 797 facial validity of the written agreement or ballots filed or the 798 substantial compliance with the procedural requirements for the 799 recall. If the arbitrator determines the recall was invalid, the petitioning board member shall immediately be reinstated and the 800

Page 32 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

801 recall is null and void. A board member who is successful in 802 challenging a recall is entitled to recover reasonable attorney 803 fees and costs from the respondents. The arbitrator may award 804 reasonable attorney fees and costs to the respondents if they 805 prevail, if the arbitrator makes a finding that the petitioner's 806 claim is frivolous. 807 7. The division may not accept for filing a recall 808 petition, whether filed pursuant to subparagraph 1., subparagraph 2., subparagraph 4., or subparagraph 6. when there 809 are 60 or fewer days until the scheduled reelection of the board 810 member sought to be recalled or when 60 or fewer days have 811 812 elapsed since the election of the board member sought to be 813 recalled. 814 Section 3. Subsection (2) of section 718.113, Florida 815 Statutes, is amended, and a new subsection (8) is added to that 816 section, to read: 817 718.113 Maintenance; limitation upon improvement; display 818 of flag; hurricane shutters and protection; display of religious 819 decorations.-820 (2) (a) Except as otherwise provided in this section, there 821 shall be no material alteration or substantial additions to the common elements or to real property which is association 822 property, except in a manner provided in the declaration as 823 originally recorded or as amended under the procedures provided 824 825 therein. If the declaration as originally recorded or as amended Page 33 of 72

CS/CS/CS/HB 841, Engrossed 2

under the procedures provided therein does not specify the procedure for approval of material alterations or substantial additions, 75 percent of the total voting interests of the association must approve the alterations or additions <u>before the</u> <u>material alterations or substantial additions are commenced</u>. This paragraph is intended to clarify existing law and applies to associations existing on July 1, 2018 October 1, 2008.

833 There shall not be any material alteration of, or (b) 834 substantial addition to, the common elements of any condominium operated by a multicondominium association unless approved in 835 836 the manner provided in the declaration of the affected 837 condominium or condominiums as originally recorded or as amended under the procedures provided therein. If a declaration as 838 839 originally recorded or as amended under the procedures provided 840 therein does not specify a procedure for approving such an 841 alteration or addition, the approval of 75 percent of the total 842 voting interests of each affected condominium is required before 843 the material alterations or substantial additions are commenced. 844 This subsection does not prohibit a provision in any 845 declaration, articles of incorporation, or bylaws as originally 846 recorded or as amended under the procedures provided therein 847 requiring the approval of unit owners in any condominium operated by the same association or requiring board approval 848 before a material alteration or substantial addition to the 849 850 common elements is permitted. This paragraph is intended to

Page 34 of 72

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CS/CS/CS/HB 841, Engrossed 2

851 clarify existing law and applies to associations existing on 852 July 1, 2018 the effective date of this act. 853 (C) There shall not be any material alteration or 854 substantial addition made to association real property operated 855 by a multicondominium association, except as provided in the 856 declaration, articles of incorporation, or bylaws as originally 857 recorded or as amended under the procedures provided therein. If 858 the declaration, articles of incorporation, or bylaws as 859 originally recorded or as amended under the procedures provided 860 therein do not specify the procedure for approving an alteration or addition to association real property, the approval of 75 861 862 percent of the total voting interests of the association is 863 required before the material alterations or substantial 864 additions are commenced. This paragraph is intended to clarify 865 existing law and applies to associations existing on July 1, 866 2018 the effective date of this act. 867 The Legislature finds that the use of electric (8) 868 vehicles conserves and protects the state's environmental 869 resources, provides significant economic savings to drivers, and 870 serves an important public interest. The participation of 871 condominium associations is essential to the state's efforts to

872 <u>conserve and protect the state's environmental resources and</u>

873 provide economic savings to drivers. Therefore, the installation

874 of an electric vehicle charging station shall be governed as

875 follows:

Page 35 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

876	(a) A declaration of condominium or restrictive covenant
877	may not prohibit or be enforced so as to prohibit any unit owner
878	from installing an electric vehicle charging station within the
879	boundaries of the unit owner's limited common element parking
880	area. The board of administration of a condominium association
881	may not prohibit a unit owner from installing an electric
882	vehicle charging station for an electric vehicle, as defined in
883	s. 320.01, within the boundaries of his or her limited common
884	element parking area. The installation of such charging stations
885	are subject to the provisions of this subsection.
886	(b) The installation may not cause irreparable damage to
887	the condominium property.
888	(c) The electricity for the electric vehicle charging
889	station must be separately metered and payable by the unit owner
890	installing such charging station.
891	(d) The unit owner who is installing an electric vehicle
892	charging station is responsible for the costs of installation,
893	operation, maintenance, and repair, including, but not limited
894	to, hazard and liability insurance. The association may enforce
895	payment of such costs pursuant to s. 718.116.
896	(e) If the unit owner or his or her successor decides
897	there is no longer a need for the electronic vehicle charging
898	station, such person is responsible for the cost of removal of
899	the electronic vehicle charging station. The association may
899 900	the electronic vehicle charging station. The association may enforce payment of such costs pursuant to s. 718.116.

Page 36 of 72
CS/CS/CS/HB 841, Engrossed 2

901 (f) The association may require the unit owner to: 902 Comply with bona fide safety requirements, consistent 1. 903 with applicable building codes or recognized safety standards, 904 for the protection of persons and property. 905 2. Comply with reasonable architectural standards adopted 906 by the association that govern the dimensions, placement, or 907 external appearance of the electric vehicle charging station, 908 provided that such standards may not prohibit the installation 909 of such charging station or substantially increase the cost 910 thereof. 911 3. Engage the services of a licensed and registered 912 electrical contractor or engineer familiar with the installation 913 and core requirements of an electric vehicle charging station. 914 4. Provide a certificate of insurance naming the 915 association as an additional insured on the owner's insurance 916 policy for any claim related to the installation, maintenance, 917 or use of the electric vehicle charging station within 14 days 918 after receiving the association's approval to install such 919 charging station. 920 5. Reimburse the association for the actual cost of any 921 increased insurance premium amount attributable to the electric 922 vehicle charging station within 14 days after receiving the 923 association's insurance premium invoice. The association provides an implied easement across 924 (q) 925 the common elements of the condominium property to the unit

Page 37 of 72

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CS/CS/CS/HB 841, Engrossed 2

926 owner for purposes of the installation of the electric vehicle 927 charging station and the furnishing of electrical power, 928 including any necessary equipment, to such charging station, 929 subject to the requirements of this subsection. 930 Section 4. Subsection (2) of section 718.121, Florida 931 Statutes, is amended to read: 932 718.121 Liens.-933 Labor performed on or materials furnished to a unit (2) 934 shall not be the basis for the filing of a lien pursuant to part 935 I of chapter 713, the Construction Lien Law, against the unit or 936 condominium parcel of any unit owner not expressly consenting to 937 or requesting the labor or materials. Labor performed on or 938 materials furnished for the installation of an electronic 939 vehicle charging station pursuant to s. 718.113(8) may not be 940 the basis for filing a lien under part I of chapter 713 against 941 the association, but such a lien may filed against the unit 942 owner. Labor performed on or materials furnished to the common 943 elements are not the basis for a lien on the common elements, 944 but if authorized by the association, the labor or materials are 945 deemed to be performed or furnished with the express consent of 946 each unit owner and may be the basis for the filing of a lien 947 against all condominium parcels in the proportions for which the owners are liable for common expenses. 948 Section 5. Subsection (3) of section 718.3026, Florida 949 950 Statutes, is amended to read:

Page 38 of 72

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CS/CS/CS/HB 841, Engrossed 2

951 718.3026 Contracts for products and services; in writing; 952 bids; exceptions.-Associations with 10 or fewer units may opt 953 out of the provisions of this section if two-thirds of the unit 954 owners vote to do so, which opt-out may be accomplished by a 955 proxy specifically setting forth the exception from this 956 section. 957 (3) As to any contract or other transaction between an 958 association and one or more of its directors or any other 959 corporation, firm, association, or entity in which one or more 960 of its directors are directors or officers or are financially 961 interested: 962 (a) The association shall comply with the requirements of 963 s. 617.0832. 964 (b) The disclosures required by s. 617.0832 shall be 965 entered into the written minutes of the meeting. 966 (c) Approval of the contract or other transaction shall 967 require an affirmative vote of two-thirds of the directors 968 present. 969 At the next regular or special meeting of the members, (d) 970 the existence of the contract or other transaction shall be 971 disclosed to the members. Upon motion of any member, the 972 contract or transaction shall be brought up for a vote and may 973 be canceled by a majority vote of the members present. Should 974 the members cancel the contract, the association shall only be 975 liable for the reasonable value of goods and services provided

Page 39 of 72

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CS/CS/CS/HB 841, Engrossed 2

976 up to the time of cancellation and shall not be liable for any 977 termination fee, liquidated damages, or other form of penalty 978 for such cancellation. 979 Section 6. Section 718.3027, Florida Statutes, is amended 980 to read: 718.3027 Conflicts of interest.-981 982 (1) Directors and officers of a board of an association 983 that is not a timeshare condominium association, and the relatives of such directors and officers, must disclose to the 984 985 board any activity that may reasonably be construed to be a 986 conflict of interest. A rebuttable presumption of a conflict of 987 interest exists if any of the following occurs without prior 988 notice, as required in subsection (5) (4): 989 (a) A director or an officer, or a relative of a director 990 or an officer, enters into a contract for goods or services with 991 the association. 992 (b) A director or an officer, or a relative of a director 993 or an officer, holds an interest in a corporation, limited 994 liability corporation, partnership, limited liability 995 partnership, or other business entity that conducts business 996 with the association or proposes to enter into a contract or 997 other transaction with the association. (2) If a director or an officer, or a relative of a 998 director or an officer, proposes to engage in an activity that 999 1000 is a conflict of interest, as described in subsection (1), the

Page 40 of 72

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CS/CS/CS/HB 841, Engrossed 2

1001 proposed activity must be listed on, and all contracts and 1002 transactional documents related to the proposed activity must be 1003 attached to, the meeting agenda. The association shall comply 1004 with the requirements of s. 617.0832, and the disclosures 1005 required by s. 617.0832 shall be entered into the written 1006 minutes of the meeting. Approval of the contract or other 1007 transaction requires an affirmative vote of two-thirds of all 1008 other directors present. At the next regular or special meeting 1009 of the members, the existence of the contract or other 1010 transaction shall be disclosed to the members. Upon motion of 1011 any member, the contract or transaction shall be brought up for 1012 a vote and may be canceled by a majority vote of the members 1013 present. If the contract is canceled, the association is only 1014 liable for the reasonable value of the goods and services 1015 provided up to the time of cancellation and is not liable for 1016 any termination fee, liquidated damages, or other form of 1017 penalty for such cancellation.

1018 If the board votes against the proposed activity, the (3) 1019 director or officer, or the relative of the director or officer, 1020 must notify the board in writing of his or her intention not to 1021 pursue the proposed activity or to withdraw from office. If the 1022 board finds that an officer or a director has violated this subsection, the officer or director shall be deemed removed from 1023 1024 office. The vacancy shall be filled according to general law. 1025 (4) (3) A director or an officer, or a relative of a

Page 41 of 72

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CS/CS/CS/HB 841, Engrossed 2

1026 director or an officer, who is a party to, or has an interest 1027 in, an activity that is a possible conflict of interest, as 1028 described in subsection (1), may attend the meeting at which the 1029 activity is considered by the board and is authorized to make a 1030 presentation to the board regarding the activity. After the 1031 presentation, the director or officer, or the relative of the 1032 director or officer, must leave the meeting during the 1033 discussion of, and the vote on, the activity. A director or an 1034 officer who is a party to, or has an interest in, the activity 1035 must recuse himself or herself from the vote.

1036 (5) (4) A contract entered into between a director or an 1037 officer, or a relative of a director or an officer, and the 1038 association, which is not a timeshare condominium association, 1039 that has not been properly disclosed as a conflict of interest or potential conflict of interest as required by s. 1040 1041 718.111(12)(g) is voidable and terminates upon the filing of a 1042 written notice terminating the contract with the board of 1043 directors which contains the consent of at least 20 percent of 1044 the voting interests of the association.

1045 <u>(6) (5)</u> As used in this section, the term "relative" means 1046 a relative within the third degree of consanguinity by blood or 1047 marriage.

1048Section 7. Paragraph (b) of subsection (3) of section1049718.303, Florida Statutes, is amended to read:

1050

718.303 Obligations of owners and occupants; remedies.-

Page 42 of 72

CS/CS/CS/HB 841, Engrossed 2

1051 (3)The association may levy reasonable fines for the failure of the owner of the unit or its occupant, licensee, or 1052 1053 invitee to comply with any provision of the declaration, the 1054 association bylaws, or reasonable rules of the association. A 1055 fine may not become a lien against a unit. A fine may be levied 1056 by the board on the basis of each day of a continuing violation, 1057 with a single notice and opportunity for hearing before a 1058 committee as provided in paragraph (b). However, the fine may not exceed \$100 per violation, or \$1,000 in the aggregate. 1059

1060 A fine or suspension levied by the board of (b) administration may not be imposed unless the board first 1061 1062 provides at least 14 days' written notice and an opportunity for 1063 a hearing to the unit owner and, if applicable, any its 1064 occupant, licensee, or invitee of the unit owner sought to be 1065 fined or suspended and an opportunity for a hearing. The hearing must be held before a committee of at least three members 1066 1067 appointed by the board who are not officers, directors, or 1068 employees of the association, or the spouse, parent, child, 1069 brother, or sister of an officer, director, or employee other unit owners who are neither board members nor persons residing 1070 1071 in a board member's household. The role of the committee is 1072 limited to determining whether to confirm or reject the fine or 1073 suspension levied by the board. If the committee does not 1074 approve agree, the proposed fine or suspension by majority vote, 1075 the fine or suspension may not be imposed. If the proposed fine

Page 43 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

1076 or suspension is approved by the committee, the fine payment is 1077 due 5 days after the date of the committee meeting at which the 1078 fine is approved. The association must provide written notice of 1079 such fine or suspension by mail or hand delivery to the unit 1080 owner and, if applicable, to any tenant, licensee, or invitee of 1081 the unit owner. 1082 Section 8. Section 718.707, Florida Statutes, is amended 1083 to read: 718.707 Time limitation for classification as bulk 1084 1085 assignee or bulk buyer.-A person acquiring condominium parcels may not be classified as a bulk assignee or bulk buyer unless 1086 1087 the condominium parcels were acquired on or after July 1, 2010_{τ} 1088 but before July 1, 2018. The date of such acquisition shall be 1089 determined by the date of recording a deed or other instrument 1090 of conveyance for such parcels in the public records of the county in which the condominium is located, or by the date of 1091 1092 issuing a certificate of title in a foreclosure proceeding with 1093 respect to such condominium parcels. 1094 Section 9. Paragraphs (a) and (b) of subsection (2) of section 719.104, Florida Statutes, are amended to read: 1095 1096 719.104 Cooperatives; access to units; records; financial 1097 reports; assessments; purchase of leases.-1098 (2)OFFICIAL RECORDS.-From the inception of the association, the association 1099 (a) 1100 shall maintain a copy of each of the following, where

Page 44 of 72

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CS/CS/CS/HB 841, Engrossed 2

1101 applicable, which shall constitute the official records of the 1102 association:

1103 1. The plans, permits, warranties, and other items 1104 provided by the developer pursuant to s. 719.301(4).

1105 1106 2. A photocopy of the cooperative documents.

3. A copy of the current rules of the association.

1107 4. A book or books containing the minutes of all meetings 1108 of the association, of the board of directors, and of the unit 1109 owners, which minutes shall be retained for a period of not less 1110 than 7 years.

5. A current roster of all unit owners and their mailing 1111 1112 addresses, unit identifications, voting certifications, and, if 1113 known, telephone numbers. The association shall also maintain 1114 the e-mail electronic mailing addresses and the numbers designated by unit owners for receiving notice sent by 1115 electronic transmission of those unit owners consenting to 1116 1117 receive notice by electronic transmission. The e-mail electronic 1118 mailing addresses and numbers provided by unit owners to receive 1119 notice by electronic transmission shall be removed from association records when consent to receive notice by electronic 1120 1121 transmission is revoked. However, the association is not liable for an erroneous disclosure of the e-mail electronic mail 1122 1123 address or the number for receiving electronic transmission of notices. 1124

1125

6. All current insurance policies of the association.

Page 45 of 72

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CS/CS/CS/HB 841, Engrossed 2

1126 7. A current copy of any management agreement, lease, or 1127 other contract to which the association is a party or under 1128 which the association or the unit owners have an obligation or 1129 responsibility.

1130 8. Bills of sale or transfer for all property owned by the1131 association.

9. Accounting records for the association and separate accounting records for each unit it operates, according to good accounting practices. All accounting records shall be maintained for a period of not less than 7 years. The accounting records shall include, but not be limited to:

1137 a. Accurate, itemized, and detailed records of all1138 receipts and expenditures.

b. A current account and a monthly, bimonthly, or quarterly statement of the account for each unit designating the name of the unit owner, the due date and amount of each assessment, the amount paid upon the account, and the balance due.

1144 c. All audits, reviews, accounting statements, and 1145 financial reports of the association.

1146 d. All contracts for work to be performed. Bids for work 1147 to be performed shall also be considered official records and 1148 shall be maintained for a period of 1 year.

1149 10. Ballots, sign-in sheets, voting proxies, and all other 1150 papers <u>and electronic records</u> relating to voting by unit owners,

Page 46 of 72

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CS/CS/CS/HB 841, Engrossed 2

1151 which shall be maintained for a period of 1 year after the date 1152 of the election, vote, or meeting to which the document relates.

1153 11. All rental records where the association is acting as 1154 agent for the rental of units.

1155 12. A copy of the current question and answer sheet as 1156 described in s. 719.504.

1157 13. All other written records of the association not 1158 specifically included in the foregoing which are related to the 1159 operation of the association.

The official records of the association must be 1160 (b) maintained within the state for at least 7 years. The records of 1161 1162 the association shall be made available to a unit owner within 1163 45 miles of the cooperative property or within the county in 1164 which the cooperative property is located within 10 $\frac{1}{2}$ working days after receipt of written request by the board or its 1165 designee. This paragraph may be complied with by having a copy 1166 1167 of the official records of the association available for 1168 inspection or copying on the cooperative property or the 1169 association may offer the option of making the records available 1170 to a unit owner electronically via the Internet or by allowing 1171 the records to be viewed in an electronic format on a computer 1172 screen and printed upon request. The association is not responsible for the use or misuse of the information provided to 1173 an association member or his or her authorized representative 1174 1175 pursuant to the compliance requirements of this chapter unless

Page 47 of 72

CS/CS/CS/HB 841, Engrossed 2

1176 the association has an affirmative duty not to disclose such 1177 information pursuant to this chapter.

1178 Section 10. Paragraphs (a), (c), and (d) of subsection (1) 1179 of section 719.106, Florida Statutes, are amended, and paragraph 1180 (m) is added to that subsection, to read:

719.106 Bylaws; cooperative ownership.-

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

1185

1181

(a) Administration.-

The form of administration of the association shall be 1186 1. 1187 described, indicating the titles of the officers and board of 1188 administration and specifying the powers, duties, manner of 1189 selection and removal, and compensation, if any, of officers and 1190 board members. In the absence of such a provision, the board of 1191 administration shall be composed of five members, unless the 1192 cooperative except in the case of cooperatives has having five 1193 or fewer units., in which case in not-for-profit corporations, 1194 The board shall consist of not fewer than three members in 1195 cooperatives with five or fewer units that are not-for-profit 1196 corporations. In a residential cooperative association of more 1197 than 10 units, co-owners of a unit may not serve as members of 1198 the board of directors at the same time unless the co-owners own 1199 more than one unit or unless there are not enough eligible 1200 candidates to fill the vacancies on the board at the time of the

Page 48 of 72

CS/CS/CS/HB 841, Engrossed 2

1201 vacancy. In the absence of provisions to the contrary, the board 1202 of administration shall have a president, a secretary, and a 1203 treasurer, who shall perform the duties of those offices 1204 customarily performed by officers of corporations. Unless 1205 prohibited in the bylaws, the board of administration may 1206 appoint other officers and grant them those duties it deems 1207 appropriate. Unless otherwise provided in the bylaws, the 1208 officers shall serve without compensation and at the pleasure of 1209 the board. Unless otherwise provided in the bylaws, the members 1210 of the board shall serve without compensation.

1211 A person who has been suspended or removed by the 2. 1212 division under this chapter, or who is delinquent in the payment 1213 of any monetary obligation due to the association, is not 1214 eligible to be a candidate for board membership and may not be 1215 listed on the ballot. A director or officer charged by 1216 information or indictment with a felony theft or embezzlement 1217 offense involving the association's funds or property is 1218 suspended from office. The board shall fill the vacancy 1219 according to general law until the end of the period of the 1220 suspension or the end of the director's term of office, 1221 whichever occurs first. However, if the charges are resolved without a finding of guilt or without acceptance of a plea of 1222 1223 guilty or nolo contendere, the director or officer shall be reinstated for any remainder of his or her term of office. A 1224 1225 member who has such criminal charges pending may not be

Page 49 of 72

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CS/CS/CS/HB 841, Engrossed 2

1226 appointed or elected to a position as a director or officer. A person who has been convicted of any felony in this state or in 1227 1228 any United States District Court, or who has been convicted of 1229 any offense in another jurisdiction which would be considered a 1230 felony if committed in this state, is not eligible for board 1231 membership unless such felon's civil rights have been restored 1232 for at least 5 years as of the date such person seeks election 1233 to the board. The validity of an action by the board is not 1234 affected if it is later determined that a board member is 1235 ineligible for board membership due to having been convicted of 1236 a felony.

1237 3. When a unit owner files a written inquiry by certified 1238 mail with the board of administration, the board shall respond 1239 in writing to the unit owner within 30 days of receipt of the inquiry. The board's response shall either give a substantive 1240 response to the inquirer, notify the inquirer that a legal 1241 1242 opinion has been requested, or notify the inquirer that advice 1243 has been requested from the division. If the board requests 1244 advice from the division, the board shall, within 10 days of its receipt of the advice, provide in writing a substantive response 1245 1246 to the inquirer. If a legal opinion is requested, the board shall, within 60 days after the receipt of the inquiry, provide 1247 in writing a substantive response to the inquirer. The failure 1248 to provide a substantive response to the inquirer as provided 1249 1250 herein precludes the board from recovering attorney's fees and

Page 50 of 72

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CS/CS/CS/HB 841, Engrossed 2

1251 costs in any subsequent litigation, administrative proceeding, or arbitration arising out of the inquiry. The association may, 1252 1253 through its board of administration, adopt reasonable rules and 1254 regulations regarding the frequency and manner of responding to 1255 the unit owners' inquiries, one of which may be that the 1256 association is obligated to respond to only one written inquiry 1257 per unit in any given 30-day period. In such case, any 1258 additional inquiry or inquiries must be responded to in the 1259 subsequent 30-day period, or periods, as applicable.

1260 (C) Board of administration meetings.-Members of the board 1261 of administration may use e-mail as a means of communication but 1262 may not cast a vote on an association matter via e-mail. 1263 Meetings of the board of administration at which a quorum of the 1264 members is present shall be open to all unit owners. Any unit 1265 owner may tape record or videotape meetings of the board of administration. The right to attend such meetings includes the 1266 1267 right to speak at such meetings with reference to all designated 1268 agenda items. The division shall adopt reasonable rules 1269 governing the tape recording and videotaping of the meeting. The 1270 association may adopt reasonable written rules governing the 1271 frequency, duration, and manner of unit owner statements. 1272 Adequate notice of all meetings shall be posted in a conspicuous place upon the cooperative property at least 48 continuous hours 1273 preceding the meeting, except in an emergency. Any item not 1274 1275 included on the notice may be taken up on an emergency basis by

Page 51 of 72

CS/CS/CS/HB 841, Engrossed 2

1276 at least a majority plus one of the members of the board. Such 1277 emergency action shall be noticed and ratified at the next 1278 regular meeting of the board. Notice of any meeting in which 1279 regular or special assessments against unit owners are to be considered must specifically state that assessments will be 1280 1281 considered and provide the estimated cost and description of the 1282 purpose for such assessments. However, Written notice of any 1283 meeting at which nonemergency special assessments, or at which 1284 amendment to rules regarding unit use, will be considered shall 1285 be mailed, delivered, or electronically transmitted to the unit owners and posted conspicuously on the cooperative property not 1286 1287 less than 14 days before the meeting. Evidence of compliance 1288 with this 14-day notice shall be made by an affidavit executed 1289 by the person providing the notice and filed among the official 1290 records of the association. Upon notice to the unit owners, the 1291 board shall by duly adopted rule designate a specific location 1292 on the cooperative property upon which all notices of board 1293 meetings shall be posted. In lieu of or in addition to the 1294 physical posting of notice of any meeting of the board of 1295 administration on the cooperative property, the association may, 1296 by reasonable rule, adopt a procedure for conspicuously posting 1297 and repeatedly broadcasting the notice and the agenda on a closed-circuit cable television system serving the cooperative 1298 association. However, if broadcast notice is used in lieu of a 1299 1300 notice posted physically on the cooperative property, the notice

Page 52 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

2018

1301 and agenda must be broadcast at least four times every broadcast 1302 hour of each day that a posted notice is otherwise required 1303 under this section. When broadcast notice is provided, the 1304 notice and agenda must be broadcast in a manner and for a 1305 sufficient continuous length of time so as to allow an average 1306 reader to observe the notice and read and comprehend the entire 1307 content of the notice and the agenda. In addition to any of the 1308 authorized means of providing notice of a meeting of the board, 1309 the association may, by rule, adopt a procedure for 1310 conspicuously posting the meeting notice and the agenda on a website serving the cooperative association for at least the 1311 1312 minimum period of time for which a notice of a meeting is also 1313 required to be physically posted on the cooperative property. Any rule adopted shall, in addition to other matters, include a 1314 1315 requirement that the association send an electronic notice in 1316 the same manner as a notice for a meeting of the members, which 1317 must include a hyperlink to the website where the notice is 1318 posted, to unit owners whose e-mail addresses are included in 1319 the association's official records. Notice of any meeting in 1320 which regular assessments against unit owners are to be 1321 considered for any reason shall specifically contain a statement 1322 that assessments will be considered and the nature of any such 1323 assessments. Meetings of a committee to take final action on behalf of the board or to make recommendations to the board 1324 1325 regarding the association budget are subject to the provisions

Page 53 of 72

CS/CS/CS/HB 841, Engrossed 2

1326 of this paragraph. Meetings of a committee that does not take final action on behalf of the board or make recommendations to 1327 1328 the board regarding the association budget are subject to the 1329 provisions of this section, unless those meetings are exempted 1330 from this section by the bylaws of the association. 1331 Notwithstanding any other law to the contrary, the requirement 1332 that board meetings and committee meetings be open to the unit 1333 owners does not apply to board or committee meetings held for 1334 the purpose of discussing personnel matters or meetings between 1335 the board or a committee and the association's attorney, with 1336 respect to proposed or pending litigation, if the meeting is 1337 held for the purpose of seeking or rendering legal advice.

1338 Shareholder meetings.-There shall be an annual meeting (d) 1339 of the shareholders. All members of the board of administration shall be elected at the annual meeting unless the bylaws provide 1340 for staggered election terms or for their election at another 1341 1342 meeting. Any unit owner desiring to be a candidate for board 1343 membership must comply with subparagraph 1. The bylaws must 1344 provide the method for calling meetings, including annual 1345 meetings. Written notice, which must incorporate an 1346 identification of agenda items, shall be given to each unit owner at least 14 days before the annual meeting and posted in a 1347 1348 conspicuous place on the cooperative property at least 14 continuous days preceding the annual meeting. Upon notice to the 1349 1350 unit owners, the board must by duly adopted rule designate a

Page 54 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

1351 specific location on the cooperative property upon which all 1352 notice of unit owner meetings are posted. In lieu of or in 1353 addition to the physical posting of the meeting notice, the 1354 association may, by reasonable rule, adopt a procedure for 1355 conspicuously posting and repeatedly broadcasting the notice and 1356 the agenda on a closed-circuit cable television system serving 1357 the cooperative association. However, if broadcast notice is 1358 used in lieu of a posted notice, the notice and agenda must be 1359 broadcast at least four times every broadcast hour of each day that a posted notice is otherwise required under this section. 1360 1361 If broadcast notice is provided, the notice and agenda must be 1362 broadcast in a manner and for a sufficient continuous length of 1363 time to allow an average reader to observe the notice and read 1364 and comprehend the entire content of the notice and the agenda. 1365 In addition to any of the authorized means of providing notice 1366 of a meeting of the shareholders, the association may, by rule, 1367 adopt a procedure for conspicuously posting the meeting notice 1368 and the agenda on a website serving the cooperative association 1369 for at least the minimum period of time for which a notice of a 1370 meeting is also required to be physically posted on the 1371 cooperative property. Any rule adopted shall, in addition to 1372 other matters, include a requirement that the association send 1373 an electronic notice in the same manner as a notice for a meeting of the members, which must include a hyperlink to the 1374 1375 website where the notice is posted, to unit owners whose e-mail

Page 55 of 72

CS/CS/CS/HB 841, Engrossed 2

1376 addresses are included in the association's official records. 1377 Unless a unit owner waives in writing the right to receive 1378 notice of the annual meeting, the notice of the annual meeting 1379 must be sent by mail, hand delivered, or electronically 1380 transmitted to each unit owner. An officer of the association 1381 must provide an affidavit or United States Postal Service 1382 certificate of mailing, to be included in the official records 1383 of the association, affirming that notices of the association 1384 meeting were mailed, hand delivered, or electronically 1385 transmitted, in accordance with this provision, to each unit owner at the address last furnished to the association. 1386

1387 1. The board of administration shall be elected by written 1388 ballot or voting machine. A proxy may not be used in electing 1389 the board of administration in general elections or elections to 1390 fill vacancies caused by recall, resignation, or otherwise 1391 unless otherwise provided in this chapter.

1392 a. At least 60 days before a scheduled election, the 1393 association shall mail, deliver, or transmit, whether by 1394 separate association mailing, delivery, or electronic 1395 transmission or included in another association mailing, 1396 delivery, or electronic transmission, including regularly 1397 published newsletters, to each unit owner entitled to vote, a first notice of the date of the election. Any unit owner or 1398 other eligible person desiring to be a candidate for the board 1399 1400 of administration must give written notice to the association at

Page 56 of 72

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CS/CS/CS/HB 841, Engrossed 2

1401 least 40 days before a scheduled election. Together with the 1402 written notice and agenda as set forth in this section, the 1403 association shall mail, deliver, or electronically transmit a 1404 second notice of election to all unit owners entitled to vote, 1405 together with a ballot that lists all candidates. Upon request 1406 of a candidate, the association shall include an information 1407 sheet, no larger than 8 1/2 inches by 11 inches, which must be 1408 furnished by the candidate at least 35 days before the election, to be included with the mailing, delivery, or electronic 1409 1410 transmission of the ballot, with the costs of mailing, delivery, or transmission and copying to be borne by the association. The 1411 1412 association is not liable for the contents of the information 1413 sheets provided by the candidates. In order to reduce costs, the 1414 association may print or duplicate the information sheets on both sides of the paper. The division shall by rule establish 1415 voting procedures consistent with this subparagraph, including 1416 1417 rules establishing procedures for giving notice by electronic 1418 transmission and rules providing for the secrecy of ballots. 1419 Elections shall be decided by a plurality of those ballots cast. There is no quorum requirement. However, at least 20 percent of 1420 1421 the eligible voters must cast a ballot in order to have a valid 1422 election. A unit owner may not permit any other person to vote 1423 his or her ballot, and any such ballots improperly cast are invalid. A unit owner who needs assistance in casting the ballot 1424 1425 for the reasons stated in s. 101.051 may obtain assistance in

Page 57 of 72

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CS/CS/CS/HB 841, Engrossed 2

1426 casting the ballot. Any unit owner violating this provision may 1427 be fined by the association in accordance with s. 719.303. The 1428 regular election must occur on the date of the annual meeting. 1429 This subparagraph does not apply to timeshare cooperatives. Notwithstanding this subparagraph, an election and balloting are 1430 1431 not required unless more candidates file a notice of intent to 1432 run or are nominated than vacancies exist on the board. Any 1433 challenge to the election process must be commenced within 60 1434 days after the election results are announced.

1435 Within 90 days after being elected or appointed to the b. 1436 board, each new director shall certify in writing to the 1437 secretary of the association that he or she has read the 1438 association's bylaws, articles of incorporation, proprietary 1439 lease, and current written policies; that he or she will work to uphold such documents and policies to the best of his or her 1440 1441 ability; and that he or she will faithfully discharge his or her 1442 fiduciary responsibility to the association's members. Within 90 1443 days after being elected or appointed to the board, in lieu of 1444 this written certification, the newly elected or appointed director may submit a certificate of having satisfactorily 1445 1446 completed the educational curriculum administered by an education provider as approved by the division pursuant to the 1447 requirements established in chapter 718 within 1 year before or 1448 90 days after the date of election or appointment. The 1449 1450 educational certificate is valid and does not have to be

Page 58 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

1451 resubmitted as long as the director serves on the board without 1452 interruption. A director who fails to timely file the written 1453 certification or educational certificate is suspended from 1454 service on the board until he or she complies with this sub-1455 subparagraph. The board may temporarily fill the vacancy during 1456 the period of suspension. The secretary of the association shall 1457 cause the association to retain a director's written 1458 certification or educational certificate for inspection by the 1459 members for 5 years after a director's election or the duration 1460 of the director's uninterrupted tenure, whichever is longer. Failure to have such written certification or educational 1461 1462 certificate on file does not affect the validity of any board 1463 action.

1464 2. Any approval by unit owners called for by this chapter, or the applicable cooperative documents, must be made at a duly 1465 noticed meeting of unit owners and is subject to this chapter or 1466 1467 the applicable cooperative documents relating to unit owner 1468 decisionmaking, except that unit owners may take action by 1469 written agreement, without meetings, on matters for which action 1470 by written agreement without meetings is expressly allowed by 1471 the applicable cooperative documents or law which provides for the unit owner action. 1472

1473 3. Unit owners may waive notice of specific meetings if
1474 allowed by the applicable cooperative documents or law. Notice
1475 of meetings of the board of administration, shareholder

Page 59 of 72

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CS/CS/CS/HB 841, Engrossed 2

1476 meetings, except shareholder meetings called to recall board 1477 members under paragraph (f), and committee meetings may be given 1478 by electronic transmission to unit owners who consent to receive 1479 notice by electronic transmission. A unit owner who consents to 1480 receiving notices by electronic transmission is solely responsible for removing or bypassing filters that may block 1481 1482 receipt of mass emails sent to members on behalf of the 1483 association in the course of giving electronic notices.

1484 4. Unit owners have the right to participate in meetings
1485 of unit owners with reference to all designated agenda items.
1486 However, the association may adopt reasonable rules governing
1487 the frequency, duration, and manner of unit owner participation.

1488 5. Any unit owner may tape record or videotape meetings of 1489 the unit owners subject to reasonable rules adopted by the 1490 division.

1491 6. Unless otherwise provided in the bylaws, a vacancy 1492 occurring on the board before the expiration of a term may be 1493 filled by the affirmative vote of the majority of the remaining 1494 directors, even if the remaining directors constitute less than a quorum, or by the sole remaining director. In the alternative, 1495 1496 a board may hold an election to fill the vacancy, in which case the election procedures must conform to the requirements of 1497 subparagraph 1. unless the association has opted out of the 1498 statutory election process, in which case the bylaws of the 1499 1500 association control. Unless otherwise provided in the bylaws, a

Page 60 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

1501	board member appointed or elected under this subparagraph shall
1502	fill the vacancy for the unexpired term of the seat being
1503	filled. Filling vacancies created by recall is governed by
1504	paragraph (f) and rules adopted by the division.
1505	
1506	Notwithstanding subparagraphs (b)2. and (d)1., an association
1507	may, by the affirmative vote of a majority of the total voting
1508	interests, provide for a different voting and election procedure
1509	in its bylaws, which vote may be by a proxy specifically
1510	delineating the different voting and election procedures. The
1511	different voting and election procedures may provide for
1512	elections to be conducted by limited or general proxy.
1513	(m) Director or officer delinquenciesA director or
1514	officer more than 90 days delinquent in the payment of any
1515	monetary obligation due the association shall be deemed to have
1516	abandoned the office, creating a vacancy in the office to be
1517	filled according to law.
1518	Section 11. Paragraph (b) of subsection (1) of section
1519	719.107, Florida Statutes, is amended to read:
1520	719.107 Common expenses; assessment
1521	(1)
1522	(b) If so provided in the bylaws, the cost of
1523	communications services as defined in chapter 202, information
1524	<u>services or Internet services</u> a master antenna television system
1525	or duly franchised cable television service obtained pursuant to
	Page 61 of 72

Page 61 of 72

CS/CS/CS/HB 841, Engrossed 2

1526 a bulk contract shall be deemed a common expense, and if not 1527 obtained pursuant to a bulk contract, such cost shall be 1528 considered common expense if it is designated as such in a 1529 written contract between the board of administration and the 1530 company providing the communications services as defined in chapter 202, information services or Internet services master 1531 1532 television antenna system or the cable television service. The 1533 contract shall be for a term of not less than 2 years.

1534 Any contract made by the board after April 2, 1992, for 1. 1535 a community antenna system or duly franchised cable television service, communications services as defined in chapter 202, 1536 1537 information services or Internet services may be canceled by a 1538 majority of the voting interests present at the next regular or 1539 special meeting of the association. Any member may make a motion 1540 to cancel the contract, but if no motion is made or if such 1541 motion fails to obtain the required majority at the next regular 1542 or special meeting, whichever is sooner, following the making of 1543 the contract, then such contract shall be deemed ratified for 1544 the term therein expressed.

2. Any such contract shall provide, and shall be deemed to provide if not expressly set forth, that any hearing impaired or legally blind unit owner who does not occupy the unit with a nonhearing impaired or sighted person may discontinue the service without incurring disconnect fees, penalties, or subsequent service charges, and as to such units, the owners

Page 62 of 72

CS/CS/CS/HB 841, Engrossed 2

2018

1551 shall not be required to pay any common expenses charge related 1552 to such service. If less than all members of an association 1553 share the expenses of cable television, the expense shall be 1554 shared equally by all participating unit owners. The association 1555 may use the provisions of s. 719.108 to enforce payment of the 1556 shares of such costs by the unit owners receiving cable 1557 television.

1558Section 12. Paragraph (b) of subsection (3) of section1559719.303, Florida Statutes, is amended to read:

1560

719.303 Obligations of owners.-

The association may levy reasonable fines for failure 1561 (3) 1562 of the unit owner or the unit's occupant, licensee, or invitee 1563 to comply with any provision of the cooperative documents or 1564 reasonable rules of the association. A fine may not become a 1565 lien against a unit. A fine may be levied by the board on the basis of each day of a continuing violation, with a single 1566 1567 notice and opportunity for hearing before a committee as 1568 provided in paragraph (b). However, the fine may not exceed \$100 1569 per violation, or \$1,000 in the aggregate.

(b) A fine or suspension levied by the board of administration may not be imposed unless the board first provides at least 14 days' written notice and an opportunity for a hearing to the unit owner and, if applicable, any its occupant, licensee, or invitee of the unit owner sought to be fined or suspended and an opportunity for a hearing. The hearing

Page 63 of 72

CS/CS/CS/HB 841, Engrossed 2

1576 must be held before a committee of at least three members 1577 appointed by the board who are not officers, directors, or 1578 employees of the association, or the spouse, parent, child, 1579 brother, or sister of an officer, director, or employee other 1580 unit owners who are neither board members nor persons residing 1581 in a board member's household. The role of the committee is 1582 limited to determining whether to confirm or reject the fine or 1583 suspension levied by the board. If the committee does not 1584 approve agree with the proposed fine or suspension by majority vote, the fine or suspension it may not be imposed. If the 1585 1586 proposed fine or suspension is approved by the committee, the 1587 fine payment is due 5 days after the date of the committee 1588 meeting at which the fine is approved. The association must 1589 provide written notice of such fine or suspension by mail or 1590 hand delivery to the unit owner and, if applicable, to any 1591 tenant, licensee, or invitee of the unit owner. Section 13. Paragraphs (a) and (c) of subsection (2) of 1592 1593 section 720.303, Florida Statutes, are amended, to read: 1594 720.303 Association powers and duties; meetings of board; 1595 official records; budgets; financial reporting; association 1596 funds; recalls.-1597 (2) BOARD MEETINGS.-1598 (a) Members of the board of administration may use e-mail as a means of communication, but may not cast a vote on an 1599 1600 association matter via e-mail. A meeting of the board of

Page 64 of 72

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CS/CS/CS/HB 841, Engrossed 2

1601 directors of an association occurs whenever a quorum of the 1602 board gathers to conduct association business. Meetings of the 1603 board must be open to all members, except for meetings between 1604 the board and its attorney with respect to proposed or pending 1605 litigation where the contents of the discussion would otherwise 1606 be governed by the attorney-client privilege. A meeting of the 1607 board must be held at a location that is accessible to a 1608 physically handicapped person if requested by a physically 1609 handicapped person who has a right to attend the meeting. The 1610 provisions of this subsection shall also apply to the meetings of any committee or other similar body when a final decision 1611 1612 will be made regarding the expenditure of association funds and 1613 to meetings of any body vested with the power to approve or 1614 disapprove architectural decisions with respect to a specific parcel of residential property owned by a member of the 1615 1616 community.

(c) The bylaws shall provide <u>the following</u> for giving notice to parcel owners and members of all board meetings and, if they do not do so, shall be deemed to <u>include</u> provide the following:

1621 1. Notices of all board meetings must be posted in a 1622 conspicuous place in the community at least 48 hours in advance 1623 of a meeting, except in an emergency. In the alternative, if 1624 notice is not posted in a conspicuous place in the community, 1625 notice of each board meeting must be mailed or delivered to each

Page 65 of 72

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CS/CS/CS/HB 841, Engrossed 2

2018

1626 member at least 7 days before the meeting, except in an 1627 emergency. Notwithstanding this general notice requirement, for 1628 communities with more than 100 members, the association bylaws 1629 may provide for a reasonable alternative to posting or mailing 1630 of notice for each board meeting, including publication of 1631 notice, provision of a schedule of board meetings, or the 1632 conspicuous posting and repeated broadcasting of the notice on a 1633 closed-circuit cable television system serving the homeowners' 1634 association. However, if broadcast notice is used in lieu of a 1635 notice posted physically in the community, the notice must be 1636 broadcast at least four times every broadcast hour of each day 1637 that a posted notice is otherwise required. When broadcast 1638 notice is provided, the notice and agenda must be broadcast in a 1639 manner and for a sufficient continuous length of time so as to 1640 allow an average reader to observe the notice and read and 1641 comprehend the entire content of the notice and the agenda. The 1642 association may provide notice by electronic transmission in a 1643 manner authorized by law for meetings of the board of directors, 1644 committee meetings requiring notice under this section, and annual and special meetings of the members to any member who has 1645 1646 provided a facsimile number or e-mail address to the association to be used for such purposes; however, a member must consent in 1647 1648 writing to receiving notice by electronic transmission. 1649 2. An assessment may not be levied at a board meeting

1650 unless the notice of the meeting includes a statement that

Page 66 of 72

CS/CS/CS/HB 841, Engrossed 2

1651 assessments will be considered and the nature of the 1652 assessments. Written notice of any meeting at which special 1653 assessments will be considered or at which amendments to rules 1654 regarding parcel use will be considered must be mailed, 1655 delivered, or electronically transmitted to the members and 1656 parcel owners and posted conspicuously on the property or 1657 broadcast on closed-circuit cable television not less than 14 1658 days before the meeting.

1659 Directors may not vote by proxy or by secret ballot at 3. 1660 board meetings, except that secret ballots may be used in the 1661 election of officers. This subsection also applies to the 1662 meetings of any committee or other similar body, when a final 1663 decision will be made regarding the expenditure of association 1664 funds, and to any body vested with the power to approve or 1665 disapprove architectural decisions with respect to a specific parcel of residential property owned by a member of the 1666 1667 community.

1668Section 14. Paragraph (b) of subsection (2) of section1669720.305, Florida Statutes, is amended to read:

1670 720.305 Obligations of members; remedies at law or in 1671 equity; levy of fines and suspension of use rights.-

1672 (2) The association may levy reasonable fines. A fine may
1673 not exceed \$100 per violation against any member or any member's
1674 tenant, guest, or invitee for the failure of the owner of the
1675 parcel or its occupant, licensee, or invitee to comply with any

Page 67 of 72

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CS/CS/CS/HB 841, Engrossed 2

1676 provision of the declaration, the association bylaws, or reasonable rules of the association unless otherwise provided in 1677 1678 the governing documents. A fine may be levied by the board for 1679 each day of a continuing violation, with a single notice and 1680 opportunity for hearing, except that the fine may not exceed 1681 \$1,000 in the aggregate unless otherwise provided in the 1682 governing documents. A fine of less than \$1,000 may not become a 1683 lien against a parcel. In any action to recover a fine, the 1684 prevailing party is entitled to reasonable attorney fees and 1685 costs from the nonprevailing party as determined by the court.

A fine or suspension levied may not be imposed by the 1686 (b) 1687 board of administration may not be imposed unless the board 1688 first provides without at least 14 days' notice to the parcel 1689 owner and, if applicable, any occupant, licensee, or invitee of the parcel owner, person sought to be fined or suspended and an 1690 1691 opportunity for a hearing before a committee of at least three 1692 members appointed by the board who are not officers, directors, 1693 or employees of the association, or the spouse, parent, child, 1694 brother, or sister of an officer, director, or employee. If the 1695 committee, by majority vote, does not approve a proposed fine or 1696 suspension, the proposed fine or suspension it may not be 1697 imposed. The role of the committee is limited to determining 1698 whether to confirm or reject the fine or suspension levied by the board. If the proposed board of administration imposes a 1699 1700 fine or suspension levied by the board is approved by the

Page 68 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

1701 committee, the fine payment is due 5 days after the date of the 1702 committee meeting at which the fine is approved. The association 1703 must provide written notice of such fine or suspension by mail 1704 or hand delivery to the parcel owner and, if applicable, to any 1705 tenant, licensee, or invitee of the parcel owner. 1706 Section 15. Paragraph (a) of subsection (9) of section 1707 720.306, Florida Statutes, is amended, and paragraphs (e) 1708 through (g) are added to subsection (1) of that section, to 1709 read: 720.306 Meetings of members; voting and election 1710 1711 procedures; amendments.-1712 (1)QUORUM; AMENDMENTS.-1713 A proposal to amend the governing documents must (e) 1714 contain the full text of the provision to be amended and may not 1715 be revised or amended by reference solely to the title or 1716 number. Proposed new language must be underlined and proposed 1717 deleted language must be stricken. If the proposed change is so 1718 extensive that underlining and striking through language would 1719 hinder, rather than assist, the understanding of the proposed 1720 amendment, a notation must be inserted immediately preceding the 1721 proposed amendment in substantially the following form: 1722 "Substantial rewording. See governing documents for current 1723 text." An amendment to a governing document is effective when 1724 recorded in the public records of the county in which the 1725 community is located.

Page 69 of 72

CODING: Words stricken are deletions; words underlined are additions.

CS/CS/CS/HB 841, Engrossed 2

1726 An immaterial error or omission in the amendment (f) 1727 process does not invalidate an otherwise properly adopted 1728 amendment. 1729 (g) A notice required under this section must be mailed or 1730 delivered to the address identified as the parcel owner's 1731 mailing address on the property appraiser's website for the 1732 county in which the parcel is located, or electronically 1733 transmitted in a manner authorized by the association if the parcel owner has consented, in writing, to receive notice by 1734 electronic transmission. 1735 ELECTIONS AND BOARD VACANCIES.-1736 (9) 1737 Elections of directors must be conducted in accordance (a) 1738 with the procedures set forth in the governing documents of the 1739 association. Except as provided in paragraph (b), all members of 1740 the association are eligible to serve on the board of directors, and a member may nominate himself or herself as a candidate for 1741 1742 the board at a meeting where the election is to be held; 1743 provided, however, that if the election process allows 1744 candidates to be nominated in advance of the meeting, the 1745 association is not required to allow nominations at the meeting. 1746 An election is not required unless more candidates are nominated than vacancies exist. If an election is not required because 1747 there are either an equal number or fewer qualified candidates 1748 than vacancies exist, and if nominations from the floor are not 1749 1750 required pursuant to this section or the bylaws, write-in

Page 70 of 72

CODING: Words stricken are deletions; words underlined are additions.

1761

CS/CS/CS/HB 841, Engrossed 2

1751 nominations are not permitted and such qualified candidates 1752 shall commence service on the board of directors, regardless of 1753 whether a quorum is attained at the annual meeting. Except as 1754 otherwise provided in the governing documents, boards of 1755 directors must be elected by a plurality of the votes cast by 1756 eligible voters. Any challenge to the election process must be 1757 commenced within 60 days after the election results are 1758 announced.

1759 Section 16. Paragraph (b) of subsection (3) of section 1760 720.3085, Florida Statutes, is amended to read:

720.3085 Payment for assessments; lien claims.-

(3) Assessments and installments on assessments that are not paid when due bear interest from the due date until paid at the rate provided in the declaration of covenants or the bylaws of the association, which rate may not exceed the rate allowed by law. If no rate is provided in the declaration or bylaws, interest accrues at the rate of 18 percent per year.

1768 Any payment received by an association and accepted (b) 1769 shall be applied first to any interest accrued, then to any 1770 administrative late fee, then to any costs and reasonable attorney fees incurred in collection, and then to the delinquent 1771 1772 assessment. This paragraph applies notwithstanding any restrictive endorsement, designation, or instruction placed on 1773 or accompanying a payment. A late fee is not subject to the 1774 1775 provisions of chapter 687 and is not a fine. The foregoing is

Page 71 of 72

CS/CS/CS/HB 841, Engrossed 2

2018

1776	applicable notwithstanding s. 673.3111, any purported accord and
1777	satisfaction, or any restrictive endorsement, designation, or
1778	instruction placed on or accompanying a payment. The preceding
1779	sentence is intended to clarify existing law.
1780	Section 17. This act shall take effect July 1, 2018.

Page 72 of 72