1 A bill to be entitled 2 An act relating to construction defects; amending s. 3 553.84, F.S.; defining the term "material violation"; revising when a person has a cause of action for a 4 5 violation relating to the Florida Building Code; 6 providing requirements for such cause of action; 7 amending s. 558.004, F.S.; revising requirements 8 relating to notices of claim; requiring a claimant to 9 allow persons served with a notice of claim to inspect 10 certain records; providing that the claimant, under 11 certain circumstances, does not have a claim for 12 damages that could have been avoided or mitigated; reenacting s. 558.002(5), F.S., relating to 13 14 definitions for ch. 558, F.S.; providing an effective 15 date. 16 17 Be It Enacted by the Legislature of the State of Florida: 18 19 Section 1. Section 553.84, Florida Statutes, is amended to 20 read: 21 Statutory civil action.-553.84 22 (1) For purposes of this section, the term "material 23 violation" means a violation that exists within a completed 24 building, structure, or facility which may reasonably result, or 25 has resulted, in physical harm to a person or significant damage

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26 to the performance of a building or its systems. 27 Notwithstanding any other remedies available, any (2) person or party, in an individual capacity or on behalf of a 28 29 class of persons or parties, damaged as a result of a material 30 violation of this part or the Florida Building Code, has a cause 31 of action in any court of competent jurisdiction against the 32 person or party who committed the violation; however, if the 33 person or party obtains the required building permits and any 34 local government or public agency with authority to enforce the 35 Florida Building Code approves the plans, and if the 36 construction project passes all required inspections under the 37 Florida Building Code, and if there is no personal injury or 38 damage to property other than the property that is the subject 39 of the permits, plans, and inspections, this section does not 40 apply. 41 (3) A cause of action pled under this section must cite to 42 the specific provisions of this part or the Florida Building 43 Code allegedly violated, must explain how each provision was 44 allegedly violated, and is subject to dismissal for failing to 45 do so unless the person or party knew or should have known that 46 the violation existed. Section 2. Paragraph (b) of subsection (1) and subsections 47 48 (2) and (7) of section 558.004, Florida Statutes, are amended to 49 read: 50 558.004 Notice and opportunity to repair.-Page 2 of 7

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52 (b) The notice of claim must be made under oath by the 53 claimant and must describe in specific reasonable detail the 54 nature of each alleged construction defect, the name and contact 55 information of any consultants retained by the claimant or on 56 the claimant's behalf to inspect the defect, and, if known, the 57 damage or loss resulting from the defect, including the alleged 58 cost of repairing the defect and any other damages alleged to 59 have been suffered as a result of the defect. The notice of 60 claim must specifically identify, as applicable, the allegedly 61 defective materials, products, or components and the applicable 62 code provisions, professional standards of care for design, or 63 accepted trade standards for the construction or remodeling 64 allegedly violated and must explain how each cited code 65 provision or standard was violated. Based upon at least a visual 66 inspection by the claimant or its agents, the notice of claim 67 must identify the specific location of each alleged construction 68 defect sufficiently to enable the responding parties to locate 69 the alleged defect without undue burden. If requested, the 70 claimant must allow the person served with the notice of claim 71 under this subsection the opportunity to inspect all maintenance 72 records for the subject property. The claimant has no obligation 73 to perform destructive or other testing for purposes of this 74 notice.

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(2) Within 30 days after service of the notice of claim,

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76 or within 50 days after service of the notice of claim involving 77 an association representing more than 20 parcels, the person 78 served with the notice of claim under subsection (1) is entitled 79 to perform a reasonable inspection of the property or of each 80 unit subject to the claim to assess each alleged construction 81 defect. An association's right to access property for either 82 maintenance or repair includes the authority to grant access for 83 the inspection. The claimant shall provide the person served with notice under subsection (1) and such person's contractors 84 85 or agents reasonable access to the property during normal working hours to inspect the property to determine the nature 86 87 and cause of each alleged construction defect and the nature and 88 extent of any repairs or replacements necessary to remedy each 89 defect. The person served with notice under subsection (1) shall reasonably coordinate the timing and manner of any and all 90 inspections with the claimant to minimize the number of 91 92 inspections. If the claimant fails to grant the person served 93 with the notice under subsection (1) the opportunity to conduct 94 a reasonable inspection of the property with the alleged defect 95 during the timeframe established in this section, the claimant 96 does not have a claim for damages that could have been avoided or mitigated had an inspection taken place. The inspection may 97 98 include destructive testing by mutual agreement under the following reasonable terms and conditions: 99

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(a) If the person served with notice under subsection (1)

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101 determines that destructive testing is necessary to determine 102 the nature and cause of the alleged defects, such person shall 103 notify the claimant in writing.

(b) The notice shall describe the destructive testing to be performed, the person selected to do the testing, the estimated anticipated damage and repairs to or restoration of the property resulting from the testing, the estimated amount of time necessary for the testing and to complete the repairs or restoration, and the financial responsibility offered for covering the costs of repairs or restoration.

If the claimant promptly objects to the person 111 (C) 112 selected to perform the destructive testing, the person served 113 with notice under subsection (1) shall provide the claimant with 114 a list of three qualified persons from which the claimant may 115 select one such person to perform the testing. The person selected to perform the testing shall operate as an agent or 116 117 subcontractor of the person served with notice under subsection 118 (1) and shall communicate with, submit any reports to, and be 119 solely responsible to the person served with notice.

120 (d) The testing shall be done at a mutually agreeable121 time.

(e) The claimant or a representative of the claimant maybe present to observe the destructive testing.

124 (f) The destructive testing shall not render the property 125 uninhabitable.

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(g) There shall be no construction lien rights under part I of chapter 713 for the destructive testing caused by a person served with notice under subsection (1) or for restoring the area destructively tested to the condition existing prior to testing, except to the extent the owner contracts for the destructive testing or restoration.

If the claimant refuses to agree and thereafter permit reasonable destructive testing, the claimant shall have no claim for damages which could have been avoided or mitigated had destructive testing been allowed when requested and had a feasible remedy been promptly implemented.

(7) A claimant who receives a timely settlement offer must accept or reject the offer by serving written notice of such acceptance or rejection, signed by the claimant, on the person making the offer within 45 days after receiving the settlement offer. If a claimant initiates an action without first accepting or rejecting the offer, the court shall stay the action upon timely motion until the claimant complies with this subsection.

145 Section 3. For the purpose of incorporating the amendment 146 made by this act to section 553.84, Florida Statutes, in a 147 reference thereto, subsection (5) of section 558.002, Florida 148 Statutes, is reenacted to read:

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558.002 Definitions.—As used in this chapter, the term: (5) "Construction defect" means a deficiency in, or a

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deficiency arising out of, the design, specifications, surveying, planning, supervision, observation of construction, or construction, repair, alteration, or remodeling of real property resulting from:

(a) Defective material, products, or components used inthe construction or remodeling;

(b) A violation of the applicable codes in effect at the time of construction or remodeling which gives rise to a cause of action pursuant to s. 553.84;

(c) A failure of the design of real property to meet the applicable professional standards of care at the time of governmental approval; or

(d) A failure to construct or remodel real property in
accordance with accepted trade standards for good and
workmanlike construction at the time of construction.

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Section 4. This act shall take effect July 1, 2020.

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