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CHAMBER	ACTION

Senate

House

Representative Shoaf offered the following: 1 2 3 Amendment (with title amendment) 4 Remove lines 159-1030 and insert: 5 Section 4. Paragraph (e) of subsection (3) of section 6 194.011, Florida Statutes, is amended to read: 7 194.011 Assessment notice; objections to assessments.-8 (3) A petition to the value adjustment board must be in 9 substantially the form prescribed by the department. Notwithstanding s. 195.022, a county officer may not refuse to 10 accept a form provided by the department for this purpose if the 11 taxpayer chooses to use it. A petition to the value adjustment 12 983661 Approved For Filing: 3/4/2020 2:30:58 PM

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13 board must be signed by the taxpayer or be accompanied at the time of filing by the taxpayer's written authorization or power 14 15 of attorney, unless the person filing the petition is listed in s. 194.034(1)(a). A person listed in s. 194.034(1)(a) may file a 16 17 petition with a value adjustment board without the taxpayer's 18 signature or written authorization by certifying under penalty 19 of perjury that he or she has authorization to file the petition 20 on behalf of the taxpayer. If a taxpayer notifies the value adjustment board that a petition has been filed for the 21 22 taxpayer's property without his or her consent, the value adjustment board may require the person filing the petition to 23 24 provide written authorization from the taxpayer authorizing the 25 person to proceed with the appeal before a hearing is held. If 26 the value adjustment board finds that a person listed in s. 27 194.034(1)(a) willfully and knowingly filed a petition that was not authorized by the taxpayer, the value adjustment board shall 28 29 require such person to provide the taxpayer's written 30 authorization for representation to the value adjustment board 31 clerk before any petition filed by that person is heard, for 1 32 year after imposition of such requirement by the value adjustment board. A power of attorney or written authorization 33 is valid for 1 assessment year, and a new power of attorney or 34 written authorization by the taxpayer is required for each 35 subsequent assessment year. A petition shall also describe the 36 37 property by parcel number and shall be filed as follows: 983661

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38 (e)1. A condominium association, as defined in s. 718.103, 39 a cooperative association, as defined in s. 719.103, or any 40 homeowners' association, as defined in s. 720.301 s. 723.075, 41 with approval of its board of administration or directors, may 42 file with the value adjustment board a single joint petition on 43 behalf of any association members who own units or parcels of 44 property which the property appraiser determines are substantially similar with respect to location, proximity to 45 amenities, number of rooms, living area, and condition. The 46 condominium association, cooperative association, or homeowners' 47 association as defined in s. 723.075 shall provide the unit or 48 49 parcel owners with notice of its intent to petition the value 50 adjustment board by hand delivery or certified mail, return receipt requested, except that such notice may be electronically 51 52 transmitted to a unit owner or parcel owner who has expressly 53 consented in writing to receiving such notices by electronic 54 transmission. If the association is a condominium or cooperative 55 association, the notice must also be posted conspicuously on the 56 condominium or cooperative property in the same manner as notice 57 of board meetings under ss. 718.112(2) and 719.106(1). Such 58 notice must and shall provide at least 14 20 days for a unit or parcel owner to elect, in writing, that his or her unit or 59 parcel not be included in the petition. 60

61 <u>2. A condominium association, as defined in s. 718.103, a</u> 62 <u>cooperative association, as defined in s. 719.103, or a</u> 983661

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63	homeowners' association as defined in s. 720.301, that has filed
64	a single joint petition under this subsection may continue to
65	represent, prosecute, and defend the unit owners through any
66	related subsequent proceeding in any tribunal, including
67	judicial review under part II of this chapter and any appeals.
68	This subparagraph is intended to clarify existing law and
69	applies to cases pending on July 1, 2020.
70	Section 5. Subsection (2) of section 194.181, Florida
71	Statutes, is amended to read:
72	194.181 Parties to a tax suit
73	(2) (a) In any case brought by <u>a</u> the taxpayer or <u>a</u>
74	condominium, cooperative, or homeowners' association, as defined
75	in ss. 718.103, 719.103, and 720.301, respectively, on behalf of
76	some or all unit owners, contesting the assessment of any
77	property, the county property appraiser <u>is the</u> shall be party
78	defendant.
79	(b) In any case brought by the property appraiser <u>under</u>
80	pursuant to s. 194.036(1)(a) or (b), the taxpayer <u>is the</u> shall
81	be party defendant.
82	(c)1. In any case brought by the property appraiser under
83	s. 194.036(1)(a) or (b) concerning a value adjustment board
84	decision on a single joint petition filed by a condominium,
85	cooperative, or homeowners' association under s. 194.011(3), the
86	association and all unit or parcel owners included in the single
87	joint petition are the party defendants.
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88	2. The condominium, cooperative, or homeowners'
89	association must provide unit or parcel owners with notice of
90	its intent to respond to or answer the property appraiser's
91	complaint and advise the unit or parcel owners that they may
92	elect to:
93	a. Retain their own counsel to defend the appeal;
94	b. Choose not to defend the appeal; or
95	c. Be represented together with other unit or parcel
96	owners by the association.
97	3. The notice required in subparagraph 2. must be hand
98	delivered or sent by certified mail, return receipt requested,
99	to the unit or parcel owners, except that such notice may be
100	electronically transmitted to a unit or parcel owner who has
101	expressly consented in writing to receiving notices through
102	electronic transmission. Additionally, the notice must be posted
103	conspicuously on the condominium or cooperative property, if
104	applicable, in the same manner as notice of board meetings under
105	ss. 718.112(2) and 719.106(1). The association must provide at
106	least 14 days for a unit or parcel owner to respond to the
107	notice. Any unit or parcel owner who does not respond to the
108	association's notice will be represented by the association.
109	(d) In any case brought by the property appraiser under
110	pursuant to s. 194.036(1)(c), the value adjustment board <u>is the</u>
111	shall be party defendant.

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112 Section 6. Paragraph (a) of subsection (2) of section 514.0115, Florida Statutes, is amended to read: 113 114 514.0115 Exemptions from supervision or regulation; 115 variances.-116 (2) (a) Pools serving condominium, cooperative, and 117 homeowners' associations, as well as other property associations, which have no more than 32 condominium or 118 cooperative units or parcels and which are not operated as a 119 public lodging establishments are establishment shall be exempt 120 from supervision under this chapter, except for water quality. 121

122 Section 7. Section 548.003, Florida Statutes, is amended 123 to read:

124

548.003 Florida Athletic State Boxing Commission.-

125 (1) The Florida Athletic State Boxing Commission is 126 created and is assigned to the Department of Business and 127 Professional Regulation for administrative and fiscal 128 accountability purposes only. The Florida State Boxing commission shall consist of five members appointed by the 129 130 Governor, subject to confirmation by the Senate. One member must 131 be a physician licensed pursuant to chapter 458 or chapter 459, 132 who must maintain an unencumbered license in good standing, and 133 who must, at the time of her or his appointment, have practiced medicine for at least 5 years. Upon the expiration of the term 134 135 of a commissioner, the Governor shall appoint a successor to serve for a 4-year term. A commissioner whose term has expired 136 983661

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137 shall continue to serve on the commission until such time as a 138 replacement is appointed. If a vacancy on the commission occurs 139 <u>before</u> prior to the expiration of the term, it shall be filled 140 for the unexpired portion of the term in the same manner as the 141 original appointment.

142 (2) The Florida State Boxing commission, as created by
143 subsection (1), shall administer the provisions of this chapter.
144 The commission has authority to adopt rules pursuant to ss.
145 120.536(1) and 120.54 to implement the provisions of this
146 chapter and to implement each of the duties and responsibilities
147 conferred upon the commission, including, but not limited to:

(a) Development of an ethical code of conduct forcommissioners, commission staff, and commission officials.

(b) Facility and safety requirements relating to the ring,
floor plan and apron seating, emergency medical equipment and
services, and other equipment and services necessary for the
conduct of a program of matches.

(c) Requirements regarding a participant's apparel,
bandages, handwraps, gloves, mouthpiece, and appearance during a
match.

(d) Requirements relating to a manager's participation,presence, and conduct during a match.

(e) Duties and responsibilities of all licensees underthis chapter.

161 (f) Procedures for hearings and resolution of disputes. 983661

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(g) Qualifications for appointment of referees and judges.

163

164

(h) Qualifications for and appointment of chief inspectors and inspectors and duties and responsibilities of chief

165 inspectors and inspectors with respect to oversight and 166 coordination of activities for each program of matches regulated 167 under this chapter.

168

(i) Designation and duties of a knockdown timekeeper.

(j) Setting fee and reimbursement schedules for referees
and other officials appointed by the commission or the
representative of the commission.

(k) Establishment of criteria for approval, disapproval, 172 173 suspension of approval, and revocation of approval of amateur 174 sanctioning organizations for amateur boxing, kickboxing, and 175 mixed martial arts held in this state, including, but not 176 limited to, the health and safety standards the organizations 177 use before, during, and after the matches to ensure the health, 178 safety, and well-being of the amateurs participating in the matches, including the qualifications and numbers of health care 179 180 personnel required to be present, the qualifications required 181 for referees, and other requirements relating to the health, 182 safety, and well-being of the amateurs participating in the 183 matches. The commission may adopt by rule, or incorporate by reference into rule, the health and safety standards of USA 184 Boxing as the minimum health and safety standards for an amateur 185 boxing sanctioning organization, the health and safety standards 186 983661

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187 of the International Sport Kickboxing Association as the minimum health and safety standards for an amateur kickboxing 188 189 sanctioning organization, and the minimum health and safety 190 standards for an amateur mixed martial arts sanctioning 191 organization. The commission shall review its rules for 192 necessary revision at least every 2 years and may adopt by rule, 193 or incorporate by reference into rule, the then-existing current health and safety standards of USA Boxing and the International 194 195 Sport Kickboxing Association. The commission may adopt emergency 196 rules to administer this paragraph.

(3) The commission shall maintain an office in Tallahassee. At the first meeting of the commission after June 1 of each year, the commission shall select a chair and a vice chair from among its membership. Three members shall constitute a quorum and the concurrence of at least three members is necessary for official commission action.

(4) Three consecutive unexcused absences or absences constituting 50 percent or more of the commission's meetings within any 12-month period shall cause the commission membership of the member in question to become void, and the position shall be considered vacant. The commission shall, by rule, define unexcused absences.

(5) Each commission member shall be accountable to the Governor for the proper performance of duties as a member of the commission. The Governor shall cause to be investigated any 983661

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212 complaint or unfavorable report received by the Governor or the 213 department concerning an action of the commission or any member 214 and shall take appropriate action thereon. The Governor may 215 remove from office any member for malfeasance, unethical 216 conduct, misfeasance, neglect of duty, incompetence, permanent 217 inability to perform official duties, or pleading guilty or nolo 218 contendere to or being found guilty of a felony.

(6) Each member of the commission shall be compensated at the rate of \$50 for each day she or he attends a commission meeting and shall be reimbursed for other expenses as provided in s. 112.061.

(7) The commission shall be authorized to join and participate in the activities of the Association of Boxing Commissions (ABC).

(8) The department shall provide all legal and investigative services necessary to implement this chapter. The department may adopt rules as provided in ss. 120.536(1) and 120.54 to carry out its duties under this chapter.

230 Section 8. Subsection (3) of section 548.043, Florida 231 Statutes, is amended to read:

232

548.043 Weights and classes, limitations; gloves.-

(3) The commission shall establish by rule <u>the need for</u>
gloves, if any, and the weight of any such gloves to be used in
<u>each pugilistic match</u> the appropriate weight of gloves to be
used in each boxing match; however, all participants in boxing
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237 matches shall wear gloves weighing not less than 8 ounces each and participants in mixed martial arts matches shall wear gloves 238 239 weighing 4 to 8 ounces each. Participants shall wear such protective devices as the commission deems necessary. 240 241 Section 9. Subsection (20) of section 561.01, Florida 242 Statutes, is amended to read: 243 561.01 Definitions.-As used in the Beverage Law: (20) "Permit carrier" means a licensee authorized to make 244 deliveries as provided in s. 561.57. 245 246 Section 10. Subsections (1) and (2) of section 561.17, 247 Florida Statutes, are amended, and subsection (5) is added to that section, to read: 248 561.17 License and registration applications; approved 249 250 person.-251 Any person, before engaging in the business of (1)252 manufacturing, bottling, distributing, selling, or in any way 253 dealing in alcoholic beverages, shall file, with the district 254 licensing personnel of the district of the division in which the 255 place of business for which a license is sought is located, a 256 sworn application in the format prescribed by the division. The 257 applicant must be a legal or business entity, person, or persons 258 and must include all persons, officers, shareholders, and directors of such legal or business entity that have a direct or 259 indirect interest in the business seeking to be licensed under 260 261 this part. However, the applicant does not include any person

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262 that derives revenue from the license solely through a contractual relationship with the licensee, the substance of 263 264 which contractual relationship is not related to the control of 265 the sale of alcoholic beverages. Before any application is 266 approved, the division may require the applicant to file a set 267 of fingerprints electronically through an approved electronic 268 fingerprinting vendor or on regular United States Department of 269 Justice forms prescribed by the Florida Department of Law Enforcement for herself or himself and for any person or persons 270 271 interested directly or indirectly with the applicant in the 272 business for which the license is being sought, when required by 273 the division. If the applicant or any person who is interested 274 with the applicant either directly or indirectly in the business 275 or who has a security interest in the license being sought or 276 has a right to a percentage payment from the proceeds of the 277 business, either by lease or otherwise, is not qualified, the 278 division shall deny the application. However, any company regularly traded on a national securities exchange and not over 279 280 the counter; any insurer, as defined in the Florida Insurance 281 Code; or any bank or savings and loan association chartered by 282 this state, another state, or the United States which has an 283 interest, directly or indirectly, in an alcoholic beverage license is not required to obtain the division's approval of its 284 officers, directors, or stockholders or any change of such 285 286 positions or interests. A shopping center with five or more 983661

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287 stores, one or more of which has an alcoholic beverage license and is required under a lease common to all shopping center 288 289 tenants to pay no more than 10 percent of the gross proceeds of 290 the business holding the license to the shopping center, is not 291 considered as having an interest, directly or indirectly, in the 292 license. A performing arts center, as defined in s. 561.01, 293 which has an interest, directly or indirectly, in an alcoholic 294 beverage license is not required to obtain division approval of its volunteer officers or directors or of any change in such 295 296 positions or interests.

297 All applications for any alcoholic beverage license (2)298 must be accompanied by proof of the applicant's right of 299 occupancy for the entire premises sought to be licensed. All 300 applications for alcoholic beverage licenses for consumption on 301 the premises shall be accompanied by a certificate of the 302 Division of Hotels and Restaurants of the Department of Business 303 and Professional Regulation, the Department of Agriculture and 304 Consumer Services, the Department of Health, the Agency for Health Care Administration, or the county health department that 305 306 the place of business wherein the business is to be conducted 307 meets all of the sanitary requirements of the state.

308 (5) Any person or entity licensed or permitted by the 309 division must provide an electronic mail address to the division 310 to function as the primary contact for all communication by the 311 division to the licensee or permittees. Licensees and permittees 983661

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312 are responsible for maintaining accurate contact information on 313 file with the division. 314 Section 11. Paragraph (a) of subsection (2) of section 315 561.20, Florida Statutes, is amended to read: 316 561.20 Limitation upon number of licenses issued.-317 (2) (a) The limitation of the number of licenses as 318 provided in this section does not prohibit the issuance of a 319 special license to: Any bona fide hotel, motel, or motor court of not fewer 320 1. 321 than 80 quest rooms in any county having a population of less 322 than 50,000 residents, and of not fewer than 100 quest rooms in 323 any county having a population of 50,000 residents or greater; 324 or any bona fide hotel or motel located in a historic structure, as defined in s. 561.01(20) s. 561.01(21), with fewer than 100 325 326 quest rooms which derives at least 51 percent of its gross 327 revenue from the rental of hotel or motel rooms, which is licensed as a public lodging establishment by the Division of 328 Hotels and Restaurants; provided, however, that a bona fide 329 330 hotel or motel with no fewer than 10 and no more than 25 quest 331 rooms which is a historic structure, as defined in s. 561.01(20) 332 s. 561.01(21), in a municipality that on the effective date of 333 this act has a population, according to the University of Florida's Bureau of Economic and Business Research Estimates of 334 Population for 1998, of no fewer than 25,000 and no more than 335 35,000 residents and that is within a constitutionally chartered 336 983661

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337 county may be issued a special license. This special license shall allow the sale and consumption of alcoholic beverages only 338 339 on the licensed premises of the hotel or motel. In addition, the 340 hotel or motel must derive at least 60 percent of its gross 341 revenue from the rental of hotel or motel rooms and the sale of 342 food and nonalcoholic beverages; provided that this subparagraph 343 shall supersede local laws requiring a greater number of hotel 344 rooms;

2. Any condominium accommodation of which no fewer than 100 condominium units are wholly rentable to transients and which is licensed under chapter 509, except that the license shall be issued only to the person or corporation that operates the hotel or motel operation and not to the association of condominium owners;

351 3. Any condominium accommodation of which no fewer than 50 352 condominium units are wholly rentable to transients, which is 353 licensed under chapter 509, and which is located in any county having home rule under s. 10 or s. 11, Art. VIII of the State 354 Constitution of 1885, as amended, and incorporated by reference 355 356 in s. 6(e), Art. VIII of the State Constitution, except that the 357 license shall be issued only to the person or corporation that 358 operates the hotel or motel operation and not to the association of condominium owners; 359

360 4. A food service establishment that has 2,500 square feet 361 of service area, is equipped to serve meals to 150 persons at 983661

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362 one time, and derives at least 51 percent of its gross food and 363 beverage revenue from the sale of food and nonalcoholic 364 beverages during the first 120-day 60-day operating period and 365 the first each 12-month operating period thereafter. Subsequent 366 audit timeframes must be based upon the audit percentage 367 established by the most recent audit and conducted on a staggered scale as follows: level 1, 51 percent to 60 percent, 368 every year; level 2, 61 percent to 75 percent, every 2 years; 369 level 3, 76 percent to 90 percent, every 3 years; and level 4, 370 91 percent to 100 percent, every 4 years. A food service 371 372 establishment granted a special license on or after January 1, 1958, pursuant to general or special law may not operate as a 373 374 package store and may not sell intoxicating beverages under such license after the hours of serving or consumption of food have 375 376 elapsed. Failure by a licensee to meet the required percentage 377 of food and nonalcoholic beverage gross revenues during the covered operating period shall result in revocation of the 378 license or denial of the pending license application. A licensee 379 380 whose license is revoked or an applicant whose pending 381 application is denied, or any person required to qualify on the 382 special license application, is ineligible to have any interest 383 in a subsequent application for such a license for a period of 120 days after the date of the final denial or revocation; 384

385 5. Any caterer, deriving at least 51 percent of its gross 386 food and beverage revenue from the sale of food and nonalcoholic 983661

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387 beverages at each catered event, licensed by the Division of Hotels and Restaurants under chapter 509. This subparagraph does 388 389 not apply to a culinary education program, as defined in s. 390 381.0072(2), which is licensed as a public food service 391 establishment by the Division of Hotels and Restaurants and 392 provides catering services. Notwithstanding any law to the 393 contrary, a licensee under this subparagraph shall sell or serve 394 alcoholic beverages only for consumption on the premises of a catered event at which the licensee is also providing prepared 395 396 food, and shall prominently display its license at any catered 397 event at which the caterer is selling or serving alcoholic 398 beverages. A licensee under this subparagraph shall purchase all 399 alcoholic beverages it sells or serves at a catered event from a 400 vendor licensed under s. 563.02(1), s. 564.02(1), or licensed 401 under s. 565.02(1) subject to the limitation imposed in 402 subsection (1), as appropriate. A licensee under this 403 subparagraph may not store any alcoholic beverages to be sold or 404 served at a catered event. Any alcoholic beverages purchased by 405 a licensee under this subparagraph for a catered event that are 406 not used at that event must remain with the customer; provided 407 that if the vendor accepts unopened alcoholic beverages, the 408 licensee may return such alcoholic beverages to the vendor for a credit or reimbursement. Regardless of the county or counties in 409 which the licensee operates, a licensee under this subparagraph 410 411 shall pay the annual state license tax set forth in s. 983661

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412 565.02(1)(b). A licensee under this subparagraph must maintain 413 for a period of 3 years all records and receipts for each 414 catered event, including all contracts, customers' names, event 415 locations, event dates, food purchases and sales, alcoholic 416 beverage purchases and sales, nonalcoholic beverage purchases 417 and sales, and any other records required by the department by 418 rule to demonstrate compliance with the requirements of this 419 subparagraph. Notwithstanding any law to the contrary, any vendor licensed under s. 565.02(1) subject to the limitation 420 421 imposed in subsection (1), may, without any additional licensure under this subparagraph, serve or sell alcoholic beverages for 422 423 consumption on the premises of a catered event at which prepared 424 food is provided by a caterer licensed under chapter 509. If a 425 licensee under this subparagraph also possesses any other 426 license under the Beverage Law, the license issued under this 427 subparagraph shall not authorize the holder to conduct 428 activities on the premises to which the other license or licenses apply that would otherwise be prohibited by the terms 429 430 of that license or the Beverage Law. Nothing in this section 431 shall permit the licensee to conduct activities that are 432 otherwise prohibited by the Beverage Law or local law. The 433 Division of Alcoholic Beverages and Tobacco is hereby authorized to adopt rules to administer the license created in this 434 subparagraph, to include rules governing licensure, 435 436 recordkeeping, and enforcement. The first \$300,000 in fees 983661

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437 collected by the division each fiscal year pursuant to this 438 subparagraph shall be deposited in the Department of Children 439 and Families' Operations and Maintenance Trust Fund to be used 440 only for alcohol and drug abuse education, treatment, and 441 prevention programs. The remainder of the fees collected shall 442 be deposited into the Hotel and Restaurant Trust Fund created 443 pursuant to s. 509.072; or

6. A culinary education program as defined in s.
381.0072(2) which is licensed as a public food service
establishment by the Division of Hotels and Restaurants.

447 This special license shall allow the sale and a. 448 consumption of alcoholic beverages on the licensed premises of the culinary education program. The culinary education program 449 450 shall specify designated areas in the facility where the 451 alcoholic beverages may be consumed at the time of application. 452 Alcoholic beverages sold for consumption on the premises may be 453 consumed only in areas designated pursuant to s. 561.01(11) and 454 may not be removed from the designated area. Such license shall 455 be applicable only in and for designated areas used by the 456 culinary education program.

b. If the culinary education program provides catering
services, this special license shall also allow the sale and
consumption of alcoholic beverages on the premises of a catered
event at which the licensee is also providing prepared food. A
culinary education program that provides catering services is

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462 not required to derive at least 51 percent of its gross revenue 463 from the sale of food and nonalcoholic beverages. 464 Notwithstanding any law to the contrary, a licensee that 465 provides catering services under this sub-subparagraph shall 466 prominently display its beverage license at any catered event at 467 which the caterer is selling or serving alcoholic beverages. 468 Regardless of the county or counties in which the licensee 469 operates, a licensee under this sub-subparagraph shall pay the annual state license tax set forth in s. 565.02(1)(b). A 470 licensee under this sub-subparagraph must maintain for a period 471 472 of 3 years all records required by the department by rule to 473 demonstrate compliance with the requirements of this sub-474 subparagraph.

475 c. If a licensee under this subparagraph also possesses 476 any other license under the Beverage Law, the license issued 477 under this subparagraph does not authorize the holder to conduct 478 activities on the premises to which the other license or licenses apply that would otherwise be prohibited by the terms 479 480 of that license or the Beverage Law. Nothing in this 481 subparagraph shall permit the licensee to conduct activities 482 that are otherwise prohibited by the Beverage Law or local law. 483 Any culinary education program that holds a license to sell alcoholic beverages shall comply with the age requirements set 484 forth in ss. 562.11(4), 562.111(2), and 562.13. 485

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d. The Division of Alcoholic Beverages and Tobacco may
adopt rules to administer the license created in this
subparagraph, to include rules governing licensure,
recordkeeping, and enforcement.

490 e. A license issued pursuant to this subparagraph does not
491 permit the licensee to sell alcoholic beverages by the package
492 for off-premises consumption.

494 However, any license heretofore issued to any such hotel, motel, 495 motor court, or restaurant or hereafter issued to any such 496 hotel, motel, or motor court, including a condominium 497 accommodation, under the general law shall not be moved to a new 498 location, such license being valid only on the premises of such 499 hotel, motel, motor court, or restaurant. Licenses issued to 500 hotels, motels, motor courts, or restaurants under the general 501 law and held by such hotels, motels, motor courts, or 502 restaurants on May 24, 1947, shall be counted in the quota 503 limitation contained in subsection (1). Any license issued for 504 any hotel, motel, or motor court under this law shall be issued 505 only to the owner of the hotel, motel, or motor court or, in the 506 event the hotel, motel, or motor court is leased, to the lessee 507 of the hotel, motel, or motor court; and the license shall remain in the name of the owner or lessee so long as the license 508 is in existence. Any special license now in existence heretofore 509 510 issued under this law cannot be renewed except in the name of 983661

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the owner of the hotel, motel, motor court, or restaurant or, in 511 512 the event the hotel, motel, motor court, or restaurant is 513 leased, in the name of the lessee of the hotel, motel, motor 514 court, or restaurant in which the license is located and must 515 remain in the name of the owner or lessee so long as the license 516 is in existence. Any license issued under this section shall be 517 marked "Special," and nothing herein provided shall limit, 518 restrict, or prevent the issuance of a special license for any restaurant or motel which shall hereafter meet the requirements 519 of the law existing immediately prior to the effective date of 520 521 this act, if construction of such restaurant has commenced prior 522 to the effective date of this act and is completed within 30 523 days thereafter, or if an application is on file for such 524 special license at the time this act takes effect; and any such 525 licenses issued under this proviso may be annually renewed as 526 now provided by law. Nothing herein prevents an application for 527 transfer of a license to a bona fide purchaser of any hotel, motel, motor court, or restaurant by the purchaser of such 528 529 facility or the transfer of such license pursuant to law.

530 Section 12. Subsection (4) of section 561.42, Florida 531 Statutes, is amended to read:

532 561.42 Tied house evil; financial aid and assistance to 533 vendor by manufacturer, distributor, importer, primary American 534 source of supply, brand owner or registrant, or any broker,

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535 sales agent, or sales person thereof, prohibited; procedure for 536 enforcement; exception.-

537 (4) Before the division shall so declare and prohibit such 538 sales to such vendor, it shall, within 2 days after receipt of 539 such notice, the division shall give $\frac{1}{1000}$ notice to such 540 vendor by electronic mail of the receipt by the division of such 541 notification of delinquency and such vendor shall be directed to forthwith make payment thereof or, upon failure to do so, to 542 show cause before the division why further sales to such vendor 543 544 shall not be prohibited. Good and sufficient cause to prevent 545 such action by the division may be made by showing payment, 546 failure of consideration, or any other defense which would be considered sufficient in a common-law action. The vendor shall 547 have 5 days after service receipt of such notice via electronic 548 549 mail within which to show such cause, and he or she may demand a 550 hearing thereon, provided he or she does so in writing within 551 said 5 days, such written demand to be delivered to the division either in person, by electronic mail, or by due course of mail 552 553 within such 5 days. If no such demand for hearing is made, the 554 division shall thereupon declare in writing to such vendor and 555 to all manufacturers and distributors within the state that all 556 further sales to such vendor are prohibited until such time as the division certifies in writing that such vendor has fully 557 paid for all liquors previously purchased. In the event such 558 prohibition of sales and declaration thereof to the vendor, 559 983661

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560 manufacturers, and distributors is ordered by the division, the 561 vendor may seek review of such decision by the Department of 562 Business and Professional Regulation within 5 days. In the event 563 application for such review is filed within such time, such 564 prohibition of sales shall not be made, published, or declared 565 until final disposition of such review by the department.

566 Section 13. Subsection (2) of section 561.55, Florida 567 Statutes, is amended to read:

568 561.55 Manufacturers', distributors', brokers', sales 569 agents', importers', vendors', and exporters' records and 570 reports.-

571 (2) Each manufacturer, distributor, broker, sales agent, 572 and importer shall make a full and complete report by the 10th 573 day of each month for the previous calendar month. The report 574 must be shall be made out in triplicate; two copies shall be 575 sent to the division, and the third copy shall be retained for 576 the manufacturer's, distributor's, broker's, sales agent's, or 577 importer's record. Reports shall be made on forms prepared and 578 furnished by the division and filed with the division through 579 the division's electronic data submission system.

580 Section 14. Section 562.455, Florida Statutes, is amended 581 to read:

582 562.455 Adulterating liquor; penalty.—Whoever adulterates, 583 for the purpose of sale, any liquor, used or intended for drink, 584 with cocculus indicus, vitriol, grains of paradise, opium, alum, 983661

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585 capsicum, copperas, laurel water, logwood, brazil wood, 586 cochineal, sugar of lead, or any other substance which is 587 poisonous or injurious to health, and whoever knowingly sells 588 any liquor so adulterated, <u>commits</u> shall be guilty of a felony 589 of the third degree, punishable as provided in s. 775.082, s. 590 775.083, or s. 775.084.

591 Section 15. Subsection (4) of section 627.714, Florida 592 Statutes, is amended to read:

593 627.714 Residential condominium unit owner coverage; loss 594 assessment coverage required.-

595 (4) Every individual unit owner's residential property 596 policy must contain a provision stating that the coverage 597 afforded by such policy is excess coverage over the amount 598 recoverable under any other policy covering the same property. 599 If a condominium association's insurance policy does not provide 600 rights for subrogation against the unit owners in the 601 association, an insurance policy issued to an individual unit 602 owner located in the association may not provide rights of 603 subrogation against the condominium association. Section 16. Section 712.065, Florida Statutes, is created 604

605 to read:

606 712.065 Extinguishment of discriminatory restrictions.-

607 (1) As used in this section, the term "discriminatory

608 <u>restriction" means a provision in a t</u>itle transaction recorded

609 <u>in the state which restricts the ownership, occupancy, or use of</u> 983661

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610	any real property in this state by any natural person on the
611	basis of a characteristic that has been held, or is held after
612	July 1, 2020, by the United States Supreme Court or the Florida
613	Supreme Court to be protected against discrimination under the
614	Fourteenth Amendment to the United States Constitution or under
615	s. 2, Art. I of the State Constitution, including race, color,
616	national origin, religion, gender, or physical disability.
617	(2) A discriminatory restriction is not enforceable in the
618	state, and a discriminatory restriction contained in a title
619	transaction recorded in the state is unlawful, unenforceable,
620	and void. A discriminatory restriction contained in a previously
621	recorded title transaction is extinguished and severed from the
622	recorded title transaction and the remainder of the title
623	transaction remains enforceable and effective. The recording of
624	a notice preserving or protecting interests or rights under s.
625	712.06 does not reimpose or preserve a discriminatory
626	restriction that is extinguished under this section.
627	(3) Upon request of a parcel owner, a discriminatory
628	restriction appearing in a covenant or restriction affecting the
629	parcel may be removed from the covenant or restriction by an
630	amendment approved by a majority vote of the board of directors
631	of the respective property owners' association or an owners'
632	association in which all owners may voluntarily join,
633	notwithstanding any other requirements for approval of an
634	amendment of the covenant or restriction. Unless the amendment
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635	also changes other provisions of the covenant or restriction,
636	the recording of an amendment removing a discriminatory
637	restriction does not constitute a title transaction occurring
638	after the root of title for purposes of s. 712.03(4).
639	Section 17. Paragraph (a) of subsection (1), subsection
640	(3), and paragraphs (a), (b), (c), (f), and (g) of subsection
641	(12) of section 718.111, Florida Statutes, are amended to read:
642	718.111 The association
643	(1) CORPORATE ENTITY
644	(a) The operation of the condominium shall be by the
645	association, which must be a Florida corporation for profit or a
646	Florida corporation not for profit. However, any association
647	which was in existence on January 1, 1977, need not be
648	incorporated. The owners of units shall be shareholders or
649	members of the association. The officers and directors of the
650	association have a fiduciary relationship to the unit owners. It
651	is the intent of the Legislature that nothing in this paragraph
652	shall be construed as providing for or removing a requirement of
653	a fiduciary relationship between any manager employed by the
654	association and the unit owners. An officer, director, or
655	manager may not solicit, offer to accept, or accept any thing or
656	service of value or kickback for which consideration has not
657	been provided for his or her own benefit or that of his or her
658	immediate family, from any person providing or proposing to
659	provide goods or services to the association. Any such officer,
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660 director, or manager who knowingly so solicits, offers to 661 accept, or accepts any thing or service of value or kickback is 662 subject to a civil penalty pursuant to s. 718.501(2)(d) s. 718.501(1)(d) and, if applicable, a criminal penalty as provided 663 664 in paragraph (d). However, this paragraph does not prohibit an 665 officer, director, or manager from accepting services or items received in connection with trade fairs or education programs. 666 667 An association may operate more than one condominium.

668 (3) POWER TO MANAGE CONDOMINIUM PROPERTY AND TO CONTRACT,669 SUE, AND BE SUED; CONFLICT OF INTEREST.-

670 <u>(a)</u> The association may contract, sue, or be sued with 671 respect to the exercise or nonexercise of its powers. For these 672 purposes, the powers of the association include, but are not 673 limited to, the maintenance, management, and operation of the 674 condominium property.

675 (b) After control of the association is obtained by unit 676 owners other than the developer, the association may:

677 1. Institute, maintain, settle, or appeal actions or 678 hearings in its name on behalf of all unit owners concerning 679 matters of common interest to most or all unit owners, 680 including, but not limited to, the common elements; the roof and 681 structural components of a building or other improvements; mechanical, electrical, and plumbing elements serving an 682 improvement or a building; representations of the developer 683 pertaining to any existing or proposed commonly used facilities; 684 983661

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685 2. Protest and protesting ad valorem taxes on commonly 686 used facilities and on units; and may 687 3. Defend actions pertaining to ad valorem taxation of commonly used facilities or units or related to in eminent 688 689 domain; or 690 4. Bring inverse condemnation actions. 691 (C) If the association has the authority to maintain a class action, the association may be joined in an action as 692 representative of that class with reference to litigation and 693 694 disputes involving the matters for which the association could 695 bring a class action. 696 (d) The association, in its own name or on behalf of some 697 or all unit owners, may institute, file, protest, maintain, or defend any administrative challenge, lawsuit, appeal, or other 698 699 challenge to ad valorem taxes assessed on units, commonly used 700 facilities, or common elements. Other than as provided in s.

701 <u>194.181(2)(c)1., the affected association members are not</u> 702 <u>necessary or indispensable parties to such actions.</u> This 703 <u>paragraph is intended to clarify existing law and applies to</u> 704 <u>cases pending on July 1, 2020.</u>

705 (e) Nothing herein limits any statutory or common-law 706 right of any individual unit owner or class of unit owners to 707 bring any action without participation by the association which 708 may otherwise be available.

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709 (f) An association may not hire an attorney who represents
 710 the management company of the association.

711

(12) OFFICIAL RECORDS.-

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

715 1. A copy of the plans, permits, warranties, and other
716 items provided by the developer <u>under pursuant to</u> s. 718.301(4).

717 2. A photocopy of the recorded declaration of condominium
718 of each condominium operated by the association and each
719 amendment to each declaration.

3. A photocopy of the recorded bylaws of the associationand each amendment to the bylaws.

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

725

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

6. A book or books that contain the minutes of all
meetings of the association, the board of administration, and
the unit owners.

729 7. A current roster of all unit owners and their mailing 730 addresses, unit identifications, voting certifications, and, if 731 known, telephone numbers. The association shall also maintain 732 the e-mail addresses and facsimile numbers of unit owners 733 consenting to receive notice by electronic transmission. The e-983661

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734 mail addresses and facsimile numbers are not accessible to unit 735 owners if consent to receive notice by electronic transmission 736 is not provided in accordance with sub-subparagraph (c)3.e. 737 However, the association is not liable for an inadvertent 738 disclosure of the e-mail address or facsimile number for 739 receiving electronic transmission of notices.

740 8. All current insurance policies of the association and741 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.

746 10. Bills of sale or transfer for all property owned by747 the association.

748 11. Accounting records for the association and separate 749 accounting records for each condominium that the association 750 operates. Any person who knowingly or intentionally defaces or 751 destroys such records, or who knowingly or intentionally fails 752 to create or maintain such records, with the intent of causing 753 harm to the association or one or more of its members, is 754 personally subject to a civil penalty under s. 718.501(2)(d) 755 pursuant to s. 718.501(1)(d). The accounting records must 756 include, but are not limited to:

757 a. Accurate, itemized, and detailed records of all758 receipts and expenditures.

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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.

763 c. All audits, reviews, accounting statements, and764 financial reports of the association or condominium.

d. All contracts for work to be performed. Bids for work
to be performed are also considered official records and must be
maintained by the association <u>for at least 1 year after receipt</u>
of the bid.

769 12. Ballots, sign-in sheets, voting proxies, and all other 770 papers and electronic records relating to voting by unit owners, 771 which must be maintained for 1 year from the date of the 772 election, vote, or meeting to which the document relates, 773 notwithstanding paragraph (b).

774 13. All rental records if the association is acting as775 agent for the rental of condominium units.

776 14. A copy of the current question and answer sheet as777 described in s. 718.504.

778 15. All other written records of the association not
779 specifically included in the foregoing which are related to the
780 operation of the association.

781 16. A copy of the inspection report as described in s.782 718.301(4)(p).

783 17. Bids for materials, equipment, or services. 983661

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784 The official records specified in subparagraphs (a)1.-(b) 785 6. must be permanently maintained from the inception of the 786 association. Bids for work to be performed or for materials, equipment, or services must be maintained for at least 1 year 787 788 after receipt of the bid. All other official records must be 789 maintained within the state for at least 7 years, unless 790 otherwise provided by general law. All official records must be 791 maintained in a manner and format determined by the division so 792 that the records are easily accessible for inspection. The 793 records of the association shall be made available to a unit 794 owner within 45 miles of the condominium property or within the 795 county in which the condominium property is located within 10 796 working days after receipt of a written request by the board or 797 its designee. However, such distance requirement does not apply 798 to an association governing a timeshare condominium. This 799 paragraph may be complied with by having a copy of the official 800 records of the association available for inspection or copying 801 on the condominium property or association property, or the 802 association may offer the option of making the records available 803 to a unit owner electronically via the Internet or by allowing 804 the records to be viewed in electronic format on a computer 805 screen and printed upon request. The association is not responsible for the use or misuse of the information provided to 806 807 an association member or his or her authorized representative in pursuant to the compliance with requirements of this chapter 808 983661

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809 unless the association has an affirmative duty not to disclose 810 such information under pursuant to this chapter.

The official records of the association are open to 811 (c)1. 812 inspection by any association member or the authorized 813 representative of such member at all reasonable times. The right 814 to inspect the records includes the right to make or obtain 815 copies, at the reasonable expense, if any, of the member or authorized representative of such member. A renter of a unit 816 817 only has a right to inspect and copy the declaration of 818 condominium and association's bylaws and rules. The association 819 must provide a checklist to the member or the authorized representative of such member of all records that are made 820 821 available for inspection and copying in response to a written 822 request. If any or all of the association's official records are 823 not available, such records must be identified on the checklist 824 provided to the person requesting the records. The checklist 825 must be signed by a manager licensed under part VIII of chapter 826 468 certifying that the checklist is accurate to the best of his 827 or her knowledge and belief or the association must provide the 828 person requesting the records a sworn affidavit attesting to the 829 veracity of the checklist executed by the person responding to 830 the written request on behalf of the association. The association must maintain a copy of the checklist and affidavit, 831 832 if required, for at least 7 years. Delivery of the checklist and affidavit, if required, to the person requesting the records 833 983661

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834 creates a rebuttable presumption that the association complied 835 with this paragraph. The association may adopt reasonable rules 836 regarding the frequency, time, location, notice, and manner of 837 record inspections and copying, but may not require a member to 838 demonstrate any purpose or state any reason for the inspection. The failure of an association to provide the records within 10 839 840 working days after receipt of a written request creates a 841 rebuttable presumption that the association willfully failed to comply with this paragraph. A unit owner who is denied access to 842 843 official records is entitled to the actual damages or minimum 844 damages for the association's willful failure to comply. Minimum 845 damages are \$50 per calendar day for up to 10 days, beginning on 846 the 11th working day after receipt of the written request. The failure to permit inspection entitles any person prevailing in 847 848 an enforcement action to recover reasonable attorney fees from 849 the person in control of the records who, directly or 850 indirectly, knowingly denied access to the records.

2. Any person who knowingly or intentionally defaces or destroys accounting records that are required by this chapter to be maintained during the period for which such records are required to be maintained, or who knowingly or intentionally fails to create or maintain accounting records that are required to be created or maintained, with the intent of causing harm to the association or one or more of its members, is personally

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858 subject to a civil penalty <u>under s. 718.501(2)(d)</u> pursuant to s. 859 718.501(1)(d).

860 3. The association shall maintain an adequate number of copies of the declaration, articles of incorporation, bylaws, 861 862 and rules, and all amendments to each of the foregoing, as well as the question and answer sheet as described in s. 718.504 and 863 864 year-end financial information required under this section, on 865 the condominium property to ensure their availability to unit owners and prospective purchasers, and may charge its actual 866 867 costs for preparing and furnishing these documents to those 868 requesting the documents. An association shall allow a member or 869 his or her authorized representative to use a portable device, 870 including a smartphone, tablet, portable scanner, or any other 871 technology capable of scanning or taking photographs, to make an 872 electronic copy of the official records in lieu of the 873 association's providing the member or his or her authorized 874 representative with a copy of such records. The association may not charge a member or his or her authorized representative for 875 the use of a portable device. Notwithstanding this paragraph, 876 877 the following records are not accessible to unit owners:

a. Any record protected by the lawyer-client privilege as
described in s. 90.502 and any record protected by the workproduct privilege, including a record prepared by an association
attorney or prepared at the attorney's express direction, which
reflects a mental impression, conclusion, litigation strategy,
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883 or legal theory of the attorney or the association, and which 884 was prepared exclusively for civil or criminal litigation or for 885 adversarial administrative proceedings, or which was prepared in 886 anticipation of such litigation or proceedings until the 887 conclusion of the litigation or proceedings.

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

c. Personnel records of association or management company employees, including, but not limited to, disciplinary, payroll, health, and insurance records. For purposes of this subsubparagraph, the term "personnel records" does not include written employment agreements with an association employee or management company, or budgetary or financial records that indicate the compensation paid to an association employee.

898

d. Medical records of unit owners.

899 Social security numbers, driver license numbers, credit e. card numbers, e-mail addresses, telephone numbers, facsimile 900 901 numbers, emergency contact information, addresses of a unit 902 owner other than as provided to fulfill the association's notice 903 requirements, and other personal identifying information of any 904 person, excluding the person's name, unit designation, mailing address, property address, and any address, e-mail address, or 905 facsimile number provided to the association to fulfill the 906 907 association's notice requirements. Notwithstanding the 983661

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908 restrictions in this sub-subparagraph, an association may print 909 and distribute to unit parcel owners a directory containing the 910 name, unit parcel address, and all telephone numbers of each 911 unit parcel owner. However, an owner may exclude his or her 912 telephone numbers from the directory by so requesting in writing 913 to the association. An owner may consent in writing to the disclosure of other contact information described in this sub-914 915 subparagraph. The association is not liable for the inadvertent disclosure of information that is protected under this sub-916 917 subparagraph if the information is included in an official 918 record of the association and is voluntarily provided by an 919 owner and not requested by the association.

920 f. Electronic security measures that are used by the 921 association to safeguard data, including passwords.

g. The software and operating system used by the
association which allow the manipulation of data, even if the
owner owns a copy of the same software used by the association.
The data is part of the official records of the association.

926 (f) An outgoing board or committee member must relinquish 927 all official records and property of the association in his or 928 her possession or under his or her control to the incoming board 929 within 5 days after the election. The division shall impose a 930 civil penalty as set forth in <u>s. 718.501(2)(d)6.</u> s. 931 718.501(1)(d)6. against an outgoing board or committee member

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932 who willfully and knowingly fails to relinquish such records and 933 property.

(g)1. By January 1, 2019, an association managing a condominium with 150 or more units which does not contain timeshare units shall post digital copies of the documents specified in subparagraph 2. on its website <u>or make such</u> <u>documents available through an application that can be</u> downloaded on a mobile device.

940a. The association's website or application must be:941(I) An independent website, application, or web portal

wholly owned and operated by the association; or

943 (II) A website, application, or web portal operated by a 944 third-party provider with whom the association owns, leases, 945 rents, or otherwise obtains the right to operate a web page, 946 subpage, web portal, or collection of subpages or web portals, 947 <u>or application which is</u> dedicated to the association's 948 activities and on which required notices, records, and documents 949 may be posted or made available by the association.

b. The association's website <u>or application</u> must be
accessible through the Internet and must contain a subpage, web
portal, or other protected electronic location that is
inaccessible to the general public and accessible only to unit
owners and employees of the association.

955 c. Upon a unit owner's written request, the association 956 must provide the unit owner with a username and password and 983661

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957 access to the protected sections of the association's website or 958 <u>application</u> that contain any notices, records, or documents that 959 must be electronically provided.

960 2. A current copy of the following documents must be 961 posted in digital format on the association's website <u>or</u> 962 application:

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.

968 c. The articles of incorporation of the association, or 969 other documents creating the association, and each amendment <u>to</u> 970 <u>the articles of incorporation or other documents</u> thereto. The 971 copy posted pursuant to this sub-subparagraph must be a copy of 972 the articles of incorporation filed with the Department of 973 State.

974

d. The rules of the association.

975 A list of all executory contracts or documents to which e. 976 the association is a party or under which the association or the 977 unit owners have an obligation or responsibility and, after 978 bidding for the related materials, equipment, or services has closed, a list of bids received by the association within the 979 past year. Summaries of bids for materials, equipment, or 980 services which exceed \$500 must be maintained on the website or 981 983661

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982 <u>application</u> for 1 year. In lieu of summaries, complete copies of 983 the bids may be posted.

984 f. The annual budget required by s. 718.112(2)(f) and any 985 proposed budget to be considered at the annual meeting.

986 g. The financial report required by subsection (13) and 987 any monthly income or expense statement to be considered at a 988 meeting.

989 h. The certification of each director required by s.990 718.112(2)(d)4.b.

991 i. All contracts or transactions between the association 992 and any director, officer, corporation, firm, or association 993 that is not an affiliated condominium association or any other 994 entity in which an association director is also a director or 995 officer and financially interested.

996 j. Any contract or document regarding a conflict of 997 interest or possible conflict of interest as provided in ss. 998 468.436(2)(b)6. and 718.3027(3).

999 The notice of any unit owner meeting and the agenda for k. 1000 the meeting, as required by s. 718.112(2)(d)3., no later than 14 days before the meeting. The notice must be posted in plain view 1001 1002 on the front page of the website or application, or on a 1003 separate subpage of the website or application labeled "Notices" which is conspicuously visible and linked from the front page. 1004 The association must also post on its website or application any 1005 document to be considered and voted on by the owners during the 1006 983661

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1007 meeting or any document listed on the agenda at least 7 days 1008 before the meeting at which the document or the information 1009 within the document will be considered.

1010 1. Notice of any board meeting, the agenda, and any other 1011 document required for the meeting as required by s. 1012 718.112(2)(c), which must be posted no later than the date 1013 required for notice under pursuant to s. 718.112(2)(c).

The association shall ensure that the information and 1014 3. records described in paragraph (c), which are not allowed to be 1015 1016 accessible to unit owners, are not posted on the association's website or application. If protected information or information 1017 1018 restricted from being accessible to unit owners is included in 1019 documents that are required to be posted on the association's 1020 website or application, the association shall ensure the 1021 information is redacted before posting the documents online. 1022 Notwithstanding the foregoing, the association or its agent is 1023 not liable for disclosing information that is protected or 1024 restricted under pursuant to this paragraph unless such 1025 disclosure was made with a knowing or intentional disregard of 1026 the protected or restricted nature of such information.

1027 4. The failure of the association to post information
1028 required under subparagraph 2. is not in and of itself
1029 sufficient to invalidate any action or decision of the
1030 association's board or its committees.

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1031 Section 18. Paragraphs (d), (i), (j), (k), and (p) of 1032 subsection (2) of section 718.112, Florida Statutes, are 1033 amended, and paragraph (c) is added to subsection (1) of that 1034 section, to read:

1035

1036

718.112 Bylaws.-

(1) GENERALLY.-

1037(c) The association may extinguish a discriminatory1038restriction as provided under s. 712.065.

1039 (2) REQUIRED PROVISIONS.—The bylaws shall provide for the 1040 following and, if they do not do so, shall be deemed to include 1041 the following:

1042

(d) Unit owner meetings.-

1043 1. An annual meeting of the unit owners must be held at 1044 the location provided in the association bylaws and, if the 1045 bylaws are silent as to the location, the meeting must be held 1046 within 45 miles of the condominium property. However, such 1047 distance requirement does not apply to an association governing 1048 a timeshare condominium.

1049 2. Unless the bylaws provide otherwise, a vacancy on the 1050 board caused by the expiration of a director's term must be 1051 filled by electing a new board member, and the election must be 1052 by secret ballot. An election is not required if the number of vacancies equals or exceeds the number of candidates. For 1053 1054 purposes of this paragraph, the term "candidate" means an 1055 eligible person who has timely submitted the written notice, as 983661

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1056 described in sub-subparagraph 4.a., of his or her intention to 1057 become a candidate. Except in a timeshare or nonresidential 1058 condominium, or if the staggered term of a board member does not 1059 expire until a later annual meeting, or if all members' terms 1060 would otherwise expire but there are no candidates, the terms of 1061 all board members expire at the annual meeting, and such members 1062 may stand for reelection unless prohibited by the bylaws. Board 1063 members may serve terms longer than 1 year if permitted by the 1064 bylaws or articles of incorporation. A board member may not 1065 serve more than 8 consecutive years unless approved by an affirmative vote of unit owners representing two-thirds of all 1066 votes cast in the election or unless there are not enough 1067 eligible candidates to fill the vacancies on the board at the 1068 1069 time of the vacancy. Only board service that occurs on or after 1070 July 1, 2018, may be used when calculating a board member's term 1071 limit. If the number of board members whose terms expire at the 1072 annual meeting equals or exceeds the number of candidates, the 1073 candidates become members of the board effective upon the 1074 adjournment of the annual meeting. Unless the bylaws provide 1075 otherwise, any remaining vacancies shall be filled by the 1076 affirmative vote of the majority of the directors making up the 1077 newly constituted board even if the directors constitute less than a quorum or there is only one director. In a residential 1078 condominium association of more than 10 units or in a 1079 residential condominium association that does not include 1080 983661

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1081 timeshare units or timeshare interests, co-owners of a unit may not serve as members of the board of directors at the same time 1082 1083 unless they own more than one unit or unless there are not 1084 enough eligible candidates to fill the vacancies on the board at 1085 the time of the vacancy. A unit owner in a residential 1086 condominium desiring to be a candidate for board membership must 1087 comply with sub-subparagraph 4.a. and must be eligible to be a candidate to serve on the board of directors at the time of the 1088 deadline for submitting a notice of intent to run in order to 1089 1090 have his or her name listed as a proper candidate on the ballot 1091 or to serve on the board. A person who has been suspended or 1092 removed by the division under this chapter, or who is delinquent 1093 in the payment of any monetary obligation due to the 1094 association, is not eligible to be a candidate for board 1095 membership and may not be listed on the ballot. A person who has 1096 been convicted of any felony in this state or in a United States 1097 District or Territorial Court, or who has been convicted of any 1098 offense in another jurisdiction which would be considered a 1099 felony if committed in this state, is not eligible for board 1100 membership unless such felon's civil rights have been restored 1101 for at least 5 years as of the date such person seeks election 1102 to the board. The validity of an action by the board is not affected if it is later determined that a board member is 1103 1104 ineligible for board membership due to having been convicted of

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1105 a felony. This subparagraph does not limit the term of a member 1106 of the board of a nonresidential or timeshare condominium.

1107 3. The bylaws must provide the method of calling meetings 1108 of unit owners, including annual meetings. Written notice of an 1109 annual meeting must include an agenda;, must be mailed, hand 1110 delivered, or electronically transmitted to each unit owner at 1111 least 14 days before the annual meeting; τ and must be posted in 1112 a conspicuous place on the condominium property at least 14 1113 continuous days before the annual meeting. Written notice of a 1114 meeting other than an annual meeting must include an agenda; be mailed, hand delivered, or electronically transmitted to each 1115 1116 unit owner; and be posted in a conspicuous place on the 1117 condominium property in accordance with the minimum period of 1118 time for posting a notice as set forth in the bylaws, and if the 1119 bylaws do not provide such notice requirements, then at least 14 continuous days before the meeting. Upon notice to the unit 1120 1121 owners, the board shall, by duly adopted rule, designate a 1122 specific location on the condominium property where all notices 1123 of unit owner meetings must be posted. This requirement does not 1124 apply if there is no condominium property for posting notices. 1125 In lieu of, or in addition to, the physical posting of meeting notices, the association may, by reasonable rule, adopt a 1126 procedure for conspicuously posting and repeatedly broadcasting 1127 the notice and the agenda on a closed-circuit cable television 1128 1129 system serving the condominium association. However, if 983661

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1130 broadcast notice is used in lieu of a notice posted physically 1131 on the condominium property, the notice and agenda must be 1132 broadcast at least four times every broadcast hour of each day 1133 that a posted notice is otherwise required under this section. 1134 If broadcast notice is provided, the notice and agenda must be broadcast in a manner and for a sufficient continuous length of 1135 1136 time so as to allow an average reader to observe the notice and 1137 read and comprehend the entire content of the notice and the 1138 agenda. In addition to any of the authorized means of providing 1139 notice of a meeting of the board, the association may, by rule, adopt a procedure for conspicuously posting the meeting notice 1140 1141 and the agenda on a website serving the condominium association 1142 for at least the minimum period of time for which a notice of a 1143 meeting is also required to be physically posted on the condominium property. Any rule adopted shall, in addition to 1144 other matters, include a requirement that the association send 1145 1146 an electronic notice in the same manner as a notice for a 1147 meeting of the members, which must include a hyperlink to the 1148 website where the notice is posted, to unit owners whose e-mail 1149 addresses are included in the association's official records. 1150 Unless a unit owner waives in writing the right to receive 1151 notice of the annual meeting, such notice must be hand 1152 delivered, mailed, or electronically transmitted to each unit owner. Notice for meetings and notice for all other purposes 1153 1154 must be mailed to each unit owner at the address last furnished 983661

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to the association by the unit owner, or hand delivered to each 1155 unit owner. However, if a unit is owned by more than one person, 1156 1157 the association must provide notice to the address that the 1158 developer identifies for that purpose and thereafter as one or 1159 more of the owners of the unit advise the association in 1160 writing, or if no address is given or the owners of the unit do 1161 not agree, to the address provided on the deed of record. An 1162 officer of the association, or the manager or other person 1163 providing notice of the association meeting, must provide an 1164 affidavit or United States Postal Service certificate of mailing, to be included in the official records of the 1165 1166 association affirming that the notice was mailed or hand 1167 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.

1175 a. At least 60 days before a scheduled election, the 1176 association shall mail, deliver, or electronically transmit, by 1177 separate association mailing or included in another association 1178 mailing, delivery, or transmission, including regularly 1179 published newsletters, to each unit owner entitled to a vote, a 983661

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1180 first notice of the date of the election. A unit owner or other eligible person desiring to be a candidate for the board must 1181 1182 give written notice of his or her intent to be a candidate to 1183 the association at least 40 days before a scheduled election. 1184 Together with the written notice and agenda as set forth in 1185 subparagraph 3., the association shall mail, deliver, or 1186 electronically transmit a second notice of the election to all 1187 unit owners entitled to vote, together with a ballot that lists 1188 all candidates not less than 14 days or more than 34 days before 1189 the date of the election. Upon request of a candidate, an information sheet, no larger than 8 1/2 inches by 11 inches, 1190 1191 which must be furnished by the candidate at least 35 days before 1192 the election, must be included with the mailing, delivery, or 1193 transmission of the ballot, with the costs of mailing, delivery, 1194 or electronic transmission and copying to be borne by the association. The association is not liable for the contents of 1195 1196 the information sheets prepared by the candidates. In order to 1197 reduce costs, the association may print or duplicate the 1198 information sheets on both sides of the paper. The division 1199 shall by rule establish voting procedures consistent with this 1200 sub-subparagraph, including rules establishing procedures for 1201 giving notice by electronic transmission and rules providing for the secrecy of ballots. Elections shall be decided by a 1202 plurality of ballots cast. There is no quorum requirement; 1203 1204 however, at least 20 percent of the eligible voters must cast a 983661

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1205 ballot in order to have a valid election. A unit owner may not 1206 authorize any other person to vote his or her ballot, and any 1207 ballots improperly cast are invalid. A unit owner who violates 1208 this provision may be fined by the association in accordance with s. 718.303. A unit owner who needs assistance in casting 1209 1210 the ballot for the reasons stated in s. 101.051 may obtain such 1211 assistance. The regular election must occur on the date of the 1212 annual meeting. Notwithstanding this sub-subparagraph, an 1213 election is not required unless more candidates file notices of 1214 intent to run or are nominated than board vacancies exist.

b. Within 90 days after being elected or appointed to the 1215 1216 board of an association of a residential condominium, each newly 1217 elected or appointed director shall certify in writing to the 1218 secretary of the association that he or she has read the 1219 association's declaration of condominium, articles of 1220 incorporation, bylaws, and current written policies; that he or 1221 she will work to uphold such documents and policies to the best 1222 of his or her ability; and that he or she will faithfully 1223 discharge his or her fiduciary responsibility to the 1224 association's members. In lieu of this written certification, within 90 days after being elected or appointed to the board, 1225 1226 the newly elected or appointed director may submit a certificate 1227 of having satisfactorily completed the educational curriculum administered by a division-approved condominium education 1228 1229 provider within 1 year before or 90 days after the date of 983661

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1230 election or appointment. The written certification or educational certificate is valid and does not have to be 1231 1232 resubmitted as long as the director serves on the board without 1233 interruption. A director of an association of a residential 1234 condominium who fails to timely file the written certification 1235 or educational certificate is suspended from service on the 1236 board until he or she complies with this sub-subparagraph. The 1237 board may temporarily fill the vacancy during the period of 1238 suspension. The secretary shall cause the association to retain a director's written certification or educational certificate 1239 for inspection by the members for 5 years after a director's 1240 1241 election or the duration of the director's uninterrupted tenure, 1242 whichever is longer. Failure to have such written certification 1243 or educational certificate on file does not affect the validity 1244 of any board action.

1245 c. Any challenge to the election process must be commenced1246 within 60 days after the election results are announced.

1247 Any approval by unit owners called for by this chapter 5. 1248 or the applicable declaration or bylaws, including, but not 1249 limited to, the approval requirement in s. 718.111(8), must be 1250 made at a duly noticed meeting of unit owners and is subject to all requirements of this chapter or the applicable condominium 1251 1252 documents relating to unit owner decisionmaking, except that unit owners may take action by written agreement, without 1253 1254 meetings, on matters for which action by written agreement 983661

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1255 without meetings is expressly allowed by the applicable bylaws 1256 or declaration or any law that provides for such action.

1257 6. Unit owners may waive notice of specific meetings if 1258 allowed by the applicable bylaws or declaration or any law. 1259 Notice of meetings of the board of administration, unit owner 1260 meetings, except unit owner meetings called to recall board 1261 members under paragraph (j), and committee meetings may be given 1262 by electronic transmission to unit owners who consent to receive 1263 notice by electronic transmission. A unit owner who consents to 1264 receiving notices by electronic transmission is solely responsible for removing or bypassing filters that block receipt 1265 1266 of mass e-mails emails sent to members on behalf of the 1267 association in the course of giving electronic notices.

1268 7. Unit owners have the right to participate in meetings 1269 of unit owners with reference to all designated agenda items. 1270 However, the association may adopt reasonable rules governing 1271 the frequency, duration, and manner of unit owner participation.

1272 8. A unit owner may tape record or videotape a meeting of 1273 the unit owners subject to reasonable rules adopted by the 1274 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 a quorum, or by the sole remaining director. In the alternative, 983661

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1280 a board may hold an election to fill the vacancy, in which case 1281 the election procedures must conform to sub-subparagraph 4.a. 1282 unless the association governs 10 units or fewer and has opted 1283 out of the statutory election process, in which case the bylaws 1284 of the association control. Unless otherwise provided in the 1285 bylaws, a board member appointed or elected under this section 1286 shall fill the vacancy for the unexpired term of the seat being 1287 filled. Filling vacancies created by recall is governed by 1288 paragraph (j) and rules adopted by the division.

1289 10. This chapter does not limit the use of general or 1290 limited proxies, require the use of general or limited proxies, 1291 or require the use of a written ballot or voting machine for any 1292 agenda item or election at any meeting of a timeshare 1293 condominium association or nonresidential condominium 1294 association.

1296 Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an 1297 association of 10 or fewer units may, by affirmative vote of a 1298 majority of the total voting interests, provide for different 1299 voting and election procedures in its bylaws, which may be by a 1300 proxy specifically delineating the different voting and election 1301 procedures. The different voting and election procedures may 1302 provide for elections to be conducted by limited or general 1303 proxy.

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1304 (i) Transfer fees.-An association may not no charge a fee shall be made by the association or any body thereof in 1305 1306 connection with the sale, mortgage, lease, sublease, or other 1307 transfer of a unit unless the association is required to approve 1308 such transfer and a fee for such approval is provided for in the 1309 declaration, articles, or bylaws. Any such fee may be preset, 1310 but may not in no event may such fee exceed \$150 \$100 per 1311 applicant other than spouses or parent and dependent child, who husband/wife or parent/dependent child, which are considered one 1312 1313 applicant. However, if the lease or sublease is a renewal of a lease or sublease with the same lessee or sublessee, a charge 1314 1315 may not no charge shall be made. Such fees shall be adjusted 1316 every 5 years in an amount equal to the total of the annual 1317 increases for that 5-year period in the Consumer Price Index for All Urban Consumers, U.S. City Average, All Items. The 1318 Department of Business and Professional Regulation shall 1319 1320 periodically calculate the fees, rounded to the nearest dollar, and publish the amounts, as adjusted, on its website. The 1321 1322 foregoing notwithstanding, an association may, if the authority 1323 to do so appears in the declaration, articles, or bylaws, 1324 require that a prospective lessee place a security deposit, in 1325 an amount not to exceed the equivalent of 1 month's rent, into an escrow account maintained by the association. The security 1326 deposit shall protect against damages to the common elements or 1327 1328 association property. Payment of interest, claims against the 983661

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1329 deposit, refunds, and disputes under this paragraph shall be 1330 handled in the same fashion as provided in part II of chapter 1331 83.

1332 Recall of board members.-Subject to s. 718.301, any (j) 1333 member of the board of administration may be recalled and 1334 removed from office with or without cause by the vote or 1335 agreement in writing by a majority of all the voting interests. 1336 A special meeting of the unit owners to recall a member or 1337 members of the board of administration may be called by 10 1338 percent of the voting interests giving notice of the meeting as required for a meeting of unit owners, and the notice shall 1339 1340 state the purpose of the meeting. Electronic transmission may not be used as a method of giving notice of a meeting called in 1341 1342 whole or in part for this purpose.

1. If the recall is approved by a majority of all voting 1343 interests by a vote at a meeting, the recall will be effective 1344 1345 as provided in this paragraph. The board shall duly notice and 1346 hold a board meeting within 5 full business days after the 1347 adjournment of the unit owner meeting to recall one or more 1348 board members. Such member or members shall be recalled effective immediately upon conclusion of the board meeting, 1349 1350 provided that the recall is facially valid. A recalled member 1351 must turn over to the board, within 10 full business days after 1352 the vote, any and all records and property of the association in 1353 their possession.

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1354 If the proposed recall is by an agreement in writing by 2. a majority of all voting interests, the agreement in writing or 1355 1356 a copy thereof shall be served on the association by certified 1357 mail or by personal service in the manner authorized by chapter 1358 48 and the Florida Rules of Civil Procedure. The board of 1359 administration shall duly notice and hold a meeting of the board 1360 within 5 full business days after receipt of the agreement in 1361 writing. Such member or members shall be recalled effective 1362 immediately upon the conclusion of the board meeting, provided 1363 that the recall is facially valid. A recalled member must turn 1364 over to the board, within 10 full business days, any and all 1365 records and property of the association in their possession.

1366 3. If the board fails to duly notice and hold a board 1367 meeting within 5 full business days after service of an 1368 agreement in writing or within 5 full business days after the 1369 adjournment of the unit owner recall meeting, the recall <u>is</u> 1370 shall be deemed effective and the board members so recalled 1371 shall turn over to the board within 10 full business days after 1372 the vote any and all records and property of the association.

1373 4. If the board fails to duly notice and hold the required 1374 meeting or at the conclusion of the meeting determines that the 1375 recall is not facially valid, the unit owner representative may 1376 file a petition <u>or court action under pursuant to</u> s. 718.1255 1377 challenging the board's failure to act or challenging the 1378 board's determination on facial validity. The petition <u>or action</u> 983661

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must be filed within 60 days after the expiration of the applicable 5-full-business-day period. The review of a petition or action under this subparagraph is limited to the sufficiency of service on the board and the facial validity of the written agreement or ballots filed.

5. If a vacancy occurs on the board as a result of a 1384 1385 recall or removal and less than a majority of the board members 1386 are removed, the vacancy may be filled by the affirmative vote 1387 of a majority of the remaining directors, notwithstanding any provision to the contrary contained in this subsection. If 1388 1389 vacancies occur on the board as a result of a recall and a 1390 majority or more of the board members are removed, the vacancies 1391 shall be filled in accordance with procedural rules to be 1392 adopted by the division, which rules need not be consistent with 1393 this subsection. The rules must provide procedures governing the conduct of the recall election as well as the operation of the 1394 1395 association during the period after a recall but before the recall election. 1396

1397 6. A board member who has been recalled may file a 1398 petition or court action under pursuant to s. 718.1255 1399 challenging the validity of the recall. The petition or action 1400 must be filed within 60 days after the recall. The association and the unit owner representative shall be named as the 1401 respondents. The petition or action may challenge the facial 1402 1403 validity of the written agreement or ballots filed or the 983661

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substantial compliance with the procedural requirements for the 1404 1405 recall. If the arbitrator or court determines the recall was 1406 invalid, the petitioning board member shall immediately be 1407 reinstated and the recall is null and void. A board member who 1408 is successful in challenging a recall is entitled to recover 1409 reasonable attorney fees and costs from the respondents. The 1410 arbitrator or court may award reasonable attorney fees and costs 1411 to the respondents if they prevail, if the arbitrator or court makes a finding that the petitioner's claim is frivolous. 1412

7. The division <u>or a court of competent jurisdiction</u> may not accept for filing a recall petition <u>or court action</u>, whether filed <u>under pursuant to</u> subparagraph 1., subparagraph 2., subparagraph 4., or subparagraph 6. when there are 60 or fewer days until the scheduled reelection of the board member sought to be recalled or when 60 or fewer days have elapsed since the election of the board member sought to be recalled.

(k) <u>Alternative dispute resolution</u> Arbitration.-There <u>must</u>
shall be a provision for mandatory <u>alternative dispute</u>
<u>resolution</u> nonbinding arbitration as provided for in s. 718.1255
for any residential condominium.

1424 (p) Service providers; conflicts of interest. An 1425 association, which is not a timeshare condominium association, 1426 may not employ or contract with any service provider that is 1427 owned or operated by a board member or with any person who has a 1428 financial relationship with a board member or officer, or a 983661

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1429 relative within the third degree of consanguinity by blood or marriage of a board member or officer. This paragraph does not 1430 1431 apply to a service provider in which a board member or officer, 1432 or a relative within the third degree of consanguinity by blood 1433 or marriage of a board member or officer, owns less than 1 1434 percent of the equity shares. Section 19. Subsection (8) of section 718.113, Florida 1435 1436 Statutes, is amended to read: 718.113 Maintenance; limitation upon improvement; display 1437 1438 of flag; hurricane shutters and protection; display of religious 1439 decorations.-1440 (8) The Legislature finds that the use of electric and natural gas fuel vehicles conserves and protects the state's 1441 environmental resources, provides significant economic savings 1442 1443 to drivers, and serves an important public interest. The participation of condominium associations is essential to the 1444 1445 state's efforts to conserve and protect the state's 1446 environmental resources and provide economic savings to drivers. 1447 For purposes of this subsection, the term "natural gas fuel" has 1448 the same meaning as in s. 206.9951, and the term "natural gas 1449 fuel vehicle" means any motor vehicle, as defined in s. 320.01, 1450 that is powered by natural gas fuel. Therefore, the installation of an electric vehicle charging station or natural gas fuel 1451 station shall be governed as follows: 1452

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1453 A declaration of condominium or restrictive covenant (a) may not prohibit or be enforced so as to prohibit any unit owner 1454 1455 from installing an electric vehicle charging station or natural 1456 gas fuel station within the boundaries of the unit owner's 1457 limited common element or exclusively designated parking area. 1458 The board of administration of a condominium association may not 1459 prohibit a unit owner from installing an electric vehicle 1460 charging station for an electric vehicle, as defined in s. 1461 320.01, or a natural gas fuel station for a natural gas fuel vehicle within the boundaries of his or her limited common 1462 element or exclusively designated parking area. The installation 1463 1464 of such charging or fuel stations are subject to the provisions of this subsection. 1465 1466 (b) The installation may not cause irreparable damage to 1467 the condominium property. The electricity for the electric vehicle charging 1468 (C) 1469 station or natural gas fuel station must be separately metered 1470 or metered by an embedded meter and payable by the unit owner 1471 installing such charging or fuel station or by his or her 1472 successor. 1473 (d) The cost for supply and storage of the natural gas 1474 fuel must be paid by the unit owner installing the natural gas 1475 fuel station or by his or her successor. (e) (d) The unit owner who is installing an electric 1476 vehicle charging station or natural gas fuel station is 1477 983661

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1478 responsible for the costs of installation, operation, 1479 maintenance, and repair, including, but not limited to, hazard 1480 and liability insurance. The association may enforce payment of 1481 such costs <u>under pursuant to</u> s. 718.116.

1482 <u>(f)(e)</u> If the unit owner or his or her successor decides 1483 there is no longer a need for the electronic vehicle charging 1484 station <u>or natural gas fuel station</u>, such person is responsible 1485 for the cost of removal of <u>such the electronic vehicle</u> charging 1486 <u>or fuel</u> station. The association may enforce payment of such 1487 costs <u>under pursuant to</u> s. 718.116.

1488(g) The unit owner installing, maintaining, or removing1489the electric vehicle charging station or natural gas fuel1490station is responsible for complying with all federal, state, or1491local laws and regulations applicable to such installation,1492maintenance, or removal.

1493 1494 (h) (f) The association may require the unit owner to:

Comply with bona fide safety requirements, consistent
 with applicable building codes or recognized safety standards,
 for the protection of persons and property.

2. Comply with reasonable architectural standards adopted by the association that govern the dimensions, placement, or external appearance of the electric vehicle charging station <u>or</u> <u>natural gas fuel station</u>, provided that such standards may not prohibit the installation of such charging <u>or fuel</u> station or substantially increase the cost thereof.

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1503 3. Engage the services of a licensed and registered <u>firm</u> 1504 electrical contractor or engineer familiar with the installation 1505 <u>or removal</u> and core requirements of an electric vehicle charging 1506 station <u>or natural gas fuel station</u>.

4. Provide a certificate of insurance naming the association as an additional insured on the owner's insurance policy for any claim related to the installation, maintenance, or use of the electric vehicle charging station <u>or natural gas</u> fuel station within 14 days after receiving the association's approval to install such charging <u>or fuel</u> station <u>or notice to</u> provide such a certificate.

1514 5. Reimburse the association for the actual cost of any 1515 increased insurance premium amount attributable to the electric 1516 vehicle charging station <u>or natural gas fuel station</u> within 14 1517 days after receiving the association's insurance premium 1518 invoice.

1519 <u>(i) (g)</u> The association provides an implied easement across 1520 the common elements of the condominium property to the unit 1521 owner for purposes of the installation of the electric vehicle 1522 charging station <u>or natural gas fuel station installation</u>, and 1523 the furnishing of electrical power <u>or natural gas fuel supply</u>, 1524 including any necessary equipment, to such charging <u>or fuel</u> 1525 station, subject to the requirements of this subsection.

1526 Section 20. Subsection (16) of section 718.117, Florida 1527 Statutes, is amended to read:

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1528 718.117 Termination of condominium.-1529 (16)RIGHT TO CONTEST.-A unit owner or lienor may contest 1530 a plan of termination by initiating a petition in accordance 1531 with for mandatory nonbinding arbitration pursuant to s. 1532 718.1255 within 90 days after the date the plan is recorded. A 1533 unit owner or lienor may only contest the fairness and 1534 reasonableness of the apportionment of the proceeds from the 1535 sale among the unit owners, that the liens of the first 1536 mortgages of unit owners other than the bulk owner have not or 1537 will not be satisfied to the extent required by subsection (3), 1538 or that the required vote to approve the plan was not obtained. 1539 A unit owner or lienor who does not contest the plan within the 1540 90-day period is barred from asserting or prosecuting a claim 1541 against the association, the termination trustee, any unit 1542 owner, or any successor in interest to the condominium property. 1543 In an action contesting a plan of termination, the person 1544 contesting the plan has the burden of pleading and proving that 1545 the apportionment of the proceeds from the sale among the unit 1546 owners was not fair and reasonable or that the required vote was 1547 not obtained. The apportionment of sale proceeds is presumed 1548 fair and reasonable if it was determined pursuant to the methods 1549 prescribed in subsection (12). If the petition is filed with the 1550 division for arbitration, the arbitrator shall determine the rights and interests of the parties in the apportionment of the 1551 1552 sale proceeds. If the arbitrator determines that the 983661

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1553 apportionment of sales proceeds is not fair and reasonable, the arbitrator may void the plan or may modify the plan to apportion 1554 1555 the proceeds in a fair and reasonable manner pursuant to this 1556 section based upon the proceedings and order the modified plan 1557 of termination to be implemented. If the arbitrator determines 1558 that the plan was not properly approved, or that the procedures 1559 to adopt the plan were not properly followed, the arbitrator may 1560 void the plan or grant other relief it deems just and proper. 1561 The arbitrator shall automatically void the plan upon a finding 1562 that any of the disclosures required in subparagraph (3)(c)5. 1563 are omitted, misleading, incomplete, or inaccurate. Any 1564 challenge to a plan, other than a challenge that the required 1565 vote was not obtained, does not affect title to the condominium 1566 property or the vesting of the condominium property in the 1567 trustee, but shall only be a claim against the proceeds of the plan. In any such action, the prevailing party shall recover 1568 1569 reasonable attorney fees and costs.

1570 Section 21. Subsection (2) of section 718.121, Florida 1571 Statutes, is amended to read:

1572

718.121 Liens.-

(2) Labor performed on or materials furnished to a unit may shall not be the basis for the filing of a lien <u>under</u> pursuant to part I of chapter 713, the Construction Lien Law, against the unit or condominium parcel of any unit owner not expressly consenting to or requesting the labor or materials. 983661

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1578 Labor performed on or materials furnished for the installation 1579 of a natural gas fuel station or an electronic vehicle charging 1580 station under pursuant to s. 718.113(8) may not be the basis for 1581 filing a lien under part I of chapter 713 against the 1582 association, but such a lien may be filed against the unit 1583 owner. Labor performed on or materials furnished to the common 1584 elements are not the basis for a lien on the common elements, 1585 but if authorized by the association, the labor or materials are 1586 deemed to be performed or furnished with the express consent of 1587 each unit owner and may be the basis for the filing of a lien 1588 against all condominium parcels in the proportions for which the 1589 owners are liable for common expenses.

Section 22. Subsections (5) and (6) of section 718.1255, Florida Statutes, are renumbered as subsections (6) and (7), respectively, subsection (2) and paragraph (a) of subsection (4) of that section are amended, and a new subsection (5) is added to that section, to read:

1595 718.1255 Alternative dispute resolution; voluntary 1596 mediation; mandatory nonbinding arbitration; legislative 1597 findings.-

1598 (2) VOLUNTARY MEDIATION. -Voluntary Mediation through
1599 Citizen Dispute Settlement Centers as provided for in s. 44.201
1600 is encouraged.

1601 (4) MANDATORY NONBINDING ARBITRATION AND MEDIATION OF 1602 DISPUTES.—The Division of Florida Condominiums, Timeshares, and 983661

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1603 Mobile Homes of the Department of Business and Professional 1604 Regulation may employ full-time attorneys to act as arbitrators 1605 to conduct the arbitration hearings provided by this chapter. 1606 The division may also certify attorneys who are not employed by 1607 the division to act as arbitrators to conduct the arbitration 1608 hearings provided by this chapter. A No person may not be 1609 employed by the department as a full-time arbitrator unless he 1610 or she is a member in good standing of The Florida Bar. A person 1611 may only be certified by the division to act as an arbitrator if 1612 he or she has been a member in good standing of The Florida Bar for at least 5 years and has mediated or arbitrated at least 10 1613 1614 disputes involving condominiums in this state during the 3 years 1615 immediately preceding the date of application, mediated or 1616 arbitrated at least 30 disputes in any subject area in this state during the 3 years immediately preceding the date of 1617 application, or attained board certification in real estate law 1618 1619 or condominium and planned development law from The Florida Bar. 1620 Arbitrator certification is valid for 1 year. An arbitrator who 1621 does not maintain the minimum qualifications for initial 1622 certification may not have his or her certification renewed. The 1623 department may not enter into a legal services contract for an 1624 arbitration hearing under this chapter with an attorney who is not a certified arbitrator unless a certified arbitrator is not 1625 1626 available within 50 miles of the dispute. The department shall 1627 adopt rules of procedure to govern such arbitration hearings 983661

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1628 including mediation incident thereto. The decision of an arbitrator is shall be final; however, a decision is shall not 1629 1630 be deemed final agency action. Nothing in this provision shall 1631 be construed to foreclose parties from proceeding in a trial de 1632 novo unless the parties have agreed that the arbitration is 1633 binding. If judicial proceedings are initiated, the final 1634 decision of the arbitrator is shall be admissible in evidence in 1635 the trial de novo.

Before Prior to the institution of court litigation, a 1636 (a) 1637 party to a dispute, other than an election or recall dispute, shall either petition the division for nonbinding arbitration or 1638 initiate presuit mediation as provided in subsection (5). 1639 1640 Arbitration is binding on the parties if all parties in 1641 arbitration agree to be bound in a writing filed in arbitration. 1642 The petition must be accompanied by a filing fee in the amount 1643 of \$50. Filing fees collected under this section must be used to 1644 defray the expenses of the alternative dispute resolution 1645 program.

1646 (5) PRESUIT MEDIATION.-In lieu of the initiation of 1647 nonbinding arbitration as set forth in subsections (1)-(4), a 1648 party may submit a dispute to presuit mediation in accordance 1649 with s. 720.311. Election and recall disputes are not eligible 1650 for mediation and such disputes must be arbitrated by the 1651 division or filed in a court of competent jurisdiction.

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1652 Section 23. Subsection (3) of section 718.202, Florida 1653 Statutes, is amended to read: 1654 718.202 Sales or reservation deposits prior to closing.-If the contract for sale of the condominium unit so 1655 (3) 1656 provides, the developer may withdraw escrow funds in excess of 1657 10 percent of the purchase price from the special account 1658 required by subsection (2) when the construction of improvements 1659 has begun. He or she may use the funds for the actual costs 1660 incurred by the developer in the actual construction and 1661 development of the condominium property in which the unit to be 1662 sold is located. Actual costs include, but are not limited to, 1663 expenditures for demolition, site clearing, permit fees, impact fees, and utility reservation fees, as well as architectural, 1664 1665 engineering, and surveying fees that directly relate to 1666 construction and development. However, no part of these funds 1667 may be used for salaries, commissions, or expenses of 1668 salespersons; or for advertising, marketing, or promotional 1669 purposes; or for loan fees, costs or interest, attorney fees, 1670 accounting fees, or insurance. A contract which permits use of 1671 the advance payments for these purposes shall include the 1672 following legend conspicuously printed or stamped in boldfaced 1673 type on the first page of the contract and immediately above the place for the signature of the buyer: ANY PAYMENT IN EXCESS OF 1674 10 PERCENT OF THE PURCHASE PRICE MADE TO DEVELOPER PRIOR TO 1675

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1676 CLOSING PURSUANT TO THIS CONTRACT MAY BE USED FOR CONSTRUCTION
1677 PURPOSES BY THE DEVELOPER.
1678 Section 24. Subsection (1) and paragraph (b) of subsection

1679 (3) of section 718.303, Florida Statutes, are amended to read:

718.303 Obligations of owners and occupants; remedies.-

1681 Each unit owner, each tenant and other invitee, and (1)1682 each association is governed by, and must comply with the 1683 provisions of, this chapter, the declaration, the documents 1684 creating the association, and the association bylaws which are 1685 shall be deemed expressly incorporated into any lease of a unit. 1686 Actions at law or in equity for damages or for injunctive 1687 relief, or both, for failure to comply with these provisions may 1688 be brought by the association or by a unit owner against:

1689

1680

(a) The association.

1690

(b) A unit owner.

(c) Directors designated by the developer, for actions taken by them before control of the association is assumed by unit owners other than the developer.

(d) Any director who willfully and knowingly fails tocomply with these provisions.

1696 (e) Any tenant leasing a unit, and any other invitee1697 occupying a unit.

1698

1699 The prevailing party in any such action or in any action in 1700 which the purchaser claims a right of voidability based upon 983661

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contractual provisions as required in s. 718.503(1)(a) is 1701 1702 entitled to recover reasonable attorney attorney's fees. A unit 1703 owner prevailing in an action between the association and the 1704 unit owner under this subsection section, in addition to 1705 recovering his or her reasonable attorney attorney's fees, may 1706 recover additional amounts as determined by the court to be 1707 necessary to reimburse the unit owner for his or her share of 1708 assessments levied by the association to fund its expenses of 1709 the litigation. This relief does not exclude other remedies 1710 provided by law. Actions arising under this subsection are not 1711 considered may not be deemed to be actions for specific 1712 performance.

The association may levy reasonable fines for the 1713 (3) 1714 failure of the owner of the unit or its occupant, licensee, or 1715 invitee to comply with any provision of the declaration, the association bylaws, or reasonable rules of the association. A 1716 1717 fine may not become a lien against a unit. A fine may be levied 1718 by the board on the basis of each day of a continuing violation, 1719 with a single notice and opportunity for hearing before a 1720 committee as provided in paragraph (b). However, the fine may 1721 not exceed \$100 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 to the unit owner and, if applicable, any <u>tenant</u> occupant, licensee, or invitee of the 983661

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1726 unit owner sought to be fined or suspended, and an opportunity for a hearing before a committee of at least three members 1727 1728 appointed by the board who are not officers, directors, or 1729 employees of the association, or the spouse, parent, child, 1730 brother, or sister of an officer, director, or employee. The 1731 role of the committee is limited to determining whether to 1732 confirm or reject the fine or suspension levied by the board. If 1733 the committee does not approve the proposed fine or suspension 1734 by majority vote, the fine or suspension may not be imposed. If 1735 the proposed fine or suspension is approved by the committee, the fine payment is due 5 days after notice of the approved fine 1736 1737 is provided to the unit owner and, if applicable, to any tenant, 1738 licensee, or invitee of the unit owner the date of the committee 1739 meeting at which the fine is approved. The association must 1740 provide written notice of such fine or suspension by mail or hand delivery to the unit owner and, if applicable, to any 1741 1742 tenant, licensee, or invitee of the unit owner. Section 25. Section 718.501, Florida Statutes, is amended 1743

1744 to read:

1745 718.501 Authority, responsibility, and duties of Division 1746 of Florida Condominiums, Timeshares, and Mobile Homes.—

1747 (1) As used in this section, the term "financial issue" 1748 means an issue related to operating budgets; reserve schedules; 1749 accounting records under s. 718.111(12)(a)11.; notices of

1750 <u>meetings; minutes of meetings discussing budget or financial</u> 983661

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1751 <u>issues; assessments for common expenses, fees, or fines; the</u> 1752 <u>commingling of funds; and any other record necessary to</u> 1753 <u>determine the revenues and expenses of the association. The</u> 1754 <u>division may adopt rules to further define what a financial</u> 1755 <u>issue is under this section and to adopt the checklist provided</u> 1756 <u>for in s. 718.111(12)(c)1.</u>

(2) (1) The division may enforce and ensure compliance with 1757 1758 the provisions of this chapter and rules relating to the 1759 development, construction, sale, lease, ownership, operation, and management of residential condominium units. In performing 1760 1761 its duties, the division has complete jurisdiction to 1762 investigate complaints and enforce compliance with respect to 1763 associations that are still under developer control or the 1764 control of a bulk assignee or bulk buyer pursuant to part VII of 1765 this chapter and complaints against developers, bulk assignees, or bulk buyers involving improper turnover or failure to 1766 1767 turnover, pursuant to s. 718.301. However, after turnover has 1768 occurred, the division has jurisdiction to investigate 1769 complaints related only to financial issues, elections, and the 1770 maintenance of and unit owner access to association records 1771 under pursuant to s. 718.111(12).

(a)1. The division may make necessary public or private
investigations within or outside this state to determine whether
any person has violated this chapter or any rule or order

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1775 hereunder, to aid in the enforcement of this chapter, or to aid 1776 in the adoption of rules or forms.

1777 2. The division may submit any official written report, 1778 worksheet, or other related paper, or a duly certified copy 1779 thereof, compiled, prepared, drafted, or otherwise made by and 1780 duly authenticated by a financial examiner or analyst to be 1781 admitted as competent evidence in any hearing in which the 1782 financial examiner or analyst is available for cross-examination 1783 and attests under oath that such documents were prepared as a result of an examination or inspection conducted pursuant to 1784 1785 this chapter.

(b) The division may require or permit any person to file
a statement in writing, under oath or otherwise, as the division
determines, as to the facts and circumstances concerning a
matter to be investigated.

For the purpose of any investigation under this 1790 (C) 1791 chapter, the division director or any officer or employee 1792 designated by the division director may administer oaths or 1793 affirmations, subpoena witnesses and compel their attendance, 1794 take evidence, and require the production of any matter which is relevant to the investigation, including the existence, 1795 1796 description, nature, custody, condition, and location of any 1797 books, documents, or other tangible things and the identity and location of persons having knowledge of relevant facts or any 1798 1799 other matter reasonably calculated to lead to the discovery of 983661

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1800 material evidence. Upon the failure by a person to obey a 1801 subpoena or to answer questions propounded by the investigating 1802 officer and upon reasonable notice to all affected persons, the 1803 division may apply to the circuit court for an order compelling 1804 compliance.

1805 Notwithstanding any remedies available to unit owners (d) 1806 and associations, if the division has reasonable cause to 1807 believe that a violation of any provision of this chapter or 1808 related rule has occurred, the division may institute 1809 enforcement proceedings in its own name against any developer, bulk assignee, bulk buyer, association, officer, or member of 1810 the board of administration, or its assignees or agents, as 1811 1812 follows:

1813 1. The division may permit a person whose conduct or 1814 actions may be under investigation to waive formal proceedings 1815 and enter into a consent proceeding whereby orders, rules, or 1816 letters of censure or warning, whether formal or informal, may 1817 be entered against the person.

1818 The division may issue an order requiring the 2. 1819 developer, bulk assignee, bulk buyer, association, developerdesignated officer, or developer-designated member of the board 1820 of administration, developer-designated assignees or agents, 1821 bulk assignee-designated assignees or agents, bulk buyer-1822 designated assignees or agents, community association manager, 1823 1824 or community association management firm to cease and desist 983661

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1825 from the unlawful practice and take such affirmative action as 1826 in the judgment of the division carry out the purposes of this 1827 chapter. If the division finds that a developer, bulk assignee, 1828 bulk buyer, association, officer, or member of the board of 1829 administration, or its assignees or agents, is violating or is 1830 about to violate any provision of this chapter, any rule adopted 1831 or order issued by the division, or any written agreement 1832 entered into with the division, and presents an immediate danger to the public requiring an immediate final order, it may issue 1833 an emergency cease and desist order reciting with particularity 1834 the facts underlying such findings. The emergency cease and 1835 1836 desist order is effective for 90 days. If the division begins 1837 nonemergency cease and desist proceedings, the emergency cease 1838 and desist order remains effective until the conclusion of the proceedings under ss. 120.569 and 120.57. 1839

If a developer, bulk assignee, or bulk buyer, fails to 1840 3. 1841 pay any restitution determined by the division to be owed, plus 1842 any accrued interest at the highest rate permitted by law, 1843 within 30 days after expiration of any appellate time period of 1844 a final order requiring payment of restitution or the conclusion of any appeal thereof, whichever is later, the division must 1845 bring an action in circuit or county court on behalf of any 1846 association, class of unit owners, lessees, or purchasers for 1847 restitution, declaratory relief, injunctive relief, or any other 1848 1849 available remedy. The division may also temporarily revoke its 983661

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1850 acceptance of the filing for the developer to which the 1851 restitution relates until payment of restitution is made.

1852 The division may petition the court for appointment of 4. 1853 a receiver or conservator. If appointed, the receiver or 1854 conservator may take action to implement the court order to 1855 ensure the performance of the order and to remedy any breach 1856 thereof. In addition to all other means provided by law for the 1857 enforcement of an injunction or temporary restraining order, the 1858 circuit court may impound or sequester the property of a party 1859 defendant, including books, papers, documents, and related records, and allow the examination and use of the property by 1860 1861 the division and a court-appointed receiver or conservator.

1862 The division may apply to the circuit court for an 5. 1863 order of restitution whereby the defendant in an action brought under pursuant to subparagraph 4. is ordered to make restitution 1864 of those sums shown by the division to have been obtained by the 1865 1866 defendant in violation of this chapter. At the option of the 1867 court, such restitution is payable to the conservator or 1868 receiver appointed under pursuant to subparagraph 4. or directly 1869 to the persons whose funds or assets were obtained in violation 1870 of this chapter.

1871 6. The division may impose a civil penalty against a 1872 developer, bulk assignee, or bulk buyer, or association, or its 1873 assignee or agent, for any violation of this chapter or related 1874 rule. The division may impose a civil penalty individually 983661

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1875 against an officer or board member who willfully and knowingly violates a provision of this chapter, adopted rule, or a final 1876 1877 order of the division; may order the removal of such individual 1878 as an officer or from the board of administration or as an 1879 officer of the association; and may prohibit such individual 1880 from serving as an officer or on the board of a community 1881 association for a period of time. The term "willfully and 1882 knowingly" means that the division informed the officer or board member that his or her action or intended action violates this 1883 chapter, a rule adopted under this chapter, or a final order of 1884 the division and that the officer or board member refused to 1885 1886 comply with the requirements of this chapter, a rule adopted under this chapter, or a final order of the division. The 1887 1888 division, before initiating formal agency action under chapter 1889 120, must afford the officer or board member an opportunity to voluntarily comply, and an officer or board member who complies 1890 1891 within 10 days is not subject to a civil penalty. A penalty may 1892 be imposed on the basis of each day of continuing violation, but 1893 the penalty for any offense may not exceed \$5,000. By January 1, 1894 1998, The division shall adopt, by rule, penalty guidelines 1895 applicable to possible violations or to categories of violations 1896 of this chapter or rules adopted by the division. The guidelines must specify a meaningful range of civil penalties for each such 1897 violation of the statute and rules and must be based upon the 1898 harm caused by the violation, the repetition of the violation, 1899 983661

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1900 and upon such other factors deemed relevant by the division. For 1901 example, the division may consider whether the violations were 1902 committed by a developer, bulk assignee, or bulk buyer, or 1903 owner-controlled association, the size of the association, and 1904 other factors. The guidelines must designate the possible 1905 mitigating or aggravating circumstances that justify a departure 1906 from the range of penalties provided by the rules. It is the 1907 legislative intent that minor violations be distinguished from 1908 those which endanger the health, safety, or welfare of the 1909 condominium residents or other persons and that such quidelines provide reasonable and meaningful notice to the public of likely 1910 1911 penalties that may be imposed for proscribed conduct. This 1912 subsection does not limit the ability of the division to 1913 informally dispose of administrative actions or complaints by 1914 stipulation, agreed settlement, or consent order. All amounts collected shall be deposited with the Chief Financial Officer to 1915 1916 the credit of the Division of Florida Condominiums, Timeshares, 1917 and Mobile Homes Trust Fund. If a developer, bulk assignee, or 1918 bulk buyer fails to pay the civil penalty and the amount deemed 1919 to be owed to the association, the division shall issue an order 1920 directing that such developer, bulk assignee, or bulk buyer 1921 cease and desist from further operation until such time as the civil penalty is paid or may pursue enforcement of the penalty 1922 in a court of competent jurisdiction. If an association fails to 1923 pay the civil penalty, the division shall pursue enforcement in 1924 983661

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1925 a court of competent jurisdiction, and the order imposing the 1926 civil penalty or the cease and desist order is not effective 1927 until 20 days after the date of such order. Any action commenced 1928 by the division shall be brought in the county in which the 1929 division has its executive offices or in the county where the 1930 violation occurred.

1931 7. If a unit owner presents the division with proof that 1932 the unit owner has requested access to official records in 1933 writing by certified mail, and that after 10 days the unit owner 1934 again made the same request for access to official records in 1935 writing by certified mail, and that more than 10 days has 1936 elapsed since the second request and the association has still 1937 failed or refused to provide access to official records as 1938 required by this chapter, the division shall issue a subpoena 1939 requiring production of the requested records where the records are kept pursuant to s. 718.112. 1940

1941 8. In addition to subparagraph 6., the division may seek 1942 the imposition of a civil penalty through the circuit court for 1943 any violation for which the division may issue a notice to show 1944 cause under paragraph (r). The civil penalty shall be at least 1945 \$500 but no more than \$5,000 for each violation. The court may 1946 also award to the prevailing party court costs and reasonable attorney attorney's fees and, if the division prevails, may also 1947 award reasonable costs of investigation. 1948

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(e) The division may prepare and disseminate a prospectus
and other information to assist prospective owners, purchasers,
lessees, and developers of residential condominiums in assessing
the rights, privileges, and duties pertaining thereto.

(f) The division may adopt rules to administer and enforce
 the provisions of this chapter.

(g) The division shall establish procedures for providing notice to an association and the developer, bulk assignee, or bulk buyer during the period in which the developer, bulk assignee, or bulk buyer controls the association if the division is considering the issuance of a declaratory statement with respect to the declaration of condominium or any related document governing such condominium community.

(h) The division shall furnish each association that pays
the fees required by paragraph (3) (a) (2) (a) a copy of this
chapter, as amended, and the rules adopted thereto on an annual
basis.

(i) The division shall annually provide each association with a summary of declaratory statements and formal legal opinions relating to the operations of condominiums which were rendered by the division during the previous year.

(j) The division shall provide training and educational programs for condominium association board members and unit owners. The training may, in the division's discretion, include web-based electronic media, and live training and seminars in 983661

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1974 various locations throughout the state. The division may review and approve education and training programs for board members 1975 1976 and unit owners offered by providers and shall maintain a 1977 current list of approved programs and providers and make such 1978 list available to board members and unit owners in a reasonable 1979 and cost-effective manner. The division may adopt rules to 1980 establish requirements for the training and educational programs 1981 required in this paragraph.

1982 (k) The division shall maintain a toll-free telephone1983 number accessible to condominium unit owners.

1984 The division shall develop a program to certify both (1)1985 volunteer and paid mediators to provide mediation of condominium 1986 disputes. The division shall provide, upon request, a list of 1987 such mediators to any association, unit owner, or other 1988 participant in alternative dispute resolution arbitration 1989 proceedings under s. 718.1255 requesting a copy of the list. The 1990 division shall include on the list of volunteer mediators only 1991 the names of persons who have received at least 20 hours of 1992 training in mediation techniques or who have mediated at least 1993 20 disputes. In order to become initially certified by the 1994 division, paid mediators must be certified by the Supreme Court 1995 to mediate court cases in county or circuit courts. However, the division may adopt, by rule, additional factors for the 1996 certification of paid mediators, which must be related to 1997 1998 experience, education, or background. Any person initially 983661

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1999 certified as a paid mediator by the division must, in order to 2000 continue to be certified, comply with the factors or 2001 requirements adopted by rule.

2002 If a complaint is made, the division must conduct its (m) 2003 inquiry with due regard for the interests of the affected 2004 parties. Within 30 days after receipt of a complaint, the 2005 division shall acknowledge the complaint in writing and notify 2006 the complainant whether the complaint is within the jurisdiction of the division and whether additional information is needed by 2007 the division from the complainant. The division shall conduct 2008 2009 its investigation and, within 90 days after receipt of the original complaint or of timely requested additional 2010 2011 information, take action upon the complaint. However, the 2012 failure to complete the investigation within 90 days does not 2013 prevent the division from continuing the investigation, 2014 accepting or considering evidence obtained or received after 90 2015 days, or taking administrative action if reasonable cause exists 2016 to believe that a violation of this chapter or a rule has 2017 occurred. If an investigation is not completed within the time 2018 limits established in this paragraph, the division shall, on a 2019 monthly basis, notify the complainant in writing of the status 2020 of the investigation. When reporting its action to the complainant, the division shall inform the complainant of any 2021 right to a hearing under pursuant to ss. 120.569 and 120.57. 2022

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2023 Condominium association directors, officers, and (n) employees; condominium developers; bulk assignees, bulk buyers, 2024 2025 and community association managers; and community association 2026 management firms have an ongoing duty to reasonably cooperate 2027 with the division in any investigation under pursuant to this 2028 section. The division shall refer to local law enforcement 2029 authorities any person whom the division believes has altered, 2030 destroyed, concealed, or removed any record, document, or thing 2031 required to be kept or maintained by this chapter with the 2032 purpose to impair its verity or availability in the department's 2033 investigation.

2034

(o) The division may:

20351. Contract with agencies in this state or other2036jurisdictions to perform investigative functions; or

2037

2. Accept grants-in-aid from any source.

2038 (p) The division shall cooperate with similar agencies in 2039 other jurisdictions to establish uniform filing procedures and 2040 forms, public offering statements, advertising standards, and 2041 rules and common administrative practices.

(q) The division shall consider notice to a developer, bulk assignee, or bulk buyer to be complete when it is delivered to the address of the developer, bulk assignee, or bulk buyer currently on file with the division.

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2046 (r) In addition to its enforcement authority, the division 2047 may issue a notice to show cause, which must provide for a 2048 hearing, upon written request, in accordance with chapter 120. 2049 The division shall submit to the Governor, the (s) 2050 President of the Senate, the Speaker of the House of 2051 Representatives, and the chairs of the legislative 2052 appropriations committees an annual report that includes, but 2053 need not be limited to, the number of training programs provided 2054 for condominium association board members and unit owners, the 2055 number of complaints received by type, the number and percent of complaints acknowledged in writing within 30 days and the number 2056 2057 and percent of investigations acted upon within 90 days in 2058 accordance with paragraph (m), and the number of investigations 2059 exceeding the 90-day requirement. The annual report must also 2060 include an evaluation of the division's core business processes 2061 and make recommendations for improvements, including statutory 2062 changes. The report shall be submitted by September 30 following 2063 the end of the fiscal year.

2064 <u>(3)(a)(2)(a)</u> Each condominium association which operates 2065 more than two units shall pay to the division an annual fee in 2066 the amount of \$4 for each residential unit in condominiums 2067 operated by the association. If the fee is not paid by March 1, 2068 the association shall be assessed a penalty of 10 percent of the 2069 amount due, and the association will not have standing to

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2070 maintain or defend any action in the courts of this state until 2071 the amount due, plus any penalty, is paid.

(b) All fees shall be deposited in the Division of Florida
Condominiums, Timeshares, and Mobile Homes Trust Fund as
provided by law.

2075 Section 26. Section 718.5014, Florida Statutes, is amended 2076 to read:

2077 718.5014 Ombudsman location.-The ombudsman shall maintain 2078 his or her principal office in a Leon County on the premises of 2079 the division or, if suitable space cannot be provided there, at another place convenient to the offices of the division which 2080 2081 will enable the ombudsman to expeditiously carry out the duties and functions of his or her office. The ombudsman may establish 2082 2083 branch offices elsewhere in the state upon the concurrence of 2084 the Governor.

2085 Section 27. Subsection (25) of section 719.103, Florida 2086 Statutes, is amended to read:

2087

719.103 Definitions.-As used in this chapter:

(25) "Unit" means a part of the cooperative property which is subject to exclusive use and possession. A unit may be improvements, land, or land and improvements together, as specified in the cooperative documents. <u>An interest in a unit is</u> an interest in real property.

2093 Section 28. Paragraph (c) of subsection (2) of section 2094 719.104, Florida Statutes, is amended to read:

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2095 719.104 Cooperatives; access to units; records; financial reports; assessments; purchase of leases.-2096 2097 (2)OFFICIAL RECORDS.-2098 The official records of the association are open to (C) 2099 inspection by any association member or the authorized 2100 representative of such member at all reasonable times. The right 2101 to inspect the records includes the right to make or obtain 2102 copies, at the reasonable expense, if any, of the association 2103 member. The association may adopt reasonable rules regarding the 2104 frequency, time, location, notice, and manner of record 2105 inspections and copying, but may not require a member to 2106 demonstrate any purpose or state any reason for the inspection. 2107 The failure of an association to provide the records within 10 2108 working days after receipt of a written request creates a 2109 rebuttable presumption that the association willfully failed to 2110 comply with this paragraph. A member unit owner who is denied 2111 access to official records is entitled to the actual damages or minimum damages for the association's willful failure to comply. 2112 2113 The minimum damages are \$50 per calendar day for up to 10 days, 2114 beginning on the 11th working day after receipt of the written request. The failure to permit inspection entitles any person 2115 2116 prevailing in an enforcement action to recover reasonable attorney fees from the person in control of the records who, 2117 directly or indirectly, knowingly denied access to the records. 2118 Any person who knowingly or intentionally defaces or destroys 2119 983661

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2120 accounting records that are required by this chapter to be maintained during the period for which such records are required 2121 2122 to be maintained, or who knowingly or intentionally fails to 2123 create or maintain accounting records that are required to be 2124 created or maintained, with the intent of causing harm to the 2125 association or one or more of its members, is personally subject 2126 to a civil penalty under pursuant to s. 719.501(1)(d). The 2127 association shall maintain an adequate number of copies of the 2128 declaration, articles of incorporation, bylaws, and rules, and 2129 all amendments to each of the foregoing, as well as the question 2130 and answer sheet as described in s. 719.504 and year-end 2131 financial information required by the department, on the 2132 cooperative property to ensure their availability to members 2133 unit owners and prospective purchasers, and may charge its 2134 actual costs for preparing and furnishing these documents to those requesting the same. An association shall allow a member 2135 2136 or his or her authorized representative to use a portable 2137 device, including a smartphone, tablet, portable scanner, or any 2138 other technology capable of scanning or taking photographs, to 2139 make an electronic copy of the official records in lieu of the 2140 association providing the member or his or her authorized representative with a copy of such records. The association may 2141 2142 not charge a member or his or her authorized representative for 2143 the use of a portable device. Notwithstanding this paragraph,

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2144 the following records shall not be accessible to <u>members</u> unit 2145 owners:

2146 1. Any record protected by the lawyer-client privilege as 2147 described in s. 90.502 and any record protected by the work-2148 product privilege, including any record prepared by an 2149 association attorney or prepared at the attorney's express 2150 direction which reflects a mental impression, conclusion, 2151 litigation strategy, or legal theory of the attorney or the 2152 association, and which was prepared exclusively for civil or 2153 criminal litigation or for adversarial administrative proceedings, or which was prepared in anticipation of such 2154 2155 litigation or proceedings until the conclusion of the litigation 2156 or proceedings.

2157 2. Information obtained by an association in connection 2158 with the approval of the lease, sale, or other transfer of a 2159 unit.

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

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4. Medical records of unit owners.

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2168 5. Social security numbers, driver license numbers, credit 2169 card numbers, e-mail addresses, telephone numbers, facsimile 2170 numbers, emergency contact information, addresses of a unit 2171 owner other than as provided to fulfill the association's notice 2172 requirements, and other personal identifying information of any 2173 person, excluding the person's name, unit designation, mailing 2174 address, property address, and any address, e-mail address, or 2175 facsimile number provided to the association to fulfill the 2176 association's notice requirements. Notwithstanding the 2177 restrictions in this subparagraph, an association may print and distribute to unit parcel owners a directory containing the 2178 2179 name, unit parcel address, and all telephone numbers of each 2180 unit parcel owner. However, an owner may exclude his or her 2181 telephone numbers from the directory by so requesting in writing 2182 to the association. An owner may consent in writing to the disclosure of other contact information described in this 2183 2184 subparagraph. The association is not liable for the inadvertent 2185 disclosure of information that is protected under this 2186 subparagraph if the information is included in an official 2187 record of the association and is voluntarily provided by an 2188 owner and not requested by the association.

2189 6. Electronic security measures that are used by the2190 association to safeguard data, including passwords.

2191 7. The software and operating system used by the 2192 association which allow the manipulation of data, even if the 983661

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2193 owner owns a copy of the same software used by the association. 2194 The data is part of the official records of the association.

2195 Section 29. Paragraphs (b), (f), and (l) of subsection (1) 2196 of section 719.106, Florida Statutes, are amended, and 2197 subsection (3) is added to that section, 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:

2202

2198

(b) Quorum; voting requirements; proxies.-

2203 Unless otherwise provided in the bylaws, the percentage 1. 2204 of voting interests required to constitute a quorum at a meeting of the members shall be a majority of voting interests, and 2205 2206 decisions shall be made by owners of a majority of the voting 2207 interests. Unless otherwise provided in this chapter, or in the 2208 articles of incorporation, bylaws, or other cooperative 2209 documents, and except as provided in subparagraph (d)1., 2210 decisions shall be made by owners of a majority of the voting 2211 interests represented at a meeting at which a quorum is present.

2212 2. Except as specifically otherwise provided herein, after 2213 January 1, 1992, unit owners may not vote by general proxy, but 2214 may vote by limited proxies substantially conforming to a 2215 limited proxy form adopted by the division. Limited proxies and 2216 general proxies may be used to establish a quorum. Limited 2217 proxies shall be used for votes taken to waive or reduce

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2218 reserves in accordance with subparagraph (j)2., for votes taken 2219 to waive the financial reporting requirements of s. 2220 719.104(4)(b), for votes taken to amend the articles of 2221 incorporation or bylaws pursuant to this section, and for any 2222 other matter for which this chapter requires or permits a vote 2223 of the unit owners. Except as provided in paragraph (d), after 2224 January 1, 1992, no proxy, limited or general, shall be used in 2225 the election of board members. General proxies may be used for 2226 other matters for which limited proxies are not required, and 2227 may also be used in voting for nonsubstantive changes to items for which a limited proxy is required and given. Notwithstanding 2228 2229 the provisions of this section, unit owners may vote in person 2230 at unit owner meetings. Nothing contained herein shall limit the 2231 use of general proxies or require the use of limited proxies or 2232 require the use of limited proxies for any agenda item or 2233 election at any meeting of a timeshare cooperative.

3. Any proxy given shall be effective only for the specific meeting for which originally given and any lawfully adjourned meetings thereof. In no event shall any proxy be valid for a period longer than 90 days after the date of the first meeting for which it was given. Every proxy shall be revocable at any time at the pleasure of the unit owner executing it.

4. A member of the board of administration or a committee may submit in writing his or her agreement or disagreement with any action taken at a meeting that the member did not attend. 983661

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2243 This agreement or disagreement may not be used as a vote for or 2244 against the action taken and may not be used for the purposes of 2245 creating a quorum.

5. 2246 A board or committee member participating in a meeting 2247 via telephone, real-time video conferencing, or similar real-2248 time electronic or video communication counts toward a quorum, 2249 and such member may vote as if physically present When some or 2250 all of the board or committee members meet by telephone conference, those board or committee members attending by 2251 2252 telephone conference may be counted toward obtaining a quorum 2253 and may vote by telephone. A telephone speaker must shall be 2254 used utilized so that the conversation of such those board or 2255 committee members attending by telephone may be heard by the 2256 board or committee members attending in person, as well as by 2257 any unit owners present at a meeting.

2258 Recall of board members.-Subject to s. 719.301, any (f) 2259 member of the board of administration may be recalled and 2260 removed from office with or without cause by the vote or 2261 agreement in writing by a majority of all the voting interests. 2262 A special meeting of the voting interests to recall any member 2263 of the board of administration may be called by 10 percent of 2264 the unit owners giving notice of the meeting as required for a meeting of unit owners, and the notice shall state the purpose 2265 2266 of the meeting. Electronic transmission may not be used as a

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2267 method of giving notice of a meeting called in whole or in part 2268 for this purpose.

2269 1. If the recall is approved by a majority of all voting 2270 interests by a vote at a meeting, the recall shall be effective 2271 as provided in this paragraph. The board shall duly notice and 2272 hold a board meeting within 5 full business days after the 2273 adjournment of the unit owner meeting to recall one or more 2274 board members. At the meeting, the board shall either certify 2275 the recall, in which case such member or members shall be 2276 recalled effective immediately and shall turn over to the board within 5 full business days any and all records and property of 2277 2278 the association in their possession, or shall proceed as set 2279 forth in subparagraph 3.

2280 2. If the proposed recall is by an agreement in writing by 2281 a majority of all voting interests, the agreement in writing or 2282 a copy thereof shall be served on the association by certified 2283 mail or by personal service in the manner authorized by chapter 2284 48 and the Florida Rules of Civil Procedure. The board of 2285 administration shall duly notice and hold a meeting of the board 2286 within 5 full business days after receipt of the agreement in writing. At the meeting, the board shall either certify the 2287 2288 written agreement to recall members of the board, in which case 2289 such members shall be recalled effective immediately and shall 2290 turn over to the board, within 5 full business days, any and all

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2291 records and property of the association in their possession, or 2292 proceed as described in subparagraph 3.

2293 3. If the board determines not to certify the written 2294 agreement to recall members of the board, or does not certify 2295 the recall by a vote at a meeting, the board shall, within 5 2296 full business days after the board meeting, file with the 2297 division a petition for binding arbitration under pursuant to 2298 the procedures of s. 719.1255 or file an action with a court of 2299 competent jurisdiction. For purposes of this paragraph, the unit 2300 owners who voted at the meeting or who executed the agreement in 2301 writing shall constitute one party under the petition for 2302 arbitration or in a court action. If the arbitrator or court 2303 certifies the recall as to any member of the board, the recall 2304 is shall be effective upon the mailing of the final order of 2305 arbitration to the association or the final order of the court. 2306 If the association fails to comply with the order of the court 2307 or the arbitrator, the division may take action under pursuant 2308 to s. 719.501. Any member so recalled shall deliver to the board 2309 any and all records and property of the association in the 2310 member's possession within 5 full business days after the 2311 effective date of the recall.

4. If the board fails to duly notice and hold a board meeting within 5 full business days after service of an agreement in writing or within 5 full business days after the adjournment of the unit owner recall meeting, the recall <u>is</u> 983661

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2316 shall be deemed effective and the board members so recalled 2317 shall immediately turn over to the board any and all records and 2318 property of the association.

2319 5. If the board fails to duly notice and hold the required 2320 meeting or fails to file the required petition or action, the 2321 unit owner representative may file a petition under pursuant to 2322 s. 719.1255 or file an action in a court of competent 2323 jurisdiction challenging the board's failure to act. The 2324 petition or action must be filed within 60 days after the expiration of the applicable 5-full-business-day period. The 2325 2326 review of a petition or action under this subparagraph is 2327 limited to the sufficiency of service on the board and the 2328 facial validity of the written agreement or ballots filed.

2329 6. If a vacancy occurs on the board as a result of a 2330 recall and less than a majority of the board members are 2331 removed, the vacancy may be filled by the affirmative vote of a 2332 majority of the remaining directors, notwithstanding any 2333 provision to the contrary contained in this chapter. If 2334 vacancies occur on the board as a result of a recall and a 2335 majority or more of the board members are removed, the vacancies 2336 shall be filled in accordance with procedural rules to be 2337 adopted by the division, which rules need not be consistent with this chapter. The rules must provide procedures governing the 2338 2339 conduct of the recall election as well as the operation of the

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2340 association during the period after a recall but before the 2341 recall election.

7. A board member who has been recalled may file a petition <u>under</u> pursuant to s. 719.1255 or file an action in a court of competent jurisdiction challenging the validity of the recall. The petition <u>or action</u> must be filed within 60 days after the recall is deemed certified. The association and the unit owner representative shall be named as the respondents.

2348 The division or court may not accept for filing a 8. 2349 recall petition or action, whether filed under pursuant to 2350 subparagraph 1., subparagraph 2., subparagraph 5., or 2351 subparagraph 7. and regardless of whether the recall was certified, when there are 60 or fewer days until the scheduled 2352 2353 reelection of the board member sought to be recalled or when 60 2354 or fewer days have not elapsed since the election of the board 2355 member sought to be recalled.

(1) <u>Alternative dispute resolution</u> Arbitration.-There
shall be a provision for mandatory nonbinding <u>alternative</u>
<u>dispute resolution</u> arbitration of internal disputes arising from
the operation of the cooperative in accordance with s. 719.1255.

2360(3)GENERALLY.—The association may extinguish a2361discriminatory restriction as provided under s. 712.065.

2362 Section 30. Paragraph (1) of subsection (4) of section 2363 720.303, Florida Statutes, is redesignated as paragraph (m), 2364 paragraph (c) of subsection (2), present paragraph (1) of 983661

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2365 subsection (4), paragraphs (c) and (d) of subsection (6), and 2366 paragraphs (b), (d), (g), (k), and (l) of subsection (10) are 2367 amended, and a new paragraph (l) is added to subsection (4) of 2368 that section, to read:

2369 720.303 Association powers and duties; meetings of board; 2370 official records; budgets; financial reporting; association 2371 funds; recalls.-

2372

(2) BOARD MEETINGS.-

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

2376 1. Notices of all board meetings must be posted in a 2377 conspicuous place in the community at least 48 hours in advance 2378 of a meeting, except in an emergency. In the alternative, if 2379 notice is not posted in a conspicuous place in the community, 2380 notice of each board meeting must be mailed or delivered to each 2381 member at least 7 days before the meeting, except in an 2382 emergency. Notwithstanding this general notice requirement, for 2383 communities with more than 100 members, the association bylaws 2384 may provide for a reasonable alternative to posting or mailing 2385 of notice for each board meeting, including publication of 2386 notice, provision of a schedule of board meetings, or the conspicuous posting and repeated broadcasting of the notice on a 2387 closed-circuit cable television system serving the homeowners' 2388 2389 association. However, if broadcast notice is used in lieu of a 983661

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2390 notice posted physically in the community, the notice must be 2391 broadcast at least four times every broadcast hour of each day 2392 that a posted notice is otherwise required. When broadcast 2393 notice is provided, the notice and agenda must be broadcast in a 2394 manner and for a sufficient continuous length of time so as to 2395 allow an average reader to observe the notice and read and 2396 comprehend the entire content of the notice and the agenda. In 2397 addition to any of the authorized means of providing notice of a 2398 meeting of the board, the association may, by rule, adopt a 2399 procedure for conspicuously posting the meeting notice and the 2400 agenda on the association's website or an application that can 2401 be downloaded on a mobile device for at least the minimum period of time for which a notice of a meeting is also required to be 2402 2403 physically posted on the association property. Any rule adopted 2404 shall, in addition to other matters, include a requirement that 2405 the association send an electronic notice in the same manner as 2406 is required for a notice of a meeting of the members, which must 2407 include a hyperlink to the website or such mobile application at 2408 which the notice is posted, to members whose e-mail addresses 2409 are included in the association's official records. The 2410 association may provide notice by electronic transmission in a 2411 manner authorized by law for meetings of the board of directors, committee meetings requiring notice under this section, and 2412 annual and special meetings of the members to any member who has 2413 2414 provided a facsimile number or e-mail address to the association 983661

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2415 to be used for such purposes; however, a member must consent in 2416 writing to receiving notice by electronic transmission.

2417 2. An assessment may not be levied at a board meeting 2418 unless the notice of the meeting includes a statement that 2419 assessments will be considered and the nature of the 2420 assessments. Written notice of any meeting at which special assessments will be considered or at which amendments to rules 2421 2422 regarding parcel use will be considered must be mailed, 2423 delivered, or electronically transmitted to the members and 2424 parcel owners and posted conspicuously on the property or 2425 broadcast on closed-circuit cable television not less than 14 2426 days before the meeting.

Directors may not vote by proxy or by secret ballot at 2427 3. 2428 board meetings, except that secret ballots may be used in the 2429 election of officers. This subsection also applies to the 2430 meetings of any committee or other similar body, when a final 2431 decision will be made regarding the expenditure of association 2432 funds, and to any body vested with the power to approve or 2433 disapprove architectural decisions with respect to a specific 2434 parcel of residential property owned by a member of the 2435 community.

(4) OFFICIAL RECORDS.—The association shall maintain each of the following items, when applicable, which constitute the official records of the association:

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2439 (1) Ballots, sign-in sheets, voting proxies, and all other 2440 papers and electronic records relating to voting by parcel 2441 owners, which must be maintained for at least 1 year after the 2442 date of the election, vote, or meeting. 2443 (m) (H) All other written records of the association not 2444 specifically included in this subsection the foregoing which are related to the operation of the association. 2445 2446 (6) BUDGETS.-2447 (c)1. If the budget of the association does not provide 2448 for reserve accounts under pursuant to paragraph (d), or the 2449 declaration of covenants, articles, or bylaws do not obligate 2450 the developer to create reserves, and the association is 2451 responsible for the repair and maintenance of capital 2452 improvements that may result in a special assessment if reserves 2453 are not provided or not fully funded, then each financial report 2454 for the preceding fiscal year required by subsection (7) must 2455 contain the following statement in conspicuous type: 2456 2457 THE BUDGET OF THE ASSOCIATION DOES NOT PROVIDE FOR FULLY FUNDED 2458 RESERVE ACCOUNTS FOR CAPITAL EXPENDITURES AND DEFERRED 2459 MAINTENANCE THAT MAY RESULT IN SPECIAL ASSESSMENTS REGARDING 2460 THOSE ITEMS. OWNERS MAY ELECT TO PROVIDE FOR FULLY FUNDED RESERVE ACCOUNTS UNDER PURSUANT TO SECTION 720.303(6), FLORIDA 2461 2462 STATUTES, UPON OBTAINING THE APPROVAL OF A MAJORITY OF THE TOTAL

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2463 VOTING INTERESTS OF THE ASSOCIATION BY VOTE OF THE MEMBERS AT A 2464 MEETING OR BY WRITTEN CONSENT.

2465 2. If the budget of the association does provide for 2466 funding accounts for deferred expenditures, including, but not 2467 limited to, funds for capital expenditures and deferred 2468 maintenance, but such accounts are not created or established 2469 under pursuant to paragraph (d), each financial report for the 2470 preceding fiscal year required under subsection (7) must also 2471 contain the following statement in conspicuous type: 2472 THE BUDGET OF THE ASSOCIATION PROVIDES FOR LIMITED VOLUNTARY 2473 DEFERRED EXPENDITURE ACCOUNTS, INCLUDING CAPITAL EXPENDITURES 2474 AND DEFERRED MAINTENANCE, SUBJECT TO LIMITS ON FUNDING CONTAINED IN OUR GOVERNING DOCUMENTS. BECAUSE THE OWNERS HAVE NOT ELECTED 2475 2476 TO PROVIDE FOR RESERVE ACCOUNTS UNDER PURSUANT TO SECTION 2477 720.303(6), FLORIDA STATUTES, THESE FUNDS ARE NOT SUBJECT TO THE 2478 RESTRICTIONS ON USE OF SUCH FUNDS SET FORTH IN THAT STATUTE, NOR 2479 ARE RESERVES CALCULATED IN ACCORDANCE WITH THAT STATUTE.

2480 An association is deemed to have provided for reserve (d) 2481 accounts if reserve accounts have been initially established by 2482 the developer or if the membership of the association 2483 affirmatively elects to provide for reserves. If reserve 2484 accounts are established by the developer, the budget must 2485 designate the components for which the reserve accounts may be 2486 used. If reserve accounts are not initially provided by the 2487 developer, the membership of the association may elect to do so 983661

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2488 upon the affirmative approval of a majority of the total voting 2489 interests of the association. Such approval may be obtained by 2490 vote of the members at a duly called meeting of the membership 2491 or by the written consent of a majority of the total voting 2492 interests of the association. The approval action of the 2493 membership must state that reserve accounts shall be provided 2494 for in the budget and must designate the components for which 2495 the reserve accounts are to be established. Upon approval by the 2496 membership, the board of directors shall include the required 2497 reserve accounts in the budget in the next fiscal year following 2498 the approval and each year thereafter. Once established as 2499 provided in this subsection, the reserve accounts must be funded 2500 or maintained or have their funding waived in the manner 2501 provided in paragraph (f).

2502

(10) RECALL OF DIRECTORS.-

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

2509 2. The board shall duly notice and hold a meeting of the 2510 board within 5 full business days after receipt of the agreement 2511 in writing or written ballots. At the meeting, the board shall 2512 either certify the written ballots or written agreement to 283661

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2513 recall a director or directors of the board, in which case such 2514 director or directors shall be recalled effective immediately 2515 and shall turn over to the board within 5 full business days any 2516 and all records and property of the association in their 2517 possession, or proceed as described in paragraph (d).

2518 When it is determined by the department pursuant to 3. 2519 binding arbitration proceedings or the court in an action filed 2520 in a court of competent jurisdiction that an initial recall effort was defective, written recall agreements or written 2521 2522 ballots used in the first recall effort and not found to be 2523 defective may be reused in one subsequent recall effort. 2524 However, in no event is a written agreement or written ballot 2525 valid for more than 120 days after it has been signed by the 2526 member.

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

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

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2538 If the board determines not to certify the written (d) agreement or written ballots to recall a director or directors 2539 2540 of the board or does not certify the recall by a vote at a 2541 meeting, the board shall, within 5 full business days after the 2542 meeting, file an action with a court of competent jurisdiction 2543 or file with the department a petition for binding arbitration 2544 under pursuant to the applicable procedures in ss. 718.112(2)(j) 2545 and 718.1255 and the rules adopted thereunder. For the purposes 2546 of this section, the members who voted at the meeting or who 2547 executed the agreement in writing shall constitute one party 2548 under the petition for arbitration or in a court action. If the 2549 arbitrator or court certifies the recall as to any director or 2550 directors of the board, the recall will be effective upon the 2551 final order of the court or the mailing of the final order of 2552 arbitration to the association. The director or directors so 2553 recalled shall deliver to the board any and all records of the 2554 association in their possession within 5 full business days after the effective date of the recall. 2555

2556 If the board fails to duly notice and hold the (q) 2557 required meeting or fails to file the required petition or 2558 action, the parcel unit owner representative may file a petition 2559 or a court action under pursuant to s. 718.1255 challenging the 2560 board's failure to act. The petition or action must be filed 2561 within 60 days after the expiration of the applicable 5-full-2562 business-day period. The review of a petition or action under 983661

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2563 this paragraph is limited to the sufficiency of service on the 2564 board and the facial validity of the written agreement or 2565 ballots filed.

(k) A board member who has been recalled may file <u>an</u> action with a court of competent jurisdiction or a petition <u>under pursuant to ss. 718.112(2)(j)</u> and 718.1255 and the rules adopted challenging the validity of the recall. The petition <u>or</u> <u>action</u> must be filed within 60 days after the recall is deemed certified. The association and the <u>parcel unit</u> owner representative shall be named as respondents.

2573 (1) The division or a court of competent jurisdiction may 2574 not accept for filing a recall petition or action, whether filed 2575 under pursuant to paragraph (b), paragraph (c), paragraph (q), 2576 or paragraph (k) and regardless of whether the recall was 2577 certified, when there are 60 or fewer days until the scheduled 2578 reelection of the board member sought to be recalled or when 60 2579 or fewer days have not elapsed since the election of the board 2580 member sought to be recalled.

2581 Section 31. Subsections (1) and (2) of section 720.305, 2582 Florida Statutes, are amended to read:

2583 720.305 Obligations of members; remedies at law or in 2584 equity; levy of fines and suspension of use rights.-

(1) Each member and the member's tenants, guests, and invitees, and each association, are governed by, and must comply with, this chapter and, the governing documents of the 983661

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2588 community, and the rules of the association. Actions at law or 2589 in equity, or both, to redress alleged failure or refusal to 2590 comply with these provisions may be brought by the association 2591 or by any member against:

2592

(a) The association;

2593 (b) A member;

2594 (c) Any director or officer of an association who 2595 willfully and knowingly fails to comply with these provisions; 2596 and

(d) Any tenants, guests, or invitees occupying a parcel orusing the common areas.

2599

2600 The prevailing party in any such litigation is entitled to 2601 recover reasonable attorney fees and costs. A member prevailing 2602 in an action between the association and the member under this 2603 section, in addition to recovering his or her reasonable 2604 attorney fees, may recover additional amounts as determined by 2605 the court to be necessary to reimburse the member for his or her 2606 share of assessments levied by the association to fund its 2607 expenses of the litigation. This relief does not exclude other 2608 remedies provided by law. This section does not deprive any 2609 person of any other available right or remedy.

2610 (2) <u>An</u> The association may levy reasonable fines. A fine 2611 may not exceed \$100 per violation against any member or any 2612 member's tenant, guest, or invitee for the failure of the owner 983661

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of the parcel or its occupant, licensee, or invitee to comply 2613 with any provision of the declaration, the association bylaws, 2614 2615 or reasonable rules of the association unless otherwise provided 2616 in the governing documents. A fine may be levied by the board 2617 for each day of a continuing violation, with a single notice and 2618 opportunity for hearing, except that the fine may not exceed 2619 \$1,000 in the aggregate unless otherwise provided in the 2620 governing documents. A fine of less than \$1,000 may not become a 2621 lien against a parcel. In any action to recover a fine, the 2622 prevailing party is entitled to reasonable attorney fees and 2623 costs from the nonprevailing party as determined by the court.

2624 An association may suspend, for a reasonable period of (a) time, the right of a member, or a member's tenant, guest, or 2625 2626 invitee, to use common areas and facilities for the failure of 2627 the owner of the parcel or its occupant, licensee, or invitee to 2628 comply with any provision of the declaration, the association 2629 bylaws, or reasonable rules of the association. This paragraph 2630 does not apply to that portion of common areas used to provide 2631 access or utility services to the parcel. A suspension may not 2632 prohibit an owner or tenant of a parcel from having vehicular 2633 and pedestrian ingress to and egress from the parcel, including, but not limited to, the right to park. 2634

(b) A fine or suspension levied by the board of administration may not be imposed unless the board first provides at least 14 days' notice to the parcel owner and, if 983661

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applicable, any occupant, licensee, or invitee of the parcel 2638 owner, sought to be fined or suspended and an opportunity for a 2639 2640 hearing before a committee of at least three members appointed 2641 by the board who are not officers, directors, or employees of 2642 the association, or the spouse, parent, child, brother, or 2643 sister of an officer, director, or employee. If the committee, 2644 by majority vote, does not approve a proposed fine or 2645 suspension, the proposed fine or suspension may not be imposed. 2646 The role of the committee is limited to determining whether to 2647 confirm or reject the fine or suspension levied by the board. If 2648 the proposed fine or suspension levied by the board is approved 2649 by the committee, the fine payment is due 5 days after notice of 2650 the approved fine is provided to the parcel owner and, if 2651 applicable, to any occupant, licensee, or invitee of the parcel 2652 owner the date of the committee meeting at which the fine is 2653 approved. The association must provide written notice of such 2654 fine or suspension by mail or hand delivery to the parcel owner 2655 and, if applicable, to any occupant tenant, licensee, or invitee 2656 of the parcel owner.

Section 32. Paragraph (g) of subsection (1) and paragraph (c) of subsection (9) of section 720.306, Florida Statutes, are amended, and paragraph (h) is added to subsection (1) of that section, to read:

2661 720.306 Meetings of members; voting and election 2662 procedures; amendments.-

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(1) QUORUM; AMENDMENTS.-

2664 (q) A notice required under this section must be mailed or 2665 delivered to the address identified as the parcel owner's mailing address in the official records of the association as 2666 2667 required under s. 720.303(4) on the property appraiser's website 2668 for the county in which the parcel is located, or electronically 2669 transmitted in a manner authorized by the association if the parcel owner has consented, in writing, to receive notice by 2670 2671 electronic transmission.

2672 (h)1. Except as otherwise provided in this paragraph, an 2673 amendment to any governing document that is enacted after July 2674 1, 2020, that prohibits a parcel owner from renting the parcel, 2675 alters the authorized duration of a rental term, or specifies or 2676 limits the number of times that a parcel owner may rent his or 2677 her parcel during a specified term, applies only to a parcel 2678 owner who acquires title to the parcel after the effective date 2679 of the amendment, or to a parcel owner who consents, 2680 individually or through a representative, to the amendment. 2681 2. Notwithstanding subparagraph 1., an association may 2682 amend its governing documents to prohibit or regulate rentals 2683 for a term of less than 6 months and to prohibit rentals more than three times in a calendar year, and such amendments shall 2684 apply to all parcel owners. 2685

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2686	3. This paragraph does not affect the amendment
2687	restrictions for associations of 15 or fewer parcel owners under
2688	s. 720.303(1).
2689	4. For purposes of this paragraph, a change of ownership
2690	does not occur when a parcel owner conveys the parcel to an
2691	affiliated entity or when beneficial ownership of the parcel
2692	does not change. For purposes of this subparagraph, the term
2693	"affiliated entity" means an entity that controls, is controlled
2694	by, or is under common control with the parcel owner or that
2695	becomes a parent or successor entity by reason of transfer,
2696	merger, consolidation, public offering, reorganization,
2697	dissolution or sale of stock, or transfer of membership
2698	partnership interests. For a conveyance to be recognized as one
2699	made to an affiliated entity, the entity must furnish the
2700	association a document certifying that this paragraph applies,
2701	as well as providing any organizational documents for the parcel
2702	owner and the affiliated entity that support the representations
2703	in the certificate, as requested by the association.
2704	(9) ELECTIONS AND BOARD VACANCIES
2705	(c) Any election dispute between a member and an
2706	association must be submitted to mandatory binding arbitration
2707	with the division or filed with a court of competent
2708	jurisdiction. Such proceedings that are submitted to binding
2709	arbitration with the division must be conducted in the manner
2710	provided by s. 718.1255 and the procedural rules adopted by the
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2711 division. Unless otherwise provided in the bylaws, any vacancy occurring on the board before the expiration of a term may be 2712 2713 filled by an affirmative vote of the majority of the remaining 2714 directors, even if the remaining directors constitute less than 2715 a quorum, or by the sole remaining director. In the alternative, 2716 a board may hold an election to fill the vacancy, in which case 2717 the election procedures must conform to the requirements of the 2718 governing documents. Unless otherwise provided in the bylaws, a 2719 board member appointed or elected under this section is 2720 appointed for the unexpired term of the seat being filled. 2721 Filling vacancies created by recall is governed by s. 2722 720.303(10) and rules adopted by the division.

2723 Section 33. Subsection (1) of section 720.311, Florida 2724 Statutes, is amended to read:

2725

720.311 Dispute resolution.-

2726 The Legislature finds that alternative dispute (1)2727 resolution has made progress in reducing court dockets and 2728 trials and in offering a more efficient, cost-effective option 2729 to litigation. The filing of any petition for arbitration or the 2730 serving of a demand for presuit mediation as provided for in 2731 this section shall toll the applicable statute of limitations. 2732 Any recall dispute filed with the department under pursuant to 2733 s. 720.303(10) shall be conducted by the department in accordance with the provisions of ss. 718.112(2)(j) and 718.1255 2734 2735 and the rules adopted by the division. In addition, the 983661

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2736 department shall conduct mandatory binding arbitration of 2737 election disputes between a member and an association in 2738 accordance with pursuant to s. 718.1255 and rules adopted by the 2739 division. Neither Election disputes and nor recall disputes are 2740 not eligible for presuit mediation; these disputes must shall be 2741 arbitrated by the department or filed in a court of competent 2742 jurisdiction. At the conclusion of an arbitration the 2743 proceeding, the department shall charge the parties a fee in an 2744 amount adequate to cover all costs and expenses incurred by the 2745 department in conducting the proceeding. Initially, the 2746 petitioner shall remit a filing fee of at least \$200 to the 2747 department. The fees paid to the department shall become a 2748 recoverable cost in the arbitration proceeding, and the 2749 prevailing party in an arbitration proceeding shall recover its 2750 reasonable costs and attorney attorney's fees in an amount found 2751 reasonable by the arbitrator. The department shall adopt rules to effectuate the purposes of this section. 2752 2753 Section 34. Subsection (6) is added to section 720.3075, 2754 Florida Statutes, to read: 2755 720.3075 Prohibited clauses in association documents.-2756 (6) The association may extinguish a discriminatory 2757 restriction, as provided in 712.065. 2758 2759 2760 TITLE AMENDMENT 983661 Approved For Filing: 3/4/2020 2:30:58 PM

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2761 Remove lines 16-49 and insert: 2762 "yacht"; amending s. 194.011, F.S.; providing that 2763 certain associations may represent, prosecute, or 2764 defend owners in certain proceedings; providing 2765 applicability; requiring specified notice be provided 2766 to unit or parcel owners in a specified way; amending 2767 s. 194.181, F.S.; providing and revising the parties 2768 considered as the defendant in a tax suit; requiring 2769 certain notice to be provided to unit owners in a 2770 specified way; providing unit owners options for defending a tax suit; imposing certain actions for 2771 2772 unit owners who fail to respond to a specified notice; 2773 amending s. 514.0115, F.S.; exempting certain property 2774 association pools from Department of Health 2775 regulations; amending s. 548.003, F.S.; renaming the 2776 Florida State Boxing Commission as the Florida 2777 Athletic Commission; amending s. 548.043, F.S.; 2778 revising rulemaking requirements for the commission 2779 relating to gloves; amending s. 561.01, F.S.; deleting 2780 the definition of the term "permit carrier"; amending 2781 s. 561.17, F.S.; revising a requirement related to the 2782 filing of fingerprints with the division; requiring 2783 that applications be accompanied by certain 2784 information relating to right of occupancy; providing 2785 requirements relating to contact information for

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2786 licensees and permittees; amending s. 561.20, F.S.; 2787 conforming cross-references; revising requirements for 2788 issuing special licenses to certain food service 2789 establishments; amending s. 561.42, F.S.; requiring 2790 the division, and authorizing vendors, to use 2791 electronic mail to give certain notice; amending s. 2792 561.55, F.S.; revising requirements for reports 2793 relating to alcoholic beverages; amending s. 562.455, 2794 F.S.; removing grains of paradise from the list of 2795 specified substances subject to penalties relating to 2796 adulterating liquor; amending s. 627.714, F.S.; 2797 prohibiting subrogation rights against a condominium 2798 association under certain circumstances; creating s. 2799 712.065, F.S.; defining the term "discriminatory 2800 restriction"; providing that discriminatory 2801 restrictions are unlawful, unenforceable, and void; 2802 providing that discriminatory restrictions are 2803 extinguished and severed from recorded title 2804 transactions; specifying that the recording of certain 2805 notices does not reimpose or preserve a discriminatory 2806 restriction; providing requirements for a parcel owner 2807 to remove a discriminatory restriction from a covenant or restriction; amending s. 718.111, F.S.; providing 2808 2809 that a condominium association may take certain 2810 actions relating to a challenge to ad valorem taxes in 983661

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2811 its own name or on behalf of unit owners; providing 2812 applicability; requiring an association to provide a 2813 checklist to certain persons requesting records; 2814 requiring that the checklist be signed by a specified 2815 person or the association to provide an affidavit 2816 attesting to the veracity of the checklist; providing 2817 a timeframe for maintaining such checklist and 2818 affidavit; creating a rebuttable presumption; amending 2819 s. 718.112, F.S.; authorizing a condominium 2820 association to extinguish discriminatory restrictions; 2821 revising calculation of a board member's term limit; 2822 providing requirements for certain notices; revising 2823 the fees an association may charge for transfers; 2824 deleting a prohibition against employing or 2825 contracting with certain service providers; amending 2826 s. 718.113, F.S.; defining the terms "natural gas 2827 fuel" and "natural gas fuel vehicle"; revising legislative findings; revising requirements for 2828 2829 electric vehicle charging stations; providing 2830 requirements for the installation of natural gas fuel 2831 stations on property governed by condominium 2832 associations; amending s. 718.117, F.S.; conforming 2833 provisions to changes made by the act; amending s. 2834 718.121, F.S.; providing when the installation of a 2835 natural gas fuel station may be the basis of a lien; 983661

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2836 amending s. 718.1255, F.S.; authorizing parties to initiate presuit mediation under certain 2837 2838 circumstances; specifying when arbitration is binding 2839 on the parties; providing requirements for presuit 2840 mediation; amending s. 718.202, F.S.; revising use of 2841 certain withdrawn escrow funds by developers; amending 2842 s. 718.303, F.S.; revising requirements for certain 2843 actions for failure to comply with specified 2844 provisions; revising requirements for certain fines; 2845 amending s. 718.501, F.S.; defining the term 2846 "financial issue"; authorizing the Division of 2847 Condominiums, Timeshares, and Mobile Homes to adopt rules; amending s. 718.5014, F.S.; revising where the 2848 2849 principal office of the Office of the Condominium 2850 Ombudsman must be maintained; amending s. 719.103, 2851 F.S.; revising the definition of the term "unit" to 2852 specify that an interest in a cooperative unit is an 2853 interest in real property; amending s. 719.104, F.S.; 2854 prohibiting an association from requiring certain 2855 actions relating to the inspection of records; 2856 amending s. 719.106, F.S.; revising provisions 2857 relating to a quorum and voting rights for members 2858 remotely participating in meetings; amending procedure to challenge a board member recall; authorizing 2859 2860 cooperative associations to extinguish discriminatory 983661

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2861 restrictions; amending s. 720.303, F.S.; authorizing 2862 an association to adopt procedures for electronic 2863 meeting notices; revising the documents that constitute the official records of an association; 2864 2865 revising when a specified statement must be included 2866 in an association's financial report; revising 2867 requirements for such statement; revising when an 2868 association is deemed to have provided for reserve 2869 accounts; amending procedure to challenge a board 2870 member recall; amending s. 720.304, F.S.; authorizing a homeowner to display certain flags; amending s. 2871 2872 720.305, F.S.; providing requirements for certain 2873 fines; amending s. 720.306, F.S.; revising 2874 requirements for providing certain notices; providing 2875 limitations on associations when a parcel owner 2876 attempts to rent or lease his or her parcel; amending 2877 the procedure for election disputes; amending s. 2878 720.311, F.S.; amending the procedure for election 2879 disputes; amending s. 720.3075, F.S.; authorizing 2880 homeowners' associations to extinguish discriminatory 2881 restrictions; amending s. 721.15, F.S.;

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