LEGISLATIVE ACTION Senate House Comm: RCS 02/17/2014

The Committee on Regulated Industries (Thrasher) recommended the following:

Senate Amendment (with title amendment)

3 Delete lines 340 - 412

and insert:

1 2

4

6

7

8

9

association of 10 or fewer units may, by affirmative vote of a majority of the total voting interests, provide for different voting and election procedures in its bylaws, which may be by a proxy specifically delineating the different voting and election procedures. The different voting and election procedures may

11

12 13

14

15

16 17

18

19

20

21

22

23

24

25

26

27

28

29

30

31 32

3.3

34

35

36

37

38



provide for elections to be conducted by limited or general proxy.

- (k) Arbitration.—There shall be a provision for mandatory nonbinding arbitration as provided for in s. 718.1255 for any residential condominium.
- (1) Certificate of compliance.—A provision that a certificate of compliance from a licensed electrical contractor or electrician may be accepted by the association's board as evidence of compliance of the condominium units with the applicable fire and life safety code must be included. Notwithstanding chapter 633 or of any other code, statute, ordinance, administrative rule, or regulation, or any interpretation of the foregoing, an association, residential condominium, or unit owner is not obligated to retrofit the common elements, association property, or units of a residential condominium with a fire sprinkler system in a building that has been certified for occupancy by the applicable governmental entity if the unit owners have voted to forego such retrofitting by the affirmative vote of a majority of all voting interests in the affected condominium. The local authority having jurisdiction may not require completion of retrofitting with a fire sprinkler system before January 1, 2020 the end of 2019. By December 31, 2016, a residential condominium an association that is not in compliance with the requirements for a fire sprinkler system and has not voted to forego retrofitting of such a system must initiate an application for a building permit for the required installation with the local government having jurisdiction demonstrating that the association will become compliant by December 31, 2019.

40

41

42

43 44

45

46

47

48 49

50

51

52

53

54

55

56

57

58 59

60

61

62

63

64

65

66 67



- 1. A vote to forego retrofitting may be obtained by limited proxy or by a ballot personally cast at a duly called membership meeting, or by execution of a written consent by the member, and is effective upon recording a certificate attesting to such vote in the public records of the county where the condominium is located. The association shall mail or hand deliver to each unit owner written notice at least 14 days before the membership meeting in which the vote to forego retrofitting of the required fire sprinkler system is to take place. Within 30 days after the association's opt-out vote, notice of the results of the opt-out vote must be mailed or hand delivered to all unit owners. Evidence of compliance with this notice requirement must be made by affidavit executed by the person providing the notice and filed among the official records of the association. After notice is provided to each owner, a copy must be provided by the current owner to a new owner before closing and by a unit owner to a renter before signing a lease.
- 2. If there has been a previous vote to forego retrofitting, a vote to require retrofitting may be obtained at a special meeting of the unit owners called by a petition of at least 10 percent of the voting interests. Such a vote may only be called once every 3 years. Notice shall be provided as required for any regularly called meeting of the unit owners, and must state the purpose of the meeting. Electronic transmission may not be used to provide notice of a meeting called in whole or in part for this purpose.
- 3. As part of the information collected annually from condominiums, the division shall require condominium associations to report the membership vote and recording of a

69

70

71

72

73

74

75

76 77

78

79

80

81

82

83 84

85

86

87

88

89

90

91

92

93

94

95

96



certificate under this subsection and, if retrofitting has been undertaken, the per-unit cost of such work. The division shall annually report to the Division of State Fire Marshal of the Department of Financial Services the number of condominiums that have elected to forego retrofitting.

4. Notwithstanding s. 553.509, a residential an association may not be obligated to, and may forego the retrofitting of, any improvements required by s. 553.509(2) upon an affirmative vote of a majority of the voting interests in the affected condominium.

Section 2. Subsection (5) of section 718.113, Florida Statutes, is amended to read:

- 718.113 Maintenance; limitation upon improvement; display of flag; hurricane shutters and protection; display of religious decorations.-
- (5) Each board of administration of a residential condominium shall adopt hurricane shutter specifications for each building within each condominium operated by the association which shall include color, style, and other factors deemed relevant by the board. All specifications adopted by the board must comply with the applicable building code.
- (a) The board may, subject to s. 718.3026 and the approval of a majority of voting interests of the residential condominium, install hurricane shutters, impact glass, codecompliant windows or doors, or other types of code-compliant hurricane protection that comply with or exceed the applicable building code. However, a vote of the owners is not required if the maintenance, repair, and replacement of hurricane shutters, impact glass, code-compliant windows or doors, or other types of

98

99 100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

115

116

117

118 119

120 121

122

123

124

125



code-compliant hurricane protection are the responsibility of the association pursuant to the declaration of condominium. If hurricane protection or laminated glass or window film architecturally designed to function as hurricane protection that complies with or exceeds the current applicable building code has been previously installed, the board may not install hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection except upon approval by a majority vote of the voting interests.

- (b) The association is responsible for the maintenance, repair, and replacement of the hurricane shutters, impact glass, code-compliant windows or doors, or other types of codecompliant hurricane protection authorized by this subsection if such property is the responsibility of the association pursuant to the declaration of condominium. If the hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection are the responsibility of the unit owners pursuant to the declaration of condominium, the maintenance, repair, and replacement of such items are the responsibility of the unit owner.
- (c) The board may operate shutters, impact glass, codecompliant windows or doors, or other types of code-compliant hurricane protection installed pursuant to this subsection without permission of the unit owners only if such operation is necessary to preserve and protect the condominium property and association property. The installation, replacement, operation, repair, and maintenance of such shutters, impact glass, codecompliant windows or doors, or other types of code-compliant hurricane protection in accordance with the procedures set forth

127

128

129

130

131

132 133

134

135

136

137

138

139

140

141

142

143

144

145

146

147

148 149

150

151

152

153

154



in this paragraph are not a material alteration to the common elements or association property within the meaning of this section.

(d) Notwithstanding any other provision in the residential condominium documents, if approval is required by the documents, a board may not refuse to approve the installation or replacement of hurricane shutters, impact glass, code-compliant windows or doors, or other types of code-compliant hurricane protection by a unit owner conforming to the specifications adopted by the board.

Section 3. Subsection (6) is added to section 718.1255, Florida Statutes, to read:

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

(6) APPLICABILITY.—This section does not apply to a nonresidential condominium unless otherwise specifically provided for in the declaration of the nonresidential condominium.

Section 4. Section 718.1256, Florida Statutes, is amended to read:

718.1256 Condominiums as residential property.-For the purpose of property and casualty insurance risk classification, residential condominiums shall be classed as residential property.

Section 5. Paragraph (a) of subsection (2) of section 718.403, Florida Statutes, is amended and subsection (9) is added to that section, to read:

718.403 Phase condominiums.—

156

157

158

159

160

161 162

163 164

165

166

167

168

169

170

171

172

173 174

175

176

177

178

179

180

181

182

183



- (2) The original declaration of condominium, or an amendment to the declaration, which amendment has been approved by all unit owners and unit mortgagees and the developer, shall describe:
- (a) The land which may become part of the condominium and the land on which each phase is to be built. The descriptions shall include metes and bounds or other legal descriptions of the land for each phase, plot plans, and surveys. Plot plans, attached as an exhibit, must show the approximate location of all existing and proposed buildings and improvements that may ultimately be contained within the condominium. The plot plan may be modified by the developer as to unit or building types but, in a residential condominium, only to the extent that such changes are described in the declaration. If provided in the declaration, the developer may make nonmaterial changes in the legal description of a phase.
- (9) Paragraphs (2) (b) (f) and subsection (8) do not apply to nonresidential condominiums.

Section 6. Section 718.707, Florida Statutes, is amended to read:

718.707 Time limitation for classification as bulk assignee or bulk buyer.—A person acquiring condominium parcels may not be classified as a bulk assignee or bulk buyer unless the condominium parcels were acquired on or after July 1, 2010, but before July 1, 2016 $\frac{2015}{1}$. The date of such acquisition shall be determined by the date of recording a deed or other instrument of conveyance for such parcels in the public records of the county in which the condominium is located, or by the date of issuing a certificate of title in a foreclosure proceeding with



184 respect to such condominium parcels. 185 ======= T I T L E A M E N D M E N T ========= 186 And the title is amended as follows: 187 188 Delete line 5 189 and insert: 190 their associations and boards; amending s. 718.113, 191 F.S.; limiting the application of certain requirements 192 relating to the maintenance of residential condominiums and their associations and boards; 193 194 amending s. 718.1255, F.S.; exempting nonresidential 195 condominiums from mandatory arbitration unless 196 specifically provided for in their declarations; 197 amending s. 718.1256, F.S.; specifying that 198 residential condominiums are classified as residential 199 property; amending s. 718.403, F.S.; authorizing the 200 developer to modify the plot plan as to unit or 201 building types; limiting the circumstances under which 202 a plot plan may be modified as to a residential 203 condominium; specifying the provisions relating to 204 phase condominiums that are inapplicable to 205 nonresidential condominiums; amending s. 718.707, 206 F.S.; extending by 1 year the time limitation for 207 classification as a bulk assignee or bulk buyer; 208 providing an effective