1 A bill to be entitled 2 An act relating to clerks of court; amending s. 40.32, 3 F.S.; authorizing jurors and witnesses to be paid by 4 check; amending s. 77.27, F.S.; conforming a provision 5 to changes made by the act; amending s. 77.28, F.S.; 6 requiring a party applying for garnishment to pay a 7 deposit to the garnishee, rather than in the registry 8 of the court; deleting a provision that requires the 9 clerk to collect a specified fee; amending s. 197.432, 10 F.S.; providing requirements for the sale of tax 11 certificates; amending s. 197.472, F.S.; revising 12 requirements for the redemption of tax certificates; amending s. 197.502, F.S.; requiring the 13 certificateholder to pay costs of resale within 15 14 15 days under certain circumstances; providing circumstances under which land shall be placed on a 16 17 specified list; prohibiting a county from applying for a tax deed under certain circumstances; deleting a 18 19 provision relating to a notification procedure; amending s. 197.542, F.S.; requiring the 20 21 certificateholder to pay a specified amount of the 22 assessed value of the homestead under certain 23 circumstances; providing circumstances under which 24 land shall be placed on a specified list; amending s. 25 197.582, F.S.; clarifying notice requirements; 26 providing for excess proceeds relating to unclaimed Page 1 of 11

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27 property; requiring the clerk to ensure that excess 28 funds are paid according to specified priorities; 29 providing for interpleader actions and the award of 30 reasonable fees and costs; providing an effective 31 date. 32 33 Be It Enacted by the Legislature of the State of Florida: 34 35 Section 1. Subsection (3) of section 40.32, Florida 36 Statutes, is amended to read: 37 40.32 Clerks to disburse money; payments to jurors and 38 witnesses.-Jurors and witnesses shall be paid by the clerk of the 39 (3) court either in cash, by check, or by warrant within 20 days 40 41 after completion of jury service or of completion of service as 42 a witness. 43 If Whenever the clerk of the court pays a juror or (a) witness by cash, the juror or witness shall sign the payroll in 44 the presence of the clerk, a deputy clerk, or some other person 45 designated by the clerk. 46 47 If Whenever the clerk pays a juror or witness by (b) 48 warrant, he or she shall endorse on the payroll opposite the 49 juror's or witness's name the words "Paid by warrant," giving 50 the number and date of the warrant. 51 Section 2. Section 77.27, Florida Statutes, is amended to 52 read: Page 2 of 11

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53 77.27 No appeal until fees are paid.—If the writ is 54 dismissed or plaintiff fails to sustain his or her claim, <u>an</u> no 55 appeal from the judgment <u>is not</u> shall be permitted until the 56 <u>attorney</u> attorney's fee provided in s. 77.28 has been paid into 57 court.

58 Section 3. Section 77.28, Florida Statutes, is amended to 59 read:

60 77.28 Garnishment; attorney attorney's fees, costs, 61 expenses; deposit required .- Before issuance of any writ of garnishment, the party applying for it shall pay deposit \$100 in 62 the registry of the court which shall be paid to the garnishee 63 on the garnishee's demand at any time after the service of the 64 65 writ for the payment or part payment of his or her attorney 66 attorney's fee which the garnishee expends or agrees to expend 67 in obtaining representation in response to the writ. At the time of deposit, the clerk shall collect the statutory fee provided 68 by s. 28.24(10) in addition to the \$100 deposited into the 69 70 registry of the court. On rendering final judgment, the court 71 shall determine the garnishee's costs and expenses, including a 72 reasonable attorney attorney's fee, and in the event of a judgment in favor of the plaintiff, the amount is shall be 73 74 subject to offset by the garnishee against the defendant whose 75 property or debt owing is being garnished. In addition, the 76 court shall tax the garnishee's costs and expenses as costs. The 77 plaintiff may recover in this manner the sum advanced by him or 78 her plaintiff and paid into registry of court, and, if the Page 3 of 11

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amount allowed by the court is greater than the amount <u>paid</u> of the deposit, together with any offset, judgment for the garnishee shall be entered against the party against whom the costs are taxed for the deficiency.

83 Section 4. Subsection (4) of section 197.432, Florida
84 Statutes, is amended to read:

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197.432 Sale of tax certificates for unpaid taxes.-

86 A tax certificate representing less than \$250 in (4) 87 delinquent taxes on property that has been granted a homestead exemption for the year in which the delinquent taxes were 88 assessed may not be sold at public auction or by electronic sale 89 as provided in subsection (1) but must be issued by the tax 90 collector to the county at the maximum rate of interest allowed. 91 92 The provisions of s. 197.4725 or s. 197.502(3) may not be 93 invoked if the homestead exemption is granted to the person who 94 received the homestead exemption for the year in which the tax 95 certificate was issued. However, if all of the outstanding such 96 tax certificates and accrued interest and the current tax 97 certificate represent an amount of \$250 or more, the current tax 98 certificate must be offered for sale pursuant to subsection (1). 99 A county that acquires a tax certificate pursuant to this 100 subsection may not sell the tax certificate pursuant to s. 101 197.4725 s. 197.502(3) shall be used to determine whether the 102 county must apply for a tax deed. 103 Section 5. Subsection (1) of section 197.472, Florida 104 Statutes, is amended to read:

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105 197.472 Redemption of tax certificates.-106 A Any person may redeem a tax certificate at any time (1)107 after the certificate is issued and before a tax deed is issued 108 unless full payment for the tax deed is made to the clerk of the 109 court, including documentary stamps and recording fees or the 110 property is placed on the list of lands available for sale. The 111 person redeeming a tax certificate shall pay the tax collector 112 the face amount plus all interest, costs, and charges. 113 Section 6. Subsections (2), (3), and (7) of section 197.502, Florida Statutes, are amended to read: 114 115 197.502 Application for obtaining tax deed by holder of tax sale certificate; fees.-116 117 A certificateholder, other than the county, who makes (2) 118 application for a tax deed shall pay the tax collector at the 119 time of application all amounts required for redemption or 120 purchase of all other outstanding tax certificates, plus interest, any omitted taxes, plus interest, any delinquent 121 122 taxes, plus interest, and current taxes, if due, covering the 123 property. In addition, the certificateholder shall pay the costs 124 of resale, if applicable, and failure to pay such costs within 125 15 days after notice from the clerk shall result in the clerk's entering the land on a list entitled "lands available for 126 127 taxes." 128 (3) The county in which the property described in the 129 certificate is located shall apply for a tax deed on all county-130 held certificates on property valued at \$5,000 or more on the Page 5 of 11

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131 property appraiser's most recent assessment roll, except 132 deferred payment tax certificates, and may apply for tax deeds on certificates on property valued at less than \$5,000 on the 133 134 property appraiser's most recent assessment roll. The application shall be made 2 years after April 1 of the year of 135 136 issuance of the certificates or as soon thereafter as is 137 reasonable. Upon application, the county shall deposit with the 138 tax collector all applicable costs and fees as provided in 139 subsection (1), but may not deposit any money to cover the 140 redemption of other outstanding certificates covering the property. However, a county may not apply for a tax deed on a 141 certificate held by the county if, in the year for which the 142 143 most recent tax certificate was issued to the county, the value 144 of that tax certificate and the outstanding tax certificates and 145 accrued interest represented an amount of less than \$250 and the homestead exemption was granted to a person who received the 146 147 exemption for that year. 148 (7) On county-held or individually held certificates for 149 which there are no bidders at the public sale and for which the 150 certificateholder fails to timely pay costs of resale or fails 151 to pay the amounts due for issuance of a tax deed within 15 days 152 after the sale, the clerk shall enter the land on a list 153 entitled "lands available for taxes" and shall immediately 154 notify the county commission and all other persons holding 155 certificates against the property that the property is

available. During the first 90 days after the property is placed Page 6 of 11

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157 on the list, the county may purchase the land for the opening 158 bid or may waive its rights to purchase the property. 159 Thereafter, any person, the county, or any other governmental 160 unit may purchase the property from the clerk, without further 161 notice or advertising, for the opening bid, except that if the 162 county or other governmental unit is the purchaser for its own 163 use, the board of county commissioners may cancel omitted years' taxes, as provided under s. 197.447. If the county does not 164 165 elect to purchase the property, the county must notify each 166 legal titleholder of property contiguous to the property 167 available for taxes, as provided in paragraph (4)(h), before expiration of the 90-day period. Interest on the opening bid 168 169 continues to accrue through the month of sale as prescribed by s. 197.542. 170

171Section 7.Subsections (1) and (3) of section 197.542,172Florida Statues, are amended to read:

173

197.542 Sale at public auction.-

174 Real property advertised for sale to the highest (1)175 bidder as a result of an application filed under s. 197.502 176 shall be sold at public auction by the clerk of the circuit court, or his or her deputy, of the county where the property is 177 located on the date, at the time, and at the location as set 178 179 forth in the published notice, which must be during the regular 180 hours the clerk's office is open. The amount required to redeem 181 the tax certificate, plus the amounts paid by the holder to the 182 clerk in charges for costs of sale, redemption of other tax

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183 certificates on the same property, and all other costs to the 184 applicant for tax deed, plus interest at the rate of 1.5 percent 185 per month for the period running from the month after the date 186 of application for the deed through the month of sale and costs 187 incurred for the service of notice provided for in s. 188 197.522(2), shall be the bid of the certificateholder for the 189 property. If tax certificates exist or if delinquent taxes 190 accrued subsequent to the filing of the tax deed application, 191 the amount required to redeem such tax certificates or pay such 192 delinquent taxes must be included in the minimum bid. However, if the land to be sold is assessed on the latest tax roll as 193 homestead property, the bid of the certificateholder must be 194 195 increased to include an amount equal to one-half of the assessed 196 value of the homestead property as required by s. 197.502. If 197 there are no higher bids, the property shall be struck off and 198 sold to the certificateholder, who shall pay to the clerk any 199 amounts included in the minimum bid, the documentary stamp tax, 200 the and recording fees, and, if the property is homestead 201 property, the moneys to cover the one-half value of the 202 homestead within 15 days after the sale due. Upon payment, a tax 203 deed shall be issued and recorded by the clerk. If the 204 certificateholder fails to make full payment when due, the clerk 205 shall enter the land on a list entitled "lands available for 206 taxes." 207 (3) If the sale is canceled for any reason $_{T}$ or the buyer 208 fails to make full payment within the time required, the clerk

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209 shall immediately readvertise the sale to be held within 30 days 210 after the buyer's nonpayment or, if canceled, within 30 days after the clerk receives the costs of resale. The sale shall be 211 212 held within 30 days after readvertising after the date the sale 213 was canceled. Only one advertisement is necessary. The amount of 214 the opening bid shall be increased by the cost of advertising, 215 additional clerk's fees as provided for in s. 28.24(21), and 216 interest as provided for in subsection (1). If, at the 217 subsequent sale, there are no bidders at the tax deed sale and the certificateholder fails to pay the moneys due within 15 days 218 219 after the sale, the clerk may not readvertise the sale and shall 220 place the property on a list entitled "lands available for 221 taxes." This process must be repeated until the property is sold 222 and the clerk receives full payment or the clerk does not 223 receive any bids other than the bid of the certificateholder. 224 The clerk must receive full payment before the issuance of the 225 tax deed. 226 Section 8.

226 Section 8. Subsection (2) of section 197.582, Florida 227 Statutes, is amended, and subsection (3) is added to that 228 section, to read:

229

197.582 Disbursement of proceeds of sale.-

(2) If the property is purchased for an amount in excess
of the statutory bid of the certificateholder, the excess must
be paid over and disbursed by the clerk. If the property
purchased is homestead property and the statutory bid includes
an amount equal to at least one-half of the assessed value of
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235 the homestead, that amount must be treated as excess and 236 distributed in the same manner. The clerk shall distribute the 237 excess to the governmental units for the payment of any lien of 238 record held by a governmental unit against the property, 239 including any tax certificates not incorporated in the tax deed 240 application and omitted taxes, if any. If the excess is not 241 sufficient to pay all of such liens in full, the excess shall be 242 paid to each governmental unit pro rata. If, after all liens of 243 governmental units are paid in full, there remains a balance of undistributed funds, the balance shall be retained by the clerk 244 for the benefit of persons described in s. 197.522(1)(a), except 245 246 those persons described in s. 197.502(4)(h), as their interests 247 may appear. The clerk shall mail notices to such persons 248 notifying them of the funds held for their benefit. Such notice 249 constitutes compliance with the requirements of s. 717.117(4). Any service charges, at the rate prescribed in s. 28.24(10), and 250 251 costs of mailing notices shall be paid out of the excess balance 252 held by the clerk. Excess proceeds shall be held and disbursed 253 in the same manner as unclaimed redemption moneys in s. 197.473. 254 For purposes of identifying unclaimed property pursuant to s. 255 717.113, excess proceeds shall be presumed payable or 256 distributable on the date the notice is sent. If excess proceeds 257 are not sufficient to cover the service charges and mailing 258 costs, the clerk shall receive the total amount of excess 259 proceeds as a service charge. 260 (3) If unresolved claims against the property exist on the

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261	date the property is purchased, the clerk shall ensure that the
262	excess funds are paid according to the priorities of the claims.
263	If a lien appears to be entitled to priority and the lienholder
264	has not made a claim against the excess funds, payment may not
265	be made on any lien that is junior in priority. If potentially
266	conflicting claims to the funds exist, the clerk may initiate an
267	interpleader action against the lienholders involved, and the
268	court shall determine the proper distribution of the
269	interpleaded funds. The clerk may move the court for an award of
270	reasonable fees and costs from the interpleaded funds.
271	Section 9. This act shall take effect July 1, 2014.

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