

LEGISLATIVE ACTION

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Senate

House

The Committee on Rules (Perry) recommended the following:
Senate Amendment (with title amendment)
Before line 26
insert:
Section 1. Paragraphs (a), (d), and (f) of subsection (2)
of section 255.05, Florida Statutes, are amended, and subsection
(12) is added to that section, to read:
255.05 Bond of contractor constructing public buildings;
form; action by claimants
(2)(a)1. If a claimant is no longer furnishing labor,
services, or materials on a project, a contractor or the

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12 contractor's agent or attorney may elect to shorten the time 13 within which an action to enforce any claim against a payment 14 bond must be commenced by recording in the clerk's office a 15 notice in substantially the following form: 16 17 NOTICE OF CONTEST OF CLAIM 18 AGAINST PAYMENT BOND 19 20 To: ... (Name and address of claimant) ... 21 22 You are notified that the undersigned contests your notice 23 of nonpayment, dated, and served on the 24 undersigned on,, and that the time within 25 which you may file suit to enforce your claim is limited to 60 days after the date of service of this notice. 26 27 28 29 30 Signed: ... (Contractor or Attorney) ... 31 32 The claim of a claimant upon whom such notice is served and who 33 fails to institute a suit to enforce his or her claim against 34 the payment bond within 60 days after service of such notice is 35 extinguished automatically. The contractor or the contractor's 36 attorney shall serve a copy of the notice of contest on to the 37 claimant at the address shown in the notice of nonpayment or 38 most recent amendment thereto and shall certify to such service 39 on the face of the notice and record the notice. 2. A claimant, except a laborer, who is not in privity with 40

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41 the contractor shall, before commencing or not later than 45 42 days after commencing to furnish labor, services, or materials 43 for the prosecution of the work, serve the contractor with a 44 written notice that he or she intends to look to the bond for 45 protection. A claimant who is not in privity with the contractor 46 and who has not received payment for furnishing his or her 47 labor, services, or materials shall serve a written notice of nonpayment on the contractor and a copy of the notice on the 48 49 surety. The notice of nonpayment shall be under oath and served 50 during the progress of the work or thereafter but may not be 51 served earlier than 45 days after the first furnishing of labor, 52 services, or materials by the claimant or later than 90 days 53 after the final furnishing of the labor, services, or materials 54 by the claimant or, with respect to rental equipment, later than 55 90 days after the date that the rental equipment was last on the 56 job site available for use. Any notice of nonpayment served by a 57 claimant who is not in privity with the contractor which 58 includes sums for retainage must specify the portion of the 59 amount claimed for retainage. An action for the labor, services, or materials may not be instituted against the contractor or the 60 61 surety unless the notice to the contractor and notice of 62 nonpayment have been served, if required by this section. 63 Notices required or permitted under this section must be served 64 in accordance with s. 713.18. A claimant may not waive in 65 advance his or her right to bring an action under the bond 66 against the surety. In any action brought to enforce a claim 67 against a payment bond under this section, the prevailing party is entitled to recover a reasonable fee for the services of his 68 69 or her attorney for trial and appeal or for arbitration, in an

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70 amount to be determined by the court, which fee must be taxed as 71 part of the prevailing party's costs, as allowed in equitable 72 actions. The time periods for service of a notice of nonpayment 73 or for bringing an action against a contractor or a surety are 74 shall be measured from the last day of furnishing labor, 75 services, or materials by the claimant and may not be measured by other standards, such as the issuance of a certificate of 76 77 occupancy or the issuance of a certificate of substantial 78 completion. The negligent inclusion or omission of any 79 information in the notice of nonpayment that has not prejudiced 80 the contractor or surety does not constitute a default that 81 operates to defeat an otherwise valid bond claim. A claimant who 82 serves a fraudulent notice of nonpayment forfeits his or her 83 rights under the bond. A notice of nonpayment is fraudulent if 84 the claimant has willfully exaggerated the amount unpaid, 85 willfully included a claim for work not performed or materials 86 not furnished for the subject improvement, or prepared the 87 notice with such willful and gross negligence as to amount to a 88 willful exaggeration. However, a minor mistake or error in a 89 notice of nonpayment, or a good faith dispute as to the amount 90 unpaid, does not constitute a willful exaggeration that operates 91 to defeat an otherwise valid claim against the bond. The service 92 of a fraudulent notice of nonpayment is a complete defense to the claimant's claim against the bond. The notice of nonpayment 93 94 under this subparagraph must include the following information, 95 current as of the date of the notice, and must be in 96 substantially the following form: 97

NOTICE OF NONPAYMENT

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100	To: (name of contractor and address)
101	
102	(name of surety and address)
103	
104	The undersigned claimant notifies you that:
105	1. Claimant has furnished(describe labor, services, or
106	materials) for the improvement of the real property
107	identified as (property description) The corresponding
108	amount unpaid to date is \$, of which \$ is unpaid
109	retainage.
110	2. Claimant has been paid to date the amount of $\$\ldots$ for
111	previously furnishing (describe labor, services, or
112	materials) for this improvement.
113	3. Claimant expects to furnish(describe labor,
114	services, or materials) for this improvement in the future
115	(if known), and the corresponding amount expected to become due
116	is \$ (if known).
117	
118	I declare that I have read the foregoing Notice of Nonpayment
119	and that the facts stated in it are true to the best of my
120	knowledge and belief.
121	
122	DATED on,
123	(signature and address of claimant)
124	STATE OF FLORIDA
125	COUNTY OF
126	
127	The foregoing instrument was sworn to (or affirmed) and

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128	subscribed before me by means of physical presence or sworn
129	to (or affirmed) by online notarization thisday of
130	,(year), by(name of signatory)
131	(Signature of Notary Public - State of Florida)
132	(Print, Type, or Stamp Commissioned Name of Notary
133	Public)
134	
135	Personally Known OR Produced Identification
136	
137	Type of Identification Produced
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139	(d) A person may not require a claimant to furnish a waiver
140	that is different from the forms in paragraphs (b) and (c) in
141	exchange for, or to induce payment of, a progress payment or
142	final payment, unless the claimant has entered into a direct
143	contract that requires the claimant to furnish a waiver that is
144	different from the forms in paragraphs (b) and (c).
145	(f) <u>Any provisions in</u> a waiver that <u>are</u> is not <u>related to</u>
146	the waiver of right to claim against a payment bond as provided
147	in this subsection are unenforceable, unless the claimant has
148	otherwise agreed to those provisions in the claimant's direct
149	contract substantially similar to the forms in this subsection
150	is enforceable in accordance with its terms.
151	(12) Unless otherwise provided in this section, service of
152	any document must be made in accordance with s. 713.18.
153	Section 2. Paragraph (c) of subsection (1) of section
154	337.18, Florida Statutes, is amended, and subsection (6) is
155	added to that section, to read:
156	337.18 Surety bonds for construction or maintenance

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157 contracts; requirement with respect to contract award; bond 158 requirements; defaults; damage assessments.-

(1)

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160 (c) A claimant, except a laborer, who is not in privity 161 with the contractor shall, before commencing or not later than 162 90 days after commencing to furnish labor, materials, or supplies for the prosecution of the work, furnish the contractor 163 164 with a notice that he or she intends to look to the bond for protection. A claimant who is not in privity with the contractor 165 166 and who has not received payment for his or her labor, 167 materials, or supplies shall deliver to the contractor and to the surety written notice of the performance of the labor or 168 169 delivery of the materials or supplies and of the nonpayment. The 170 notice of nonpayment may be served at any time during the 171 progress of the work or thereafter but not before 45 days after 172 the first furnishing of labor, services, or materials, and not 173 later than 90 days after the final furnishing of the labor, 174 services, or materials by the claimant or, with respect to 175 rental equipment, not later than 90 days after the date that the 176 rental equipment was last on the job site available for use. An action by a claimant, except a laborer, who is not in privity 177 178 with the contractor for the labor, materials, or supplies may 179 not be instituted against the contractor or the surety unless both notices have been given. Notices required or permitted 180 181 under this section may be served in any manner provided in s. 182 713.18, and provisions for the waiver of right to claim against 183 a payment bond contained in s. 713.235 apply to all contracts 184 under this section.

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(6) Unless otherwise provided in this section, service of



186	any document must be made in accordance with s. 713.18.
187	Section 3. Subsections (8) and (26) of section 713.01,
188	Florida Statutes, are amended to read:
189	713.01 DefinitionsAs used in this part, the term:
190	(8) "Contractor" means a person other than a materialman or
191	laborer who enters into a contract with the owner of real
192	property for improving it, or who takes over from a contractor
193	as so defined the entire remaining work under such contract. The
194	term "contractor" includes an architect, landscape architect, or
195	engineer who improves real property pursuant to a design-build
196	contract authorized by s. 489.103(16). The term "contractor"
197	also includes a licensed general contractor or building
198	contractor, as those terms are defined in s. 489.105(3)(a) and
199	(b), who provides construction management services, which
200	include responsibility for scheduling and coordination in both
201	preconstruction and construction phases and for the successful,
202	timely, and economical completion of the construction project,
203	or who provides program management services, which include
204	responsibility for schedule control, cost control, and
205	coordination in providing or procuring planning, design, and
206	construction.
207	(26) "Real property" means the land that is improved and
208	the improvements thereon, including fixtures, except any such
209	property owned by the state or any county, municipality, school
210	board, or governmental agency, commission, or political
211	subdivision. The term includes a private leasehold interest that
212	is improved, and the improvements thereon, on land that is owned
213	by the state or any county, municipality, school board, or
214	governmental agency, commission, or political subdivision.
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215 Section 4. Section 713.09, Florida Statutes, is amended to 216 read: 713.09 Single claim of lien.-A lienor may is required to 217 218 record only one claim of lien covering his or her entire demand 219 against the real property when the amount demanded is for labor 220 or services or material furnished for more than one improvement 221 under the same direct contract or multiple direct contracts. The 222 single claim of lien is sufficient even though the improvement 223 is for one or more improvements located on separate lots, 224 parcels, or tracts of land. If materials to be used on one or 225 more improvements on separate lots, parcels, or tracts of land 226 under one direct contract are delivered by a lienor to a place 227 designated by the person with whom the materialman contracted, 228 other than the site of the improvement, the delivery to the 229 place designated is prima facie evidence of delivery to the site 230 of the improvement and incorporation in the improvement. The 231 single claim of lien may be limited to a part of multiple lots, 232 parcels, or tracts of land and their improvements or may cover 233 all of the lots, parcels, or tracts of land and improvements. If 234 a In each claim of lien under this section is for multiple 235 direct contracts, the owner under the direct contracts contract 236 must be the same person for all lots, parcels, or tracts of land 237 against which a single claim of lien is recorded. 2.38 Section 5. Paragraph (b) of subsection (2) of section 239 713.10, Florida Statutes, is amended, and subsection (4) is 240 added to that section, to read: 241 713.10 Extent of liens.-242 (2)(b) The interest of the lessor is not subject to liens for 243

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244 improvements made by the lessee when: 245 1. The lease, or a short form or a memorandum of the lease 246 that contains the specific language in the lease prohibiting 247 such liability, is recorded in the official records of the 248 county where the premises are located before the recording of a 249 notice of commencement for improvements to the premises and the 250 terms of the lease expressly prohibit such liability; or 251 2. The terms of the lease expressly prohibit such 252 liability, and a notice advising that leases for the rental of 253 premises on a parcel of land prohibit such liability has been 254 recorded in the official records of the county in which the 255 parcel of land is located before the recording of a notice of 256 commencement for improvements to the premises, and the notice 257 includes the following: 258 a. The name of the lessor. 259 b. The legal description of the parcel of land to which the 260 notice applies. 261 c. The specific language contained in the various leases 262 prohibiting such liability. 263 d. A statement that all or a majority of the leases entered 264 into for premises on the parcel of land expressly prohibit such 265 liability. 266 3. The lessee is a mobile home owner who is leasing a 2.67 mobile home lot in a mobile home park from the lessor. 268 269 A notice that is consistent with subparagraph 2. effectively 270 prohibits liens for improvements made by a lessee even if other leases for premises on the parcel do not expressly prohibit 271 liens or if provisions of each lease restricting the application

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273 of liens are not identical.

> (4) The interest of the lessor is not subject to liens for improvements made by the lessee when the lessee is a mobile home owner who is leasing a mobile home lot in a mobile home park from the lessor.

Section 6. Paragraphs (a) and (d) of subsection (1) of section 713.13, Florida Statutes, are amended to read:

713.13 Notice of commencement.-

(1) (a) Except for an improvement that is exempt under pursuant to s. 713.02(5), an owner or the owner's authorized agent before actually commencing to improve any real property, or recommencing completion of any improvement after default or abandonment, whether or not a project has a payment bond complying with s. 713.23, shall record a notice of commencement in the clerk's office and forthwith post either a certified copy thereof or a notarized statement that the notice of commencement 289 has been filed for recording along with a copy thereof. The notice of commencement shall contain the following information:

291 1. A description sufficient for identification of the real 292 property to be improved. The description should include the 293 legal description of the property and also should include the 294 street address and tax folio number of the property if available 295 or, if there is no street address available, such additional information as will describe the physical location of the real 296 297 property to be improved.

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2. A general description of the improvement.

3. The name and address of the owner, the owner's interest 299 300 in the site of the improvement, and the name and address of the 301 fee simple titleholder, if other than such owner.

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302	4. The name and address of the lessee, if the A lessee who
303	contracts for the improvements <u>as</u> is an owner as defined <u>in s.</u>
304	713.01 under s. 713.01(23) and must be listed as the owner
305	together with a statement that the ownership interest is a
306	leasehold interest.
307	5.4. The name and address of the contractor.
308	6.5. The name and address of the surety on the payment bond
309	under s. 713.23, if any, and the amount of such bond.
310	7. 6. The name and address of any person making a loan for
311	the construction of the improvements.
312	8.7. The name and address within the state of a person
313	other than himself or herself who may be designated by the owner
314	as the person upon whom notices or other documents may be served
315	under this part; and service upon the person so designated
316	constitutes service upon the owner.
317	(d) A notice of commencement must be in substantially the
318	following form:
319	
320	Permit No Tax Folio No
321	NOTICE OF COMMENCEMENT
322	STATE OF FLORIDA State of
323	COUNTY OF County of
324	
325	The undersigned hereby gives notice that improvement will be
326	made to certain real property, and in accordance with Chapter
327	713, Florida Statutes, the following information is provided in
328	this Notice of Commencement.
329	1. Description of property:(legal description of the
330	property, and street address if available)
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331	2. General description of improvement:
332	3.a. Owner: (name and address)
333	b. Owner's phone number:
334	c. Name and address of fee simple titleholder (if different
335	from Owner listed above):
336	4.a. Lessee, if the lessee contracted for the improvements:
337	(name and address)
338	b. Lessee's phone number: owner information or Lessee
339	information if the Lessee contracted for the improvement:
340	a. Name and address:
341	b. Interest in property:
342	c. Name and address of fee simple titleholder (if different
343	from Owner listed above):
344	5.a.4.a. Contractor:(name and address)
345	b. Contractor's phone number:
346	6.5. Surety (if applicable, a copy of the payment bond is
347	attached):
348	a. Name and address:
349	b. Phone number:
350	c. Amount of bond: \$
351	<u>7.a.</u> 6.a. Lender:(name and address)
352	b. Lender's phone number:
353	8.7. Persons within the State of Florida designated by
354	Owner upon whom notices or other documents may be served as
355	provided <u>in</u> by Section <u>713.13(1)(a)8.</u> 713.13(1)(a)7. , Florida
356	Statutes:
357	a. Name and address:
358	b. Phone numbers of designated persons:
359	<u>9.a.</u> 8.a. In addition to himself or herself, Owner
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360 designates of to receive a copy of the 361 Lienor's Notice as provided in Section 713.13(1)(b), Florida 362 Statutes. 363 b. Phone number of person or entity designated by 364 owner:.... 365 10.9. Expiration date of notice of commencement (the expiration date will be 1 year after from the date of recording 366 367 unless a different date is specified) 368 369 WARNING TO OWNER: ANY PAYMENTS MADE BY THE OWNER AFTER THE 370 EXPIRATION OF THE NOTICE OF COMMENCEMENT ARE CONSIDERED IMPROPER 371 PAYMENTS UNDER CHAPTER 713, PART I, SECTION 713.13, FLORIDA 372 STATUTES, AND CAN RESULT IN YOUR PAYING TWICE FOR IMPROVEMENTS 373 TO YOUR PROPERTY. A NOTICE OF COMMENCEMENT MUST BE RECORDED AND 374 POSTED ON THE JOB SITE BEFORE THE FIRST INSPECTION. IF YOU 375 INTEND TO OBTAIN FINANCING, CONSULT WITH YOUR LENDER OR AN 376 ATTORNEY BEFORE COMMENCING WORK OR RECORDING YOUR NOTICE OF 377 COMMENCEMENT. 378 379 ... (Signature of Owner or Lessee, or Owner's or Lessee's 380 Authorized Officer/Director/Partner/Manager)... 381 ... (Signatory's Title/Office)... 382 383 The foregoing instrument was acknowledged before me by means of 384 physical presence or sworn to (or affirmed) by online 385 notarization this day of, ... (year) ..., by ... (name of 386 person)... as ... (type of authority, . . . e.g. officer, 387 trustee, attorney in fact) ... for ... (name of party on behalf of 388 whom instrument was executed)....

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389	(Signature of Notary Public - State of Florida)
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391	(Print, Type, or Stamp Commissioned Name of Notary Public)
392	
393	Personally Known OR Produced Identification
394	
395	Type of Identification Produced
396	Section 7. Subsections (1) , (3), and (4) of section
397	713.132, Florida Statutes, are amended to read:
398	713.132 Notice of termination
399	(1) An owner may terminate the period of effectiveness of a
400	notice of commencement by executing, swearing to, and recording
401	a notice of termination that contains:
402	(a) The same information as the notice of commencement;
403	(b) The <u>official records'</u> recording office document book
404	and page reference numbers and <u>recording</u> date <u>affixed by the</u>
405	recording office on of the recorded notice of commencement;
406	(c) A statement of the date as of which the notice of
407	commencement is terminated, which date may not be earlier than
408	30 days after the notice of termination is recorded;
409	(d) A statement specifying that the notice applies to all
410	the real property subject to the notice of commencement or
411	specifying the portion of such real property to which it
412	applies;
413	(e) A statement that all lienors have been paid in full;
414	and
415	(f) A statement that the owner has, before recording the
416	notice of termination, served a copy of the notice of
417	termination on the contractor and on each lienor who has a

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418 direct contract with the owner or who has timely served a notice 419 to owner, and a statement that the owner will serve a copy of 420 the notice of termination on each lienor who timely serves a 421 notice to owner after the notice of termination has been 422 recorded. The owner is not required to serve a copy of the 423 notice of termination on any lienor who has executed a waiver 424 and release of lien upon final payment in accordance with s. 425 713.20.

426 (3) An owner may not record a notice of termination <u>at any</u>
427 <u>time after</u> except after completion of construction, or after
428 construction ceases before completion and all lienors have been
429 paid in full or pro rata in accordance with s. 713.06(4).

430 (4) If an owner or a contractor, by fraud or collusion, 431 knowingly makes any fraudulent statement or affidavit in a 432 notice of termination or any accompanying affidavit, the owner 433 and the contractor, or either of them, as the case may be, is 434 liable to any lienor who suffers damages as a result of the 435 filing of the fraudulent notice of termination, \dot{r} and any such 436 lienor has a right of action for damages occasioned thereby.

437 (5) (4) A notice of termination must be served before 438 recording on each lienor who has a direct contract with the 439 owner and on each lienor who has timely and properly served a 440 notice to owner in accordance with this part before the 441 recording of the notice of termination. A notice of termination 442 must be recorded in the official records of the county in which 443 the project is located. If properly served before recording in 444 accordance with this subsection, the notice of termination 445 terminates the period of effectiveness of the notice of 446 commencement 30 days after the notice of termination is recorded

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COMMITTEE AMENDMENT

Florida Senate - 2020 Bill No. CS for SB 504

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447	in the official records is effective to terminate the notice of
448	commencement at the later of 30 days after recording of the
449	notice of termination or <u>a later</u> the date stated in the notice
450	of termination as the date on which the notice of commencement
451	is terminated. However, if a lienor, who began work under the
452	notice of commencement before its termination, lacks a direct
453	contract with the owner, and timely serves his or her notice to
454	owner after the notice of termination has been recorded, the
455	owner must serve a copy of the notice of termination upon such
456	lienor, and the termination of the notice of commencement as to
457	that lienor is effective 30 days after service of the notice of
458	termination if the notice of termination has been served
459	pursuant to paragraph (1)(f) on the contractor and on each
460	lienor who has a direct contract with the owner or who has
461	served a notice to owner.
462	Section 8. Section 713.18, Florida Statutes, is amended to
463	read:
464	713.18 Manner of serving <u>documents</u> notices and other
465	instruments
466	(1) Unless otherwise specifically provided by law, service
467	of any document notices, claims of lien, affidavits,
468	assignments, and other instruments permitted or required under
469	this part, <u>s. 255.05</u> , or s. 337.18, or copies thereof when so
470	permitted or required, unless otherwise specifically provided in
471	this part, must be made by one of the following methods:
472	(a) By <u>hand</u> actual delivery to the person to be served; if
473	a partnership, to one of the partners; if a corporation, to an
474	officer, director, managing agent, or business agent; or, if a
475	limited liability company, to a member or manager.
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(b) By common carrier delivery service or by registered,
Global Express Guaranteed, or certified mail to the person to be
<u>served</u>, with postage or shipping paid by the sender and with
evidence of delivery, which may be in an electronic format.

(c) By posting on the site of the improvement if service as provided by paragraph (a) or paragraph (b) cannot be accomplished.

(2) Notwithstanding subsection (1), service of a notice to owner or a preliminary notice to contractor under <u>this part</u>, s. 255.05, <u>or</u> s. 337.18, or s. 713.23 is effective as of the date of mailing <u>and the requirements for service under this section</u> have been satisfied if:

(a) The notice is mailed by registered, Global Express Guaranteed, or certified mail, with postage prepaid, to the person to be served <u>and addressed as prescribed</u> at any of the addresses set forth in subsection (3);

(b) The notice is mailed within 40 days after the date the lienor first furnishes labor, services, or materials; and

(c)1. The person who served the notice maintains a registered or certified mail log that shows the registered or certified mail number issued by the United States Postal Service, the name and address of the person served, and the date stamp of the United States Postal Service confirming the date of mailing; or

500 2. The person who served the notice maintains electronic 501 tracking records <u>approved or</u> generated by the United States 502 Postal Service containing the postal tracking number, the name 503 and address of the person served, and verification of the date 504 of receipt by the United States Postal Service.

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505	(2) (2) Notwithstanding subsection (1) convises of 2
	(3)(a) Notwithstanding subsection (1), service of a
506	document under an instrument pursuant to this section is
507	effective on the date of mailing or shipping and the
508	requirements for service under this section have been satisfied
509	the instrument if it:
510	1. Is sent using one of the methods provided in paragraph
511	(1)(b) to the last address shown in the notice of commencement
512	or any amendment thereto or, in the absence of a notice of
513	commencement, to the last address shown in the building permit
514	application \overline{r} or, in the absence of a notice of commencement and
515	building permit application, to the last known address of the
516	person to be served, unless otherwise specifically provided in
517	this part, s. 255.05, or s. 337.18; and
518	2. Is returned as being "refused," "moved, not
519	forwardable," or "unclaimed," or is otherwise not delivered or
520	deliverable through no fault of the person serving the document
521	item.
522	(b) If the address shown in the notice of commencement or
523	any amendment thereto to the notice of commencement, or, in the
524	absence of a notice of commencement, in the building permit
525	application, is incomplete for purposes of mailing or delivery,
526	the person serving the <u>document</u> item may complete the address
527	and properly format it according to United States Postal Service
528	addressing standards using information obtained from the
529	property appraiser or another public record without affecting
530	the validity of service under this section.
531	(4) A document notice served by a lienor on one owner or
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532 one partner of a partnership owning the real property is deemed 533 <u>served on</u> notice to all owners and partners.

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534 Section 9. Subsections (6) and (8) of section 713.20, 535 Florida Statutes, are amended to read: 713.20 Waiver or release of liens.-536 537 (6) A person may not require a lienor to furnish a lien 538 waiver or release of lien that is different from the forms in 539 subsection (4) or subsection (5) in exchange for, or to induce 540 payment of, a progress payment or final payment, unless the 541 lienor has entered into a direct contract that requires the lienor to furnish a waiver or release that is different from the 542 543 forms in subsection (4) or subsection (5). (8) Any provisions in a lien waiver or lien release that 544 545 are is not related to the waiver or release of lien rights as 546 provided in this section are unenforceable, unless the lienor 547 has otherwise agreed to those provisions in the lienor's direct 548 contract substantially similar to the forms in subsections (4) and (5) is enforceable in accordance with the terms of the lien 549 550 waiver or lien release. 551 Section 10. Paragraph (d) of subsection (1) of section 552 713.23, Florida Statutes, is amended to read: 553 713.23 Payment bond.-554 (1) 555 (d) In addition, a lienor who has not received payment for 556 furnishing his or her labor, services, or materials must, as a 557 condition precedent to recovery under the bond, serve a written 558 notice of nonpayment on to the contractor and a copy of the 559 notice on the surety. The notice must be under oath and served 560 during the progress of the work or thereafter, but may not be 561 served later than 90 days after the final furnishing of labor, 562 services, or materials by the lienor, or, with respect to rental

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563 equipment, later than 90 days after the date the rental 564 equipment was on the job site and available for use. A notice of 565 nonpayment that includes sums for retainage must specify the 566 portion of the amount claimed for retainage. The required notice 567 satisfies this condition precedent with respect to the payment 568 described in the notice of nonpayment, including unpaid finance 569 charges due under the lienor's contract, and with respect to any 570 other payments which become due to the lienor after the date of 571 the notice of nonpayment. The time period for serving a notice 572 of nonpayment is shall be measured from the last day of 573 furnishing labor, services, or materials by the lienor and may 574 not be measured by other standards, such as the issuance of a 575 certificate of occupancy or the issuance of a certificate of 576 substantial completion. The failure of a lienor to receive 577 retainage sums not in excess of 10 percent of the value of 578 labor, services, or materials furnished by the lienor is not 579 considered a nonpayment requiring the service of the notice 580 provided under this paragraph. If the payment bond is not 581 recorded before commencement of construction, the time period 582 for the lienor to serve a notice of nonpayment may at the option 583 of the lienor be calculated from the date specified in this 584 section or the date the lienor is served a copy of the bond. 585 However, the limitation period for commencement of an action on 586 the payment bond as established in paragraph (e) may not be 587 expanded. The negligent inclusion or omission of any information 588 in the notice of nonpayment that has not prejudiced the 589 contractor or surety does not constitute a default that operates 590 to defeat an otherwise valid bond claim. A lienor who serves a fraudulent notice of nonpayment forfeits his or her rights under 591

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COMMITTEE AMENDMENT

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592 the bond. A notice of nonpayment is fraudulent if the lienor has 593 willfully exaggerated the amount unpaid, willfully included a claim for work not performed or materials not furnished for the 594 595 subject improvement, or prepared the notice with such willful 596 and gross negligence as to amount to a willful exaggeration. 597 However, a minor mistake or error in a notice of nonpayment, or 598 a good faith dispute as to the amount unpaid, does not 599 constitute a willful exaggeration that operates to defeat an 600 otherwise valid claim against the bond. The service of a 601 fraudulent notice of nonpayment is a complete defense to the 602 lienor's claim against the bond. The notice under this paragraph 603 must include the following information, current as of the date 604 of the notice, and must be in substantially the following form: 605 606 NOTICE OF NONPAYMENT 607 608 To ... (name of contractor and address) ... 609 ... (name of surety and address) ... 610 611 The undersigned lienor notifies you that: 612 1. The lienor has furnished ... (describe labor, services, 613 or materials)... for the improvement of the real property 614 identified as ... (property description) The corresponding 615 amount unpaid to date is \$...., of which \$.... is unpaid 616 retainage. 617 2. The lienor has been paid to date the amount of \$.... for 618 previously furnishing ... (describe labor, services, or materials)... for this improvement. 619 620 3. The lienor expects to furnish ... (describe labor,

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621	services, or materials) for this improvement in the future
622	(if known), and the corresponding amount expected to become due
623	is \$ (if known).
624	
625	I declare that I have read the foregoing Notice of Nonpayment
626	and that the facts stated in it are true to the best of my
627	knowledge and belief.
628	
629	DATED on,
630	(signature and address of lienor)
631	STATE OF FLORIDA
632	COUNTY OF
633	
634	The foregoing instrument was sworn to (or affirmed) and
635	subscribed before me by means of physical presence or sworn
636	to (or affirmed) by online notarization this day of
637	,(year), by(name of signatory)
638	(Signature of Notary Public - State of Florida)
639	(Print, Type, or Stamp Commissioned Name of Notary
640	Public)
641	Personally Known OR Produced Identification
642	
643	Type of Identification Produced
644	
645	Section 11. Subsections (3) and (5) of section 713.235,
646	Florida Statutes, are amended to read:
647	713.235 Waivers of right to claim against payment bond;
648	forms
649	(3) A person may not require a claimant to furnish a waiver

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650 that is different from the forms in subsections (1) and (2) in 651 exchange for, or to induce payment of, a progress payment or 652 final payment, unless the claimant has entered into a direct 653 contract that requires the claimant to furnish a waiver that is 654 different from the forms in subsections (1) and (2). 655 (5) Any provisions in a waiver that are is not related to 656 the waiver of the right to claim against the payment bond as 657 provided in this section are unenforceable, unless the claimant 658 has otherwise agreed to those provisions in the claimant's 659 direct contract substantially similar to the forms in this 660 section is enforceable in accordance with its terms. 661 Section 12. Section 713.29, Florida Statutes, is amended to 662 read: 663 713.29 Attorney Attorney's fees.-In any action brought to 664 enforce a lien, including a lien that has been transferred to 665 security, or to enforce a claim against a bond under this part, 666 the prevailing party is entitled to recover a reasonable fee for 667 the services of her or his attorney for trial and appeal or for 668 arbitration, in an amount to be determined by the court, which 669 fee must be taxed as part of the prevailing party's costs, as 670 allowed in equitable actions. 671 672 673 And the title is amended as follows: 674 Delete lines 2 - 3 and insert: 675 676 An act relating to construction; amending s. 255.05, 677 F.S.; requiring that a copy of a notice of nonpayment be served on the surety; prohibiting a person from 678

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679 requiring a claimant to furnish a certain waiver in 680 exchange for or to induce certain payments; providing 681 that specified provisions in certain waivers are 682 unenforceable; providing an exception; revising the 683 process for notarizing a notice of nonpayment; 684 requiring service of documents to be made in a 685 specified manner; amending s. 337.18, F.S.; providing 686 that certain waivers apply to certain contracts; 687 requiring service of documents to be made in a 688 specified manner; amending s. 713.01, F.S.; revising 689 definitions; amending s. 713.09, F.S.; authorizing a 690 lienor to record one claim of lien for multiple direct 691 contracts; amending s. 713.10, F.S.; revising the 692 extent of certain liens; amending s. 713.13, F.S.; 693 revising information to be included in a notice of 694 commencement; revising the process for notarizing a 695 notice of commencement; amending s. 713.132, F.S.; 696 revising requirements for a notice of termination; 697 amending s. 713.18, F.S.; requiring service of 698 documents relating to construction bonds to be made in 699 a specified manner; making technical changes; amending 700 ss. 713.20 and 713.235, F.S.; prohibiting a person 701 from requiring a lienor to furnish a certain waiver or 702 release in exchange for or to induce certain payments; 703 providing that specified provisions in certain waivers 704 or releases are unenforceable; providing an exception; 705 amending s. 713.23, F.S.; requiring that a copy of a 706 notice of nonpayment be served on the surety; revising 707 the process for notarizing a notice of nonpayment

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708	under a payment bond; amending s. 713.29, F.S.;
709	authorizing attorney fees in actions to enforce a lien
710	that has been transferred to security; amending s.
711	218.80, F.S.; revising