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LEGISLATIVE ACTION

Senate

House

The Committee on Judiciary (Albritton) recommended the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Paragraphs (a), (d), and (f) of subsection (2) of section 255.05, Florida Statutes, are amended 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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11	contractor's agent or attorney may elect to shorten the time
12	within which an action to enforce any claim against a payment
13	bond must be commenced by recording in the clerk's office a
14	notice in substantially the following form:
15	
16	NOTICE OF CONTEST OF CLAIM
17	AGAINST PAYMENT BOND
18	To: (Name and address of claimant)
19	You are notified that the undersigned contests your notice
20	of nonpayment, dated,, and served on the
21	undersigned on,, and that the time within
22	which you may file suit to enforce your claim is limited to 60
23	days after the date of service of this notice.
24	DATED on,
25	Signed:(Contractor or Attorney)
26	
27	The claim of a claimant upon whom such notice is served and who
28	fails to institute a suit to enforce his or her claim against
29	the payment bond within 60 days after service of such notice is
30	extinguished automatically. The contractor or the contractor's
31	attorney shall serve a copy of the notice of contest <u>on</u> to the
32	claimant at the address shown in the notice of nonpayment or
33	most recent amendment thereto and shall certify to such service
34	on the face of the notice and record the notice.
35	2. A claimant, except a laborer, who is not in privity with
36	the contractor shall, before commencing or not later than 45
37	days after commencing to furnish labor, services, or materials
38	for the prosecution of the work, serve the contractor with a
39	written notice that he or she intends to look to the bond for

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

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

NOTICE OF NONPAYMENT

94 To: ...(name of contractor and address)... 95 ...(name of surety and address)... 96 The undersigned claimant notifies you that: 97 1. Claimant has furnished ...(describe labor, services, or

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     materials)... for the improvement of the real property
99
     identified as ... (property description) .... The corresponding
100
     amount unpaid to date is $...., of which $.... is unpaid
101
     retainage.
102
          2. Claimant has been paid to date the amount of $.... for
103
     previously furnishing ... (describe labor, services, or
104
     materials)... for this improvement.
105
          3. Claimant expects to furnish ... (describe labor,
     services, or materials)... for this improvement in the future
106
107
     (if known), and the corresponding amount expected to become due
108
     is $.... (if known).
109
     I declare that I have read the foregoing Notice of Nonpayment
110
     and that the facts stated in it are true to the best of my
111
     knowledge and belief.
112
     ... (signature and address of claimant) ...
113
     STATE OF FLORIDA
114
115
     COUNTY OF .....
116
117
     The foregoing instrument was sworn to (or affirmed) and
118
     subscribed before me by means of \Box physical presence or \Box online
119
     notarization this .... day of ...., ... (year) ..., by ... (name of
120
     signatory)....
121
122
          ... (Signature of Notary Public - State of Florida) ...
123
          ... (Print, Type, or Stamp Commissioned Name of Notary
124
     Public)...
125
     Personally Known ...... OR Produced Identification .....
126
     Type of Identification Produced
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127 128 (d) A person may not require a claimant to furnish a waiver 129 that is different from the forms in paragraphs (b) and (c) in 130 exchange for, or to induce payment of, a progress payment or 131 final payment, unless the claimant has entered into a direct contract that requires the claimant to furnish a waiver that is 132 133 different from the forms in paragraphs (b) and (c). (f) Any provisions in a waiver that are is not related to 134 135 the waiver of right to claim against a payment bond as provided 136 in this subsection are unenforceable, unless the claimant has 137 otherwise agreed to those provisions in the claimant's direct 138 contract substantially similar to the forms in this subsection 139 is enforceable in accordance with its terms. 140 Section 2. Paragraph (c) of subsection (1) of section 141 337.18, Florida Statutes, is amended to read: 142 337.18 Surety bonds for construction or maintenance 143 contracts; requirement with respect to contract award; bond 144 requirements; defaults; damage assessments.-145 (1)146 (c) A claimant, except a laborer, who is not in privity 147 with the contractor shall, before commencing or not later than 90 days after commencing to furnish labor, materials, or 148 149 supplies for the prosecution of the work, furnish the contractor 150 with a notice that he or she intends to look to the bond for 151 protection. A claimant who is not in privity with the contractor 152 and who has not received payment for his or her labor, 153 materials, or supplies shall deliver to the contractor and to 154 the surety written notice of the performance of the labor or 155 delivery of the materials or supplies and of the nonpayment. The

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156 notice of nonpayment may be served at any time during the 157 progress of the work or thereafter but not before 45 days after the first furnishing of labor, services, or materials, and not 158 159 later than 90 days after the final furnishing of the labor, 160 services, or materials by the claimant or, with respect to 161 rental equipment, not later than 90 days after the date that the rental equipment was last on the job site available for use. An 162 163 action by a claimant, except a laborer, who is not in privity 164 with the contractor for the labor, materials, or supplies may 165 not be instituted against the contractor or the surety unless 166 both notices have been given. Notices required or permitted 167 under this section may be served in any manner provided in s. 168 713.18, and provisions for the waiver of claims against a 169 payment bond contained in s. 255.05(2) apply to all contracts 170 under this section. 171 Section 3. Subsections (8) and (26) of section 713.01, 172 Florida Statutes, are amended to read: 173 713.01 Definitions.-As used in this part, the term:

174 (8) "Contractor" means a person other than a materialman or 175 laborer who enters into a contract with the owner of real 176 property for improving it, or who takes over from a contractor 177 as so defined the entire remaining work under such contract. The 178 term "contractor" includes an architect, landscape architect, or 179 engineer who improves real property pursuant to a design-build 180 contract authorized by s. 489.103(16). The term "contractor" 181 also includes a licensed general contractor or building 182 contractor, as those terms are defined in s. 489.105(3)(a) and 183 (b), who provides construction management services, which include responsibility for scheduling and coordination in both 184

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185 preconstruction and construction phases and for the successful, 186 timely, and economical completion of the construction project, 187 or who provides program management services, which include 188 responsibility for schedule control, cost control, and 189 coordination in providing or procuring planning, design, and 190 construction.

191 (26) "Real property" means the land that is improved and 192 the improvements thereon, including fixtures, except any such 193 property owned by the state or any county, municipality, school 194 board, or governmental agency, commission, or political 195 subdivision, provided, however, that a private leasehold 196 interest in such government-owned property which is improved and 197 the leasehold improvements thereon shall be considered real 198 property for purposes of this part.

Section 4. Section 713.09, Florida Statutes, is amended to read:

201 713.09 Single claim of lien.-A lienor may is required to 202 record only one claim of lien covering his or her entire demand 203 against the real property when the amount demanded is for labor 204 or services or material furnished for more than one improvement under the same direct contract or multiple direct contracts. The 205 206 single claim of lien is sufficient even though the improvement 207 is for one or more improvements located on separate lots, parcels, or tracts of land. If materials to be used on one or 208 209 more improvements on separate lots, parcels, or tracts of land 210 under one direct contract are delivered by a lienor to a place 211 designated by the person with whom the materialman contracted, 212 other than the site of the improvement, the delivery to the place designated is prima facie evidence of delivery to the site 213

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214	of the improvement and incorporation in the improvement. The
215	single claim of lien may be limited to a part of multiple lots,
216	parcels, or tracts of land and their improvements or may cover
217	all of the lots, parcels, or tracts of land and improvements. \underline{If}
218	<u>a</u> In each claim of lien under this section <u>is for multiple</u>
219	direct contracts, the owner under the direct contracts contract
220	must be the same person for all lots, parcels, or tracts of land
221	against which a single claim of lien is recorded.
222	Section 5. Paragraph (b) of subsection (2) of section
223	713.10, Florida Statutes, is amended, and subsection (4) is
224	added to that section, to read:
225	713.10 Extent of liens
226	(2)
227	(b) The interest of the lessor is not subject to liens for
228	improvements made by the lessee when:
229	1. The lease, or a short form or a memorandum of the lease
230	that contains the specific language in the lease prohibiting
231	such liability, is recorded in the official records of the
232	county where the premises are located before the recording of a
233	notice of commencement for improvements to the premises and the
234	terms of the lease expressly prohibit such liability; or
235	2. The terms of the lease expressly prohibit such
236	liability, and a notice advising that leases for the rental of
237	premises on a parcel of land prohibit such liability has been
238	recorded in the official records of the county in which the
239	parcel of land is located before the recording of a notice of
240	commencement for improvements to the premises, and the notice
241	includes the following:
242	a. The name of the lessor.

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243	b. The legal description of the parcel of land to which the
244	notice applies.
245	c. The specific language contained in the various leases
246	prohibiting such liability.
247	d. A statement that all or a majority of the leases entered
248	into for premises on the parcel of land expressly prohibit such
249	liability.
250	3. The lessee is a mobile home owner who is leasing a
251	mobile home lot in a mobile home park from the lessor.
252	
253	A notice that is consistent with subparagraph 2. effectively
254	prohibits liens for improvements made by a lessee even if other
255	leases for premises on the parcel do not expressly prohibit
256	liens or if provisions of each lease restricting the application
257	of liens are not identical.
258	(4) The interest of the lessor is not subject to liens for
259	improvements made by the lessee when the lessee is a mobile home
260	owner who is leasing a mobile home lot in a mobile home park
261	from the lessor.
262	Section 6. Paragraphs (a) and (d) of subsection (1) of
263	section 713.13, Florida Statutes, are amended to read:
264	713.13 Notice of commencement
265	(1)(a) Except for an improvement that is exempt <u>under</u>
266	pursuant to s. 713.02(5), an owner or the owner's authorized
267	agent before actually commencing to improve any real property,
268	or recommencing completion of any improvement after default or
269	abandonment, whether or not a project has a payment bond
270	complying with s. 713.23, shall record a notice of commencement
271	in the clerk's office and forthwith post either a certified copy



272 thereof or a notarized statement that the notice of commencement 273 has been filed for recording along with a copy thereof. The 274 notice of commencement shall contain the following information:

275 1. A description sufficient for identification of the real 276 property to be improved. The description should include the 277 legal description of the property and also should include the 278 street address and tax folio number of the property if available 279 or, if there is no street address available, such additional 280 information as will describe the physical location of the real 281 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 in the site of the improvement, and the name and address of the fee simple titleholder, if other than such owner.

4. The name and address of the lessee, if the A lessee who contracts for the improvements as is an owner as defined in s. 713.01 under s. 713.01(23) and must be listed as the owner together with a statement that the ownership interest is a leasehold interest.

5.4. The name and address of the contractor.

6.5. The name and address of the surety on the payment bond under s. 713.23, if any, and the amount of such bond.

7.6. The name and address of any person making a loan for the construction of the improvements.

296 8.7. The name and address within the state of a person 297 other than himself or herself who may be designated by the owner 298 as the person upon whom notices or other documents may be served 299 under this part; and service upon the person so designated 300 constitutes service upon the owner.

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301	(d) A notice of commencement must be in substantially the
302	following form:
303	
304	Permit No Tax Folio No
305	NOTICE OF COMMENCEMENT
306	State of
307	County of
308	
309	The undersigned hereby gives notice that improvement will be
310	made to certain real property, and in accordance with Chapter
311	713, Florida Statutes, the following information is provided in
312	this Notice of Commencement.
313	1. Description of property:(legal description of the
314	property, and street address if available)
315	2. General description of improvement:
316	3. <u>a. Owner:name and address</u>
317	b. Owner's phone number: Owner information or Lessee
318	information if the Lessee contracted for the improvement:
319	a. Name and address:
320	b. Interest in property:
321	c. Name and address of fee simple titleholder (if different
322	from Owner listed above):
323	4.a. Lessee, if the lessee contracted for the improvements:
324	(name and address)
325	b. Lessee's phone number: a.
326	5.a. Contractor:(name and address)
327	b. Contractor's phone number:
328	6.5. Surety (if applicable, a copy of the payment bond is
329	attached):

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330	a. Name and address:
331	b. Phone number:
332	c. Amount of bond: \$
333	<u>7.a.</u> 6.a. Lender:(name and address)
334	b. Lender's phone number:
335	8.7. Persons within the State of Florida designated by
336	Owner upon whom notices or other documents may be served as
337	provided by Section <u>713.13(1)(a)8.</u> 713.13(1)(a)7. , Florida
338	Statutes:
339	a. Name and address:
340	b. Phone numbers of designated persons:
341	<u>9.a.8.a.</u> In addition to himself or herself, Owner
342	designates of to receive a copy of the
343	Lienor's Notice as provided in Section 713.13(1)(b), Florida
344	Statutes.
345	b. Phone number of person or entity designated by
346	owner:
347	10.9. Expiration date of notice of commencement (the
348	expiration date will be 1 year <u>after</u> from the date of recording
349	unless a different date is specified)
350	
351	WARNING TO OWNER: ANY PAYMENTS MADE BY THE OWNER AFTER THE
352	EXPIRATION OF THE NOTICE OF COMMENCEMENT ARE CONSIDERED IMPROPER
353	PAYMENTS UNDER CHAPTER 713, PART I, SECTION 713.13, FLORIDA
354	STATUTES, AND CAN RESULT IN YOUR PAYING TWICE FOR IMPROVEMENTS
355	TO YOUR PROPERTY. A NOTICE OF COMMENCEMENT MUST BE RECORDED AND
356	POSTED ON THE JOB SITE BEFORE THE FIRST INSPECTION. IF YOU
357	INTEND TO OBTAIN FINANCING, CONSULT WITH YOUR LENDER OR AN
358	ATTORNEY BEFORE COMMENCING WORK OR RECORDING YOUR NOTICE OF

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359	COMMENCEMENT.
360	
361	(Signature of Owner or Lessee, or Owner's or Lessee's
362	Authorized Officer/Director/Partner/Manager)
363	
364	(Signatory's Title/Office)
365	
366	STATE OF FLORIDA
367	COUNTY OF
368	
369	The foregoing instrument was acknowledged before me by means of
370	\Box physical presence or \Box online notarization, this day of
371	,(year), by(name of person) as(type of
372	authority, e.g. officer, trustee, attorney in fact) for
373	(name of party on behalf of whom instrument was executed)
374	
375	(Signature of Notary Public - State of Florida)
376	
377	(Print, Type, or Stamp Commissioned Name of Notary Public)
378	
379	Personally Known OR Produced Identification
380	
381	Type of Identification Produced
382	
383	Section 7. Subsections (1), (3), and (4) of section
384	713.132, Florida Statutes, are amended to read:
385	713.132 Notice of termination
386	(1) An owner may terminate the period of effectiveness of a
387	notice of commencement by executing, swearing to, and recording

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388 a notice of termination that contains: (a) The same information as the notice of commencement; 389 (b) The official records' recording office document book 390 391 and page reference numbers and recording date affixed by the 392 recording office on of the recorded notice of commencement; 393 (c) A statement of the date as of which the notice of 394 commencement is terminated, which date may not be earlier than 395 30 days after the notice of termination is recorded; 396 (d) A statement specifying that the notice applies to all 397 the real property subject to the notice of commencement or 398 specifying the portion of such real property to which it 399 applies; 400 (e) A statement that all lienors have been paid in full; 401 and 402 (f) A statement that the owner has, before recording the 403 notice of termination, served a copy of the notice of 404 termination on the contractor and on each lienor who has a 405 direct contract with the owner or who has timely served a notice 406 to owner, and a statement that the owner will serve a copy of 407 the notice of termination on each lienor who timely serves a 408 notice to owner after the notice of termination has been 409 recorded. The owner is not required to serve a copy of the 410 notice of termination on any lienor who has executed a waiver 411 and release of lien upon final payment in accordance with s. 412 713.20. 413 (3) An owner may not record a notice of termination at any 414 time after except after completion of construction, or after

415 construction ceases before completion and all lienors have been 416 paid in full or pro rata in accordance with s. 713.06(4).

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(4) If an owner or a contractor, by fraud or collusion, knowingly makes any fraudulent statement or affidavit in a notice of termination or any accompanying affidavit, the owner and the contractor, or either of them, as the case may be, is liable to any lienor who suffers damages as a result of the filing of the fraudulent notice of termination, + and any such lienor has a right of action for damages occasioned thereby.

(5) (4) A notice of termination must be served before recording on each lienor who has a direct contract with the owner and on each lienor who has timely and properly served a notice to owner in accordance with this part before the recording of the notice of termination. A notice of termination must be recorded in the official records of the county in which the project is located. If properly served before recording in accordance with this subsection, the notice of termination terminates the period of effectiveness of the notice of commencement 30 days after the notice of termination is recorded in the official records is effective to terminate the notice of commencement at the later of 30 days after recording of the notice of termination or a later the date stated in the notice of termination as the date on which the notice of commencement is terminated. However, if a lienor, who began work under the notice of commencement before its termination, lacks a direct contract with the owner, and timely serves his or her notice to owner after the notice of termination has been recorded, the owner must serve a copy of the notice of termination upon such lienor, and the termination of the notice of commencement as to that lienor is effective 30 days after service of the notice of termination if the notice of termination has been served

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446 pursuant to paragraph (1) (f) on the contractor and on each lienor who has a direct contract with the owner or who has 447 448 served a notice to owner.

Section 8. Section 713.18, Florida Statutes, is amended to read:

713.18 Manner of serving documents notices and other instruments.-

(1) Service of any document notices, claims of lien, affidavits, assignments, and other instruments permitted or required under this part, s. 255.05, or s. 337.18, or copies thereof when so permitted or required, unless otherwise specifically provided in this part, must be made by one of the following methods:

(a) By hand actual delivery to the person to be served; if a partnership, to one of the partners; if a corporation, to an officer, director, managing agent, or business agent; or, if a limited liability company, to a member or manager.

(b) By common carrier delivery service or by registered, Global Express Guaranteed, or certified mail to the person to be served, 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 469 accomplished.

470 (2) Notwithstanding subsection (1), Service of a notice to 471 owner or a preliminary notice to contractor under s. 255.05, s. 472 337.18, s. 713.06, or s. 713.23 is effective as of the date of 473 mailing, and the requirements for service under this section 474 have been satisfied, if:

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475 (a) The notice is mailed by registered, Global Express 476 Guaranteed, or certified mail, with postage prepaid, to the 477 person to be served at any of the addresses set forth in 478 subsection (3); 479

(b) The notice is mailed within 40 days after the date the 480 lienor first furnishes labor, services, or materials; and

481 (c)1. The person who served the notice maintains a 482 registered or certified mail log that shows the registered or 483 certified mail number issued by the United States Postal 484 Service, the name and address of the person served, and the date 485 stamp of the United States Postal Service confirming the date of 486 mailing; or

2. The person who served the notice maintains electronic tracking records approved or generated by the United States Postal Service containing the postal tracking number, the name and address of the person served, and verification of the date of receipt by the United States Postal Service.

(3) (a) Notwithstanding subsection (1), service of a 493 document under an instrument pursuant to this section is effective on the date of mailing or shipping, and the requirements for service under this section have been satisfied, 496 the instrument if the document it:

1. Is sent, using one of the methods specified in paragraph (1) (b), to the last address shown in the notice of commencement 499 or any amendment thereto or, in the absence of a notice of 500 commencement, to the last address shown in the building permit 501 application, or to the last known address of the person to be 502 served; and

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2. Is returned as being "refused," "moved, not

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504 forwardable," or "unclaimed," or is otherwise not delivered or 505 deliverable through no fault of the person serving the <u>document</u> 506 item.

(b) If the address shown in the notice of commencement or 507 508 any amendment to the notice of commencement, or, in the absence 509 of a notice of commencement, in the building permit application, 510 is incomplete for purposes of mailing or delivery, the person 511 serving the document item may complete the address and properly 512 format it according to United States Postal Service addressing 513 standards using information obtained from the property appraiser 514 or another public record without affecting the validity of 515 service under this section.

(4) A <u>document</u> notice served by a lienor on one owner or one partner of a partnership owning the real property is deemed notice to all owners and partners.

Section 9. Subsections (6) and (8) of section 713.20, Florida Statutes, are amended to read:

713.20 Waiver or release of liens.-

(6) A person may not require a lienor to furnish a lien waiver or release of lien that is different from the forms in subsection (4) or subsection (5) <u>in exchange for, or to induce</u> <u>payment of, a progress payment or final payment, unless the</u> <u>lienor has entered into a direct contract that requires the</u> <u>lienor to furnish a waiver or release that is different from the</u> <u>forms in subsection (4) or subsection (5)</u>.

(8) <u>Any provisions in</u> a lien waiver or lien release that
are is not related to the waiver or release of lien rights as
provided in this section are unenforceable, unless the lienor
has otherwise agreed to those provisions in the lienor's direct

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533	contract substantially similar to the forms in subsections (4)
534	and (5) is enforceable in accordance with the terms of the lien
535	waiver or lien release.
536	Section 10. Paragraph (d) of subsection (1) of section
537	713.23, Florida Statutes, is amended to read:
538	713.23 Payment bond
539	(1)
540	(d) In addition, a lienor who has not received payment for
541	furnishing his or her labor, services, or materials must, as a
542	condition precedent to recovery under the bond, serve a written
543	notice of nonpayment <u>on</u> to the contractor and <u>a copy of the</u>
544	notice on the surety. The notice must be under oath and served
545	during the progress of the work or thereafter, but may not be
546	served later than 90 days after the final furnishing of labor,
547	services, or materials by the lienor, or, with respect to rental
548	equipment, later than 90 days after the date the rental
549	equipment was on the job site and available for use. A notice of
550	nonpayment that includes sums for retainage must specify the
551	portion of the amount claimed for retainage. The required notice
552	satisfies this condition precedent with respect to the payment
553	described in the notice of nonpayment, including unpaid finance
554	charges due under the lienor's contract, and with respect to any
555	other payments which become due to the lienor after the date of
556	the notice of nonpayment. The time period for serving a notice
557	of nonpayment <u>is</u> shall be measured from the last day of
558	furnishing labor, services, or materials by the lienor and may
559	not be measured by other standards, such as the issuance of a
560	certificate of occupancy or the issuance of a certificate of
561	substantial completion. The failure of a lienor to receive

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562 retainage sums not in excess of 10 percent of the value of 563 labor, services, or materials furnished by the lienor is not considered a nonpayment requiring the service of the notice 564 565 provided under this paragraph. If the payment bond is not 566 recorded before commencement of construction, the time period 567 for the lienor to serve a notice of nonpayment may at the option 568 of the lienor be calculated from the date specified in this 569 section or the date the lienor is served a copy of the bond. 570 However, the limitation period for commencement of an action on 571 the payment bond as established in paragraph (e) may not be 572 expanded. The negligent inclusion or omission of any information 573 in the notice of nonpayment that has not prejudiced the 574 contractor or surety does not constitute a default that operates 575 to defeat an otherwise valid bond claim. A lienor who serves a 576 fraudulent notice of nonpayment forfeits his or her rights under 577 the bond. A notice of nonpayment is fraudulent if the lienor has 578 willfully exaggerated the amount unpaid, willfully included a 579 claim for work not performed or materials not furnished for the 580 subject improvement, or prepared the notice with such willful 581 and gross negligence as to amount to a willful exaggeration. 582 However, a minor mistake or error in a notice of nonpayment, or 583 a good faith dispute as to the amount unpaid, does not 584 constitute a willful exaggeration that operates to defeat an 585 otherwise valid claim against the bond. The service of a 586 fraudulent notice of nonpayment is a complete defense to the 587 lienor's claim against the bond. The notice under this paragraph 588 must include the following information, current as of the date 589 of the notice, and must be in substantially the following form: 590

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591	NOTICE OF NONPAYMENT
592	
593	To (name of contractor and address)
594	(name of surety and address)
595	
596	The undersigned lienor notifies you that:
597	
598	1. The lienor has furnished(describe labor, services,
599	or materials) for the improvement of the real property
600	identified as (property description) The corresponding
601	amount unpaid to date is \$, of which \$ is unpaid
602	retainage.
603	2. The lienor has been paid to date the amount of $\$$ for
604	previously furnishing (describe labor, services, or
605	materials) for this improvement.
606	3. The lienor expects to furnish(describe labor,
607	services, or materials) for this improvement in the future
608	(if known), and the corresponding amount expected to become due
609	is \$ (if known).
610	
611	I declare that I have read the foregoing Notice of Nonpayment
612	and that the facts stated in it are true to the best of my
613	knowledge and belief.
614	
615	DATED on,
616	(signature and address of lienor)
617	STATE OF FLORIDA
618	COUNTY OF
619	

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620	The foregoing instrument was sworn to (or affirmed) and
621	subscribed before me by means of \Box physical presence or \Box online
622	notarization, this day of,(year), by(name
623	of signatory)
624	(Signature of Notary Public - State of Florida)
625	(Print, Type, or Stamp Commissioned Name of Notary
626	Public)
627	Personally Known OR Produced Identification
628	Type of Identification Produced
629	Section 11. Subsections (3) and (5) of section 713.235,
630	Florida Statutes, are amended to read:
631	713.235 Waivers of right to claim against payment bond;
632	forms
633	(3) A person may not require a claimant to furnish a waiver
634	that is different from the forms in subsections (1) and (2) in
635	exchange for, or to induce payment of, a progress payment or
636	final payment, unless the claimant has entered into a direct
637	contract that requires the claimant to furnish a waiver that is
638	different from the forms in subsections (1) and (2).
639	(5) <u>Any provisions in</u> a waiver that <u>are</u> is not <u>related to</u>
640	the waiver of a claim against the payment bond as provided in
641	this section are unenforceable, unless the claimant has
642	otherwise agreed to those provisions in the claimant's direct
643	contract substantially similar to the forms in this section is
644	enforceable in accordance with its terms.
645	Section 12. Section 713.29, Florida Statutes, is amended to
646	read:
647	713.29 <u>Attorney</u> Attorney's fees.—In any action brought to
648	enforce a lien, including a lien that has been transferred to

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COMMITTEE AMENDMENT

Florida Senate - 2020 Bill No. SB 868

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649	security, or to enforce a claim against a bond under this part,
650	the prevailing party is entitled to recover a reasonable fee for
651	the services of her or his attorney for trial and appeal or for
652	arbitration, in an amount to be determined by the court, which
653	fee must be taxed as part of the prevailing party's costs, as
654	allowed in equitable actions.
655	Section 13. This act shall take effect July 1, 2020.
656	
657	======================================
658	And the title is amended as follows:
659	Delete everything before the enacting clause
660	and insert:
661	A bill to be entitled
662	An act relating to liens and bonds; amending s.
663	255.05, F.S.; requiring that a copy of a notice of
664	nonpayment be served on the surety; prohibiting a
665	person from requiring a claimant to furnish a certain
666	waiver in exchange for or to induce certain payments;
667	providing that specified provisions in certain waivers
668	are unenforceable; providing an exception; amending s.
669	337.18, F.S.; providing that certain waivers apply to
670	certain contracts; amending s. 713.01, F.S.; revising
671	definitions; amending s. 713.09, F.S.; authorizing a
672	lienor to record one claim of lien for multiple direct
673	contracts; amending s. 713.10, F.S.; providing that
674	the interest of a lessor is not subject to liens for
675	certain improvements made by certain lessees who are
676	mobile home owners; amending s. 713.13, F.S.; revising
677	information to be included in a notice of

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678 commencement; amending s. 713.132, F.S.; revising 679 requirements for a notice of termination; amending s. 680 713.18, F.S.; specifying the manner in which documents 681 relating to certain construction bonds must be served; 682 providing that service of a document may be by hand 683 delivery; providing that service of a document is 684 effective on the date of mailing or shipping; making 685 technical changes; amending ss. 713.20 and 713.235, 686 F.S.; prohibiting a person from requiring a lienor to 687 furnish a certain waiver or release in exchange for or 688 to induce certain payments; providing that specified 689 provisions in certain waivers or releases are 690 unenforceable; providing an exception; amending s. 691 713.23, F.S.; requiring that a copy of a notice of 692 nonpayment be served on the surety; amending s. 693 713.29, F.S.; authorizing attorney fees in actions to 694 enforce a lien that has been transferred to security; 695 providing an effective date.