First Engrossed

1	A bill to be entitled
2	An act relating to homeowners' associations;
3	amending s. 720.303, F.S.; providing powers for
4	associations controlled by unit owners other
5	than the developer; amending s. 720.306, F.S.;
6	prohibiting certain amendments to bylaws of the
7	associations; amending s. 712.05, F.S.;
8	providing for the board of directors of a
9	homeowners' association to preserve covenants
10	or restrictions through an extraordinary vote;
11	amending s. 712.06, F.S.; providing notice
12	requirements for homeowners' associations;
13	providing for a limitation on the applicability
14	of certain provisions of the act; providing an
15	effective date.
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17	Be It Enacted by the Legislature of the State of Florida:
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19	Section 1. Subsection (1) of section 720.303, Florida
20	Statutes, is amended to read:
21	720.303 Association powers and duties; meetings of
22	board; official records; budgets; financial reporting
23	(1) POWERS AND DUTIESAn association which operates
24	a community as defined in s. 720.301, must be operated by an
25	association that is a Florida corporation. After October 1,
26	1995, the association must be incorporated and the initial
27	governing documents must be recorded in the official records
28	of the county in which the community is located. An
29	association may operate more than one community. The officers
30	and directors of an association have a fiduciary relationship
31	to the members who are served by the association. The powers

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and duties of an association include those set forth in this 1 2 chapter and, except as expressly limited or restricted in this chapter, those set forth in the governing documents. After 3 4 control of the association is obtained by unit owners other than the developer, the association may institute, maintain, 5 6 settle, or appeal actions or hearings in its name on behalf of 7 all members concerning matters of common interest to the 8 members, including, but not limited to, the common areas; roof 9 or structural components of a building, or other improvements for which the association is responsible; mechanical, 10 electrical, or plumbing elements serving an improvement or 11 12 building for which the association is responsible; 13 representations of the developer pertaining to any existing or 14 proposed commonly used facility; and protesting ad valorem taxes on commonly used facilities. The association may defend 15 actions in eminent domain or bring inverse condemnation 16 17 actions. Before commencing litigation against any party in the name of the association involving amounts in excess of 18 19 \$100,000, the association must obtain the affirmative approval 20 of a majority of the voting interests at a meeting of the membership at which a quorum has been attained. This 21 subsection does not limit any statutory or common-law right of 22 23 any individual member or class of members to bring any action without participation by the association.A member does not 24 have authority to act for the association by virtue of being a 25 26 member. An association may have more than one class of 27 members and may issue membership certificates. Section 2. Subsection (1) of section 720.306, Florida 28 29 Statutes, is amended to read: 720.306 Meetings of members; voting and election 30 31 procedures; amendments.--2 CODING: Words stricken are deletions; words underlined are additions.

1 (1) QUORUM; AMENDMENTS.--2 (a) Unless a lower number is provided in the bylaws, 3 the percentage of voting interests required to constitute a 4 quorum at a meeting of the members shall be 30 percent of the 5 total voting interests. Unless otherwise provided in this chapter or in the articles of incorporation or bylaws, 6 7 decisions that require a vote of the members must be made by 8 the concurrence of at least a majority of the voting interests 9 present, in person or by proxy, at a meeting at which a quorum has been attained. 10 (b) Unless otherwise provided in the governing 11 12 documents or required by law, and other than those matters set forth in paragraph (c), any governing document of an 13 14 association may be amended by the affirmative vote of 15 two-thirds of the voting interests of the association. (c) Unless otherwise provided in the governing 16 17 documents as originally recorded or permitted by this chapter or ch. 617, an amendment may not materially and adversely 18 19 alter the proportionate voting interest appurtenant to a 20 parcel or increase the proportion or percentage by which a parcel shares in the common expenses of the association affect 21 vested rights unless the record parcel owner of the affected 22 23 parcel and all record owners of liens on the affected parcels join in the execution of the amendment. For purposes of this 24 section, a change in quorum requirements is not an alteration 25 26 of voting interests. 27 Section 3. Subsection (1) of section 712.05, Florida 28 Statutes, is amended to read: 29 712.05 Effect of filing notice .--(1) Any person claiming an interest in land or a 30 homeowners' association desiring to preserve any covenant or 31 3 CODING: Words stricken are deletions; words underlined are additions.

restriction or any portion of a covenant or restriction may 1 preserve and protect the same from extinguishment by the 2 operation of this act by filing for record, during the 30-year 3 4 period immediately following the effective date of the root of 5 title, a notice, in writing, in accordance with the provisions hereof, which notice shall have the effect of so preserving 6 7 such claim of right or such covenant or restriction or portion of such covenant or restriction for a period of not longer 8 9 than 30 years after filing the same unless again filed as required herein. No disability or lack of knowledge of any 10 kind on the part of anyone shall delay the commencement of or 11 12 suspend the running of said 30-year period. Such notice may be 13 filed for record by the claimant or by any other person acting 14 on behalf of any claimant who is: 15 (a) Under a disability, (b) Unable to assert a claim on his or her behalf, or 16 17 (c) One of a class, but whose identity cannot be established or is uncertain at the time of filing such notice 18 19 of claim for record. 20 Such notice may be filed by a homeowners' association only if 21 22 the preservation of such covenant or restriction or portion of 23 such covenant or restriction is approved by at least two-thirds of the members of the board of directors of an 24 incorporated homeowners' association at a meeting for which a 25 26 notice, stating the time and place of the meeting and 27 containing the Statement of Marketable Record Title Action described in s. 712.06(1)(b), was mailed or hand-delivered to 28 29 members of the homeowners' association not less than 7 days before the meeting a majority vote at a meeting of the 30 membership where a quorum is present. 31 4 CODING: Words stricken are deletions; words underlined are additions. CS for SB 1410

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1	Section 4. Paragraphs (b) and (e) of subsection (1) of
2	section 712.06, Florida Statutes, are amended to read:
3	712.06 Contents of notice; recording and indexing
4	(1) To be effective, the notice above referred to
5	shall contain:
б	(b) The name and post office address of an owner, or
7	the name and post office address of the person in whose name
8	said property is assessed on the last completed tax assessment
9	roll of the county at the time of filing, who, for the purpose
10	of such notice, shall be deemed to be an owner; however, if a
11	homeowners' association is filing the notice, the requirements
12	of this paragraph may be satisfied by attaching to and
13	recording with the notice an affidavit executed by the
14	appropriate member of the homeowners' association board of
15	directors affirming that the board of directors of the
16	homeowners' association caused a statement in substantially
17	the following form to be mailed or hand-delivered to the
18	homeowners' association's members.
19	STATEMENT OF MARKETABLE TITLE ACTION
20	The (name of homeowners' association) (the
21	"Association") has taken action to ensure that the (name of
22	declaration, covenant, or restriction) recorded in Official
23	Records Book Page of the public records
24	of County, Florida, as may be amended from time
25	to time, currently burdening the property of each and every
26	member of the Association, retains its status as the source of
27	marketable title with regard to the transfer of a member's
28	residence. To this end, the Association shall cause the notice
29	required by chapter 712, Florida Statutes, to be recorded in
30	the public records of County, Florida. Copies of
31	this notice and its attachments are available through the
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1	Association pursuant to the Association's governing documents	
2	regarding official records of the Association.	
3	(e) If such claim is based upon an instrument of	
4	record or a recorded covenant or restriction, such instrument	
5	of record or recorded covenant or restriction is considered to	
6	$\frac{1}{2}$ shall be sufficiently described to identify the same $\frac{1}{2}$ the	
7	notice includes a, including reference to the book and page in	
8	which the same is recorded.	
9	Section 5. The amendments to section 720.306, Florida	
10	Statutes, provided in this act shall not apply to or affect	
11	any vested rights recognized by any court order or judgment in	
12	any action commenced prior to July 1, 2003, and any such	
13	vested rights so recognized may not be subsequently altered	
14	without the consent of the affected parcel owner or owners.	
15	Section 6. This act shall take effect July 1, 2003.	
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