By Senator Ring

	32-00405A-09 2009998
1	A bill to be entitled
2	An act relating to condominium and homeowners'
3	associations; amending s. 718.110, F.S.; limiting the
4	application of certain amendments to the declaration
5	of condominium to certain unit owners; amending s.
6	718.111, F.S.; providing that a homeowners'
7	association may satisfy its obligation to provide unit
8	owners access to the association's official records by
9	making such records available by specified means;
10	providing that certain records shall not be accessible
11	to unit owners; amending s. 718.112, F.S.; deleting a
12	requirement that each unit owner eligible to vote in
13	an election of board members submit a form certifying
14	certain information within a specified period before
15	such election; requiring that each newly elected board
16	member certify certain information in writing within a
17	specified period after being elected; providing that
18	failure to timely file such certification disqualifies
19	the director from serving on the board; requiring that
20	the secretary of the association retain such
21	certification for a specified period; providing that
22	failure to have such certification on file does not
23	affect the validity of any association action;
24	amending s. 718.113, F.S.; authorizing the board to
25	install code-compliant impact glass under certain
26	conditions; amending s. 718.116, F.S.; further
27	limiting the application of certain limitations to the
28	liability of a first mortgagee, its successor, or
29	assignee acquiring title to a unit by foreclosure or

32-00405A-09

2009998

30 deed in lieu of foreclosure for certain unpaid 31 assessments; clarifying the definition of "successor 32 or assignee"; limiting the amount of costs to a unit 33 owner resulting from certain collection efforts by an association under certain conditions; providing an 34 35 exception; providing for the collection of transfer 36 fees; amending s. 718.303, F.S.; authorizing an 37 association to suspend the right of a unit owner or a 38 unit's occupant, licensee, or invitee to use certain 39 common elements or association property; excluding 40 certain common elements and property from such 41 authorization; authorizing the association to levy 42 fines for certain activities; requiring that 43 reasonable notice and opportunity for a hearing be 44 provided before an association levies such fines; 45 granting certain powers to the committee before which 46 hearings are held; providing exceptions to notice and 47 hearing requirements; authorizing an association to 48 suspend the voting rights of a member due to nonpayment of assessments, fines, or other charges 49 50 delinquent for a specified period under certain 51 circumstances; creating s. 720.3076, F.S.; authorizing 52 the amendment of certain governing documents of 53 certain associations if such amendment is approved by 54 a specified portion of parcels; providing an 55 exception; providing that a governing document may not 56 require that amendments be approved by more than a 57 specified percentage of parcel owners; providing that 58 nonmaterial errors or omissions in the amendment

# Page 2 of 29

87

32-00405A-09 2009998 59 process do not invalidate an otherwise properly 60 adopted amendment; providing that an amendment to a governing document is effective when properly recorded 61 62 in the public records of the county in which the declaration is recorded; providing that an amendment 63 to the articles of the association becomes effective 64 when properly filed with the state; providing 65 legislative findings and intent; amending s. 720.3085, 66 67 F.S.; limiting the amount of costs to a unit owner 68 resulting from certain collection efforts by an 69 association under certain conditions; providing 70 exceptions; further limiting the application of 71 certain limitations to the liability of a first 72 mortgagee, its successor, or assignee acquiring title 73 to a unit by foreclosure or deed in lieu of 74 foreclosure for certain unpaid assessments; amending 75 s. 720.30851, F.S.; inserting a cross-reference to 76 clarify the manner of collection of a refund of 77 certain fees; amending s. 720.303, F.S.; specifying actions constituting compliance with provisions of 78 79 state law regarding inspection and copying of official 80 records of an association; providing that any official 81 record of a homeowners' association requested by an 82 owner shall be deemed provided under certain 83 conditions; providing an effective date. 84 85 Be It Enacted by the Legislature of the State of Florida: 86

Section 1. Subsection (13) of section 718.110, Florida

# Page 3 of 29

2009998 32-00405A-09 88 Statutes, is amended to read: 89 718.110 Amendment of declaration; correction of error or 90 omission in declaration by circuit court.-91 (13) Any amendment prohibiting restricting unit owners from 92 renting their units or altering the number of times unit owners 93 are entitled to rent their units during a specified period 94 owners' rights relating to the rental of units applies only to 95 unit owners who consent to the amendment and unit owners who 96 acquire title to purchase their units after the effective date 97 of that amendment. 98 Section 2. Paragraphs (b) and (c) of subsection (12) of 99 section 718.111, Florida Statutes, are amended to read: 100 718.111 The association.-101 (12) OFFICIAL RECORDS.-102 (b) The official records of the association shall be 103 maintained within the state for at least 7 years. The records of 104 the association shall be made available to a unit owner within 105 45 miles of the condominium property or within the county in 106 which the condominium property is located within 5 working days 107 after receipt of written request by the board or its designee. 108 However, such distance requirement does not apply to an 109 association governing a timeshare condominium. This paragraph 110 may be complied with by having a copy of the official records of 111 the association available for inspection or copying on the condominium property or association property, or the association 112 113 may offer the option of making the records of the association 114 available to a unit owner either electronically via the Internet 115 or by allowing the records to be viewed in electronic format on 116 a computer screen or website and printed by the unit owner upon

#### Page 4 of 29

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SB 998

32-00405A-09

117 request.

(c) The official records of the association are open to 118 119 inspection by any association member or the authorized 120 representative of such member at all reasonable times. The right 121 to inspect the records includes the right to make or obtain 122 copies, at the reasonable expense, if any, of the association 123 member. The association may adopt reasonable rules regarding the 124 frequency, time, location, notice, and manner of record 125 inspections and copying. The failure of an association to 126 provide the records within 10 working days after receipt of a 127 written request shall create a rebuttable presumption that the 128 association willfully failed to comply with this paragraph. A 129 unit owner who is denied access to official records is entitled 130 to the actual damages or minimum damages for the association's 131 willful failure to comply with this paragraph. The minimum 132 damages shall be \$50 per calendar day up to 10 days, the 133 calculation to begin on the 11th working day after receipt of 134 the written request. The failure to permit inspection of the 135 association records as provided herein entitles any person 136 prevailing in an enforcement action to recover reasonable 1.37 attorney's fees from the person in control of the records who, 138 directly or indirectly, knowingly denied access to the records 139 for inspection. Any person who knowingly or intentionally 140 defaces or destroys accounting records that are required by this chapter, or knowingly or intentionally fails to create or 141 142 maintain accounting records that are required by this chapter, 143 is personally subject to a civil penalty pursuant to s. 144 718.501(1)(d). The association shall maintain an adequate number of copies of the declaration, articles of incorporation, bylaws, 145

## Page 5 of 29

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2009998

SB 998

32-00405A-09 2009998 146 and rules, and all amendments to each of the foregoing, as well 147 as the question and answer sheet provided for in s. 718.504 and year-end financial information required in this section on the 148 149 condominium property to ensure their availability to unit owners 150 and prospective purchasers, and may charge its actual costs for 151 preparing and furnishing these documents to those requesting the 152 same. Notwithstanding the provisions of this paragraph, the 153 following records shall not be accessible to unit owners: 154 1. Any record protected by the lawyer-client privilege as 155 described in s. 90.502; and any record protected by the work-156 product privilege, including any record prepared by an 157 association attorney or prepared at the attorney's express 158 direction; which reflects a mental impression, conclusion, 159 litigation strategy, or legal theory of the attorney or the 160 association, and which was prepared exclusively for civil or 161 criminal litigation or for adversarial administrative 162 proceedings, or which was prepared in anticipation of imminent 163 civil or criminal litigation or imminent adversarial 164 administrative proceedings until the conclusion of the

166 2. Information obtained by an association in connection 167 with the approval of the lease, sale, or other transfer of a 168 unit.

litigation or adversarial administrative proceedings.

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3. Medical records of unit owners.

4. Social security numbers, driver's license numbers,
credit card numbers, <u>e-mail addresses</u>, and other personal
identifying information of any person.

173 Section 3. Paragraph (d) of subsection (2) of section 174 718.112, Florida Statutes, is amended to read:

# Page 6 of 29

2009998 32-00405A-09 175 718.112 Bylaws.-176 (2) REQUIRED PROVISIONS.-The bylaws shall provide for the following and, if they do not do so, shall be deemed to include 177 178 the following: 179

(d) Unit owner meetings.-

180 1. There shall be an annual meeting of the unit owners held 181 at the location provided in the association bylaws and, if the 182 bylaws are silent as to the location, the meeting shall be held 183 within 45 miles of the condominium property. However, such distance requirement does not apply to an association governing 184 185 a timeshare condominium. Unless the bylaws provide otherwise, a 186 vacancy on the board caused by the expiration of a director's 187 term shall be filled by electing a new board member, and the 188 election shall be by secret ballot; however, if the number of 189 vacancies equals or exceeds the number of candidates, no 190 election is required. The terms of all members of the board 191 shall expire at the annual meeting and such board members may 192 stand for reelection unless otherwise permitted by the bylaws. 193 In the event that the bylaws permit staggered terms of no more 194 than 2 years, and upon approval of a majority of the total 195 voting interests, the association board members may serve 2-year 196 staggered terms. If no person is interested in or demonstrates 197 an intention to run for the position of a board member whose 198 term has expired according to the provisions of this subparagraph, such board member whose term has expired shall be 199 200 automatically reappointed to the board of administration and 201 need not stand for reelection. In a condominium association of 202 more than 10 units, coowners of a unit may not serve as members 203 of the board of directors at the same time. Any unit owner

#### Page 7 of 29

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SB 998

# 32-00405A-09

2009998

204 desiring to be a candidate for board membership shall comply 205 with subparagraph 3. A person who has been suspended or removed 206 by the division under this chapter, or who is delinquent in the 207 payment of any fee or assessment as provided in paragraph (n), 208 is not eligible for board membership. A person who has been 209 convicted of any felony in this state or in a United States District or Territorial Court, or who has been convicted of any 210 211 offense in another jurisdiction that would be considered a 212 felony if committed in this state, is not eligible for board 213 membership unless such felon's civil rights have been restored 214 for a period of no less than 5 years as of the date on which 215 such person seeks election to the board. The validity of an 216 action by the board is not affected if it is later determined 217 that a member of the board is ineligible for board membership 218 due to having been convicted of a felony.

219 2. The bylaws shall provide the method of calling meetings 220 of unit owners, including annual meetings. Written notice, which 221 notice must include an agenda, shall be mailed, hand delivered, 222 or electronically transmitted to each unit owner at least 14 223 days prior to the annual meeting and shall be posted in a 224 conspicuous place on the condominium property at least 14 225 continuous days preceding the annual meeting. Upon notice to the 226 unit owners, the board shall by duly adopted rule designate a 227 specific location on the condominium property or association 228 property upon which all notices of unit owner meetings shall be 229 posted; however, if there is no condominium property or 230 association property upon which notices can be posted, this 231 requirement does not apply. In lieu of or in addition to the 232 physical posting of notice of any meeting of the unit owners on

# Page 8 of 29

32-00405A-09 2009998 233 the condominium property, the association may, by reasonable 234 rule, adopt a procedure for conspicuously posting and repeatedly 235 broadcasting the notice and the agenda on a closed-circuit cable 236 television system serving the condominium association. However, 237 if broadcast notice is used in lieu of a notice posted 238 physically on the condominium property, the notice and agenda 239 must be broadcast at least four times every broadcast hour of 240 each day that a posted notice is otherwise required under this 241 section. When broadcast notice is provided, the notice and agenda must be broadcast in a manner and for a sufficient 242 243 continuous length of time so as to allow an average reader to 244 observe the notice and read and comprehend the entire content of 245 the notice and the agenda. Unless a unit owner waives in writing 246 the right to receive notice of the annual meeting, such notice 247 shall be hand delivered, mailed, or electronically transmitted 248 to each unit owner. Notice for meetings and notice for all other 249 purposes shall be mailed to each unit owner at the address last 250 furnished to the association by the unit owner, or hand 251 delivered to each unit owner. However, if a unit is owned by 252 more than one person, the association shall provide notice, for 253 meetings and all other purposes, to that one address which the 254 developer initially identifies for that purpose and thereafter 255 as one or more of the owners of the unit shall so advise the 256 association in writing, or if no address is given or the owners of the unit do not agree, to the address provided on the deed of 257 258 record. An officer of the association, or the manager or other 259 person providing notice of the association meeting, shall 260 provide an affidavit or United States Postal Service certificate 261 of mailing, to be included in the official records of the

# Page 9 of 29

32-00405A-09 2009998 262 association affirming that the notice was mailed or hand 263 delivered, in accordance with this provision. 264 3. The members of the board shall be elected by written 265 ballot or voting machine. Proxies shall in no event be used in 266 electing the board, either in general elections or elections to 267 fill vacancies caused by recall, resignation, or otherwise, 268 unless otherwise provided in this chapter. Not less than 60 days 269 before a scheduled election, the association shall mail, 270 deliver, or electronically transmit, whether by separate 271 association mailing or included in another association mailing, 272 delivery, or transmission, including regularly published 273 newsletters, to each unit owner entitled to a vote, a first 274 notice of the date of the election along with a certification 275 form provided by the division attesting that he or she has read 276 and understands, to the best of his or her ability, the 277 governing documents of the association and the provisions of 278 this chapter and any applicable rules. Any unit owner or other 279 eligible person desiring to be a candidate for the board must give written notice to the association not less than 40 days 280 281 before a scheduled election. Together with the written notice 2.82 and agenda as set forth in subparagraph 2., the association 283 shall mail, deliver, or electronically transmit a second notice of the election to all unit owners entitled to vote therein, 284 285 together with a ballot which shall list all candidates. Upon 286 request of a candidate, the association shall include an 287 information sheet, no larger than 8 1/2 inches by 11 inches, 288 which must be furnished by the candidate not less than 35 days 289 before the election, along with the signed certification form 290 provided for in this subparagraph, to be included with the

## Page 10 of 29

32-00405A-09 2009998 291 mailing, delivery, or transmission of the ballot, with the costs 292 of mailing, delivery, or electronic transmission and copying to 293 be borne by the association. The association is not liable for 294 the contents of the information sheets prepared by the 295 candidates. In order to reduce costs, the association may print 296 or duplicate the information sheets on both sides of the paper. 297 The division shall by rule establish voting procedures 298 consistent with the provisions contained herein, including rules 299 establishing procedures for giving notice by electronic 300 transmission and rules providing for the secrecy of ballots. 301 Elections shall be decided by a plurality of those ballots cast. 302 There shall be no quorum requirement; however, at least 20 303 percent of the eligible voters must cast a ballot in order to 304 have a valid election of members of the board. No unit owner 305 shall permit any other person to vote his or her ballot, and any 306 such ballots improperly cast shall be deemed invalid, provided 307 any unit owner who violates this provision may be fined by the 308 association in accordance with s. 718.303. A unit owner who 309 needs assistance in casting the ballot for the reasons stated in s. 101.051 may obtain assistance in casting the ballot. The 310 311 regular election shall occur on the date of the annual meeting. 312 The provisions of this subparagraph do shall not apply to 313 timeshare condominium associations. Notwithstanding the 314 provisions of this subparagraph, an election is not required 315 unless more candidates file notices of intent to run or are 316 nominated than board vacancies exist. Within 30 days after being 317 elected to the board of directors, a director shall provide 318 written certification to the secretary of the association, using 319 the form adopted by the division, that he or she has read the

## Page 11 of 29

	32-00405A-09 2009998_
320	association's declaration of condominium, articles of
321	incorporation, bylaws, and current written policies, that he or
322	she will work to uphold such documents and policies to the best
323	of his or her ability, and that he or she will faithfully
324	discharge his or her fiduciary responsibility to the
325	association's members. Failure to timely file the statement
326	disqualifies the director from serving on the association's
327	board of directors. The association shall retain a director's
328	certification for inspection by the members for 7 years after
329	the date of a director's election. Failure to have such
330	certification on file does not affect the validity of any
331	association action.
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332 4. Any approval by unit owners called for by this chapter 333 or the applicable declaration or bylaws, including, but not 334 limited to, the approval requirement in s. 718.111(8), shall be 335 made at a duly noticed meeting of unit owners and shall be 336 subject to all requirements of this chapter or the applicable 337 condominium documents relating to unit owner decisionmaking, 338 except that unit owners may take action by written agreement, 339 without meetings, on matters for which action by written agreement without meetings is expressly allowed by the 340 341 applicable bylaws or declaration or any statute that provides 342 for such action.

5. Unit owners may waive notice of specific meetings if allowed by the applicable bylaws or declaration or any statute. If authorized by the bylaws, notice of meetings of the board of administration, unit owner meetings, except unit owner meetings called to recall board members under paragraph (j), and committee meetings may be given by electronic transmission to

#### Page 12 of 29

32-00405A-09

373

2009998

349 unit owners who consent to receive notice by electronic 350 transmission.

6. Unit owners shall have the right to participate in meetings of unit owners with reference to all designated agenda items. However, the association may adopt reasonable rules governing the frequency, duration, and manner of unit owner participation.

356 7. Any unit owner may tape record or videotape a meeting of 357 the unit owners subject to reasonable rules adopted by the 358 division.

359 8. Unless otherwise provided in the bylaws, any vacancy 360 occurring on the board before the expiration of a term may be 361 filled by the affirmative vote of the majority of the remaining 362 directors, even if the remaining directors constitute less than 363 a quorum, or by the sole remaining director. In the alternative, 364 a board may hold an election to fill the vacancy, in which case 365 the election procedures must conform to the requirements of 366 subparagraph 3. unless the association governs 10 units or less 367 and has opted out of the statutory election process, in which 368 case the bylaws of the association control. Unless otherwise 369 provided in the bylaws, a board member appointed or elected 370 under this section shall fill the vacancy for the unexpired term 371 of the seat being filled. Filling vacancies created by recall is 372 governed by paragraph (j) and rules adopted by the division.

Notwithstanding subparagraphs (b)2. and (d)3., an association of 10 or fewer units may, by the affirmative vote of a majority of the total voting interests, provide for different voting and election procedures in its bylaws, which vote may be by a proxy

## Page 13 of 29

2009998 32-00405A-09 378 specifically delineating the different voting and election 379 procedures. The different voting and election procedures may 380 provide for elections to be conducted by limited or general 381 proxy. 382 Section 4. Paragraph (a) of subsection (5) of section 383 718.113, Florida Statutes, is amended, present paragraphs (b), 384 (c), and (d) of that subsection are redesignated as paragraphs 385 (c), (d), and (e), respectively, and a new paragraph (b) is 386 added to that subsection, to read: 387 718.113 Maintenance; limitation upon improvement; display 388 of flag; hurricane shutters; display of religious decorations.-389 (5) Each board of administration shall adopt hurricane 390 shutter specifications for each building within each condominium 391 operated by the association which shall include color, style, 392 and other factors deemed relevant by the board. All 393 specifications adopted by the board shall comply with the 394 applicable building code. 395 (a) The board may, subject to the provisions of s. 718.3026, and the approval of a majority of voting interests of 396 397 the condominium, install hurricane shutters or hurricane 398 protection that complies with or exceeds the applicable building 399 code, or both, except that a vote of the owners is not required if the maintenance, repair, and replacement of hurricane 400 shutters or other forms of hurricane protection are the 401 402 responsibility of the association pursuant to the declaration of 403 condominium. However, where hurricane protection or laminated 404 glass or window film architecturally designed to function as 405 hurricane protection which complies with or exceeds the current 406 applicable building code has been previously installed, the

## Page 14 of 29

2009998 32-00405A-09 407 board may not install hurricane shutters or other hurricane 408 protection, except for code-compliant impact glass. 409 (b) Code-compliant impact glass may be installed by the 410 association as hurricane protection if the area where the code-411 compliant impact glass is to be installed is an area that is the 412 responsibility of the association to maintain or repair pursuant 413 to the declaration of condominium as originally recorded or as 414 amended in accordance with the procedures in the declaration. 415 Section 5. Paragraphs (b) and (g) of subsection (1), 416 paragraph (b) of subsection (5), paragraph (b) of subsection 417 (6), and paragraph (c) of subsection (8) of section 718.116, 418 Florida Statutes, are amended to read: 419 718.116 Assessments; liability; lien and priority; 420 interest; collection.-421 (1)422 (b) The liability of a first mortgagee or its successor or 423 assignees who acquire title to a unit by foreclosure or by 424 recorded deed in lieu of foreclosure for the unpaid assessments 425 that became due prior to the mortgagee's acquisition of title is 426 limited to the lesser of: 427 1. The unit's unpaid common expenses and regular periodic 428 assessments which accrued or came due during the 6 months 429 immediately preceding the acquisition of title and for which payment in full has not been received by the association; or 430 431 2. One percent of the original mortgage debt. The 432 provisions of this paragraph apply only if the first mortgagee 433 joined the association as a defendant in the foreclosure action 434 and the first mortgagee acquires title to the unit within 1 year 435 following the date on which the foreclosure action is filed,

# Page 15 of 29

	32-00405A-09 2009998
436	regardless of the date on which the foreclosure action was
437	initiated. If the unit is owner-occupied, the 1-year time limit
438	does not apply. Joinder of the association is not required if,
439	on the date the complaint is filed, the association was
440	dissolved or did not maintain an office or agent for service of
441	process at a location which was known to or reasonably
442	discoverable by the mortgagee. Notwithstanding any provision to
443	the contrary, the 1-year period established in this subparagraph
444	shall automatically be extended for any length of time during
445	which the first mortgagee is prevented from filing or continuing
446	a foreclosure due to a bankruptcy petition filed by the owner
447	under chapter 7 or chapter 13 of the Bankruptcy Code through
448	which the mortgagee diligently pursues stay relief.
449	(g) For purposes of this subsection, the term "successor or
450	assignee" as used with respect to a first mortgagee includes
451	only a subsequent holder of the first mortgage who acquires the
452	first mortgage before any action to foreclose the first mortgage
453	is initiated or any recorded deed in lieu of foreclosure is
454	given to the successor or assignee.
455	(5)
456	(b) To be valid, a claim of lien must state the description
457	of the condominium parcel, the name of the record owner, the
458	name and address of the association, the amount due, and the due
459	dates. It must be executed and acknowledged by an officer or
460	authorized agent of the association. No such lien shall be
461	effective longer than 1 year after the claim of lien was

461 effective longer than 1 year after the claim of lien was 462 recorded unless, within that time, an action to enforce the lien 463 is commenced. The 1-year period shall automatically be extended 464 for any length of time during which the association is prevented

# Page 16 of 29

481

32-00405A-09 2009998 465 from filing a foreclosure action by an automatic stay resulting 466 from a bankruptcy petition filed by the parcel owner or any 467 other person claiming an interest in the parcel. The claim of 468 lien shall secure all unpaid assessments which are due and which 469 may accrue subsequent to the recording of the claim of lien and 470 prior to the entry of a certificate of title, as well as 471 interest and all reasonable costs and attorney's fees incurred 472 by the association incident to the collection process. Costs to 473 the unit owner secured by the association's claim of lien with 474 regard to collection letters or any other collection efforts by 475 management companies or licensed managers may not exceed \$50 476 unless the management company is preparing any letter or 477 certificate required by this chapter and charging a reasonable 478 fee related to the preparation of such a letter or certificate. 479 Upon payment in full, the person making the payment is entitled 480 to a satisfaction of the lien.

After notice of contest of lien has been recorded, the clerk of 482 483 the circuit court shall mail a copy of the recorded notice to the association by certified mail, return receipt requested, at 484 the address shown in the claim of lien or most recent amendment 485 486 to it and shall certify to the service on the face of the 487 notice. Service is complete upon mailing. After service, the 488 association has 90 days in which to file an action to enforce 489 the lien; and, if the action is not filed within the 90-day 490 period, the lien is void. However, the 90-day period shall be 491 extended for any length of time that the association is 492 prevented from filing its action because of an automatic stay 493 resulting from the filing of a bankruptcy petition by the unit

## Page 17 of 29

32-00405A-09 2009998\_ 494 owner or by any other person claiming an interest in the parcel. 495 (6)

496 (b) No foreclosure judgment may be entered until at least 497 30 days after the association gives written notice to the unit 498 owner of its intention to foreclose its lien to collect the 499 unpaid assessments. If this notice is not given at least 30 days 500 before the foreclosure action is filed, and if the unpaid 501 assessments, including those coming due after the claim of lien 502 is recorded, are paid before the entry of a final judgment of 503 foreclosure, the association shall not recover attorney's fees 504 or costs. The notice must be given by delivery of a copy of it 505 to the unit owner or by certified or registered mail, return 506 receipt requested, addressed to the unit owner at his or her 507 last known address; and, upon such mailing, the notice shall be 508 deemed to have been given, and the court shall proceed with the 509 foreclosure action and may award attorney's fees and costs as 510 permitted by law. The notice requirements of this subsection are 511 satisfied if the unit owner records a notice of contest of lien 512 as provided in subsection (5). The notice requirements contained 513 in of this subsection and s. 718.121(4) do not apply if an 514 action to foreclose a mortgage on the condominium unit is 515 pending before any court; if the rights of the association would 516 be affected by such foreclosure; and if actual, constructive, or 517 substitute service of process has been made on the unit owner.

(8) Within 15 days after receiving a written request therefor from a unit owner or his or her designee, or a unit mortgagee or his or her designee, the association shall provide a certificate signed by an officer or agent of the association stating all assessments and other moneys owed to the association

#### Page 18 of 29

	32-00405A-09 2009998
523	by the unit owner with respect to the condominium parcel.
524	(c) Notwithstanding any limitation on transfer fees
525	contained in s. 718.112(2)(i), the association or its authorized
526	agent may charge a reasonable fee for the preparation of the
527	certificate. The amount of the fee must be included on the
528	certificate. The fee may be collected in the same manner as
529	provided in this section for the collection of unpaid
530	assessments.
531	Section 6. Section 718.303, Florida Statutes, is amended to
532	read:
533	718.303 Obligations of owners and occupants; waiver; levy
534	of fines, suspension of use or voting rights, and other
535	nonexclusive remedies in law or equity <del>fine against unit</del> by <u>an</u>
536	association
537	(1) Each unit owner, each tenant and other invitee, and
538	each association shall be governed by, and shall comply with the
539	provisions of, this chapter, the declaration, the documents
540	creating the association, and the association bylaws and the
541	provisions thereof shall be deemed expressly incorporated into
542	any lease of a unit. Actions for damages or for injunctive
543	relief, or both, for failure to comply with these provisions may
544	be brought by the association or by a unit owner against:
545	(a) The association.
546	(b) A unit owner.
547	(c) Directors designated by the developer, for actions
548	taken by them prior to the time control of the association is
549	assumed by unit owners other than the developer.
550	(d) Any director who willfully and knowingly fails to
551	comply with these provisions.

# Page 19 of 29

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32-00405A-09
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554

2009998\_\_\_

(e) Any tenant leasing a unit, and any other inviteeoccupying a unit.

555 The prevailing party in any such action or in any action in 556 which the purchaser claims a right of voidability based upon 557 contractual provisions as required in s. 718.503(1)(a) is 558 entitled to recover reasonable attorney's fees. A unit owner 559 prevailing in an action between the association and the unit 560 owner under this section, in addition to recovering his or her 561 reasonable attorney's fees, may recover additional amounts as 562 determined by the court to be necessary to reimburse the unit 563 owner for his or her share of assessments levied by the 564 association to fund its expenses of the litigation. This relief 565 does not exclude other remedies provided by law. Actions arising 566 under this subsection shall not be deemed to be actions for 567 specific performance.

568 (2) A provision of this chapter may not be waived if the 569 waiver would adversely affect the rights of a unit owner or the 570 purpose of the provision, except that unit owners or members of 571 a board of administration may waive notice of specific meetings 572 in writing if provided by the bylaws. Any instruction given in 573 writing by a unit owner or purchaser to an escrow agent may be relied upon by an escrow agent, whether or not such instruction 574 575 and the payment of funds thereunder might constitute a waiver of 576 any provision of this chapter.

(3) If the declaration or bylaws so provide, the
association may <u>suspend</u>, for a reasonable period of time, the
<u>right of a unit owner or a unit's occupant</u>, licensee, or
invitee, to use common elements, common facilities, or any other

## Page 20 of 29

32-00405A-09 2009998 581 association property. This subsection does not apply to limited 582 common elements intended to be used only by that unit, common 583 elements that must be used to access the unit, utility services 584 provided to the unit, parking spaces, or elevators. The 585 association may also levy reasonable fines against a unit for 586 the failure of the owner of the unit, or its occupant, licensee, 587 or invitee, to comply with any provision of the declaration, the 588 association bylaws, or reasonable rules of the association. A No 589 fine does not will become a lien against a unit. A No fine may 590 not exceed \$100 per violation. However, a fine may be levied on 591 the basis of each day of a continuing violation, with a single 592 notice and opportunity for hearing, except provided that no such 593 fine shall in the aggregate may not exceed \$1,000. A No fine may 594 not be levied and a suspension may not be imposed unless the 595 association first gives except after giving reasonable notice 596 and opportunity for a hearing to the unit owner and, if 597 applicable, its occupant, licensee, or invitee. The hearing must 598 be held before a committee of other unit owners who are neither 599 board members nor persons residing in a board member's 600 household. If the committee does not agree with the fine or 601 suspension, the fine or suspension may not be levied or imposed. 602 The provisions of this subsection do not apply to unoccupied 603 units. 604 (4) The notice and hearing requirements of subsection (3) 605 do not apply to the imposition of suspensions or fines against 606 any unit owner or a unit's occupant, licensee, or invitee 607 because of the failure to pay any amounts due the association. 608 If such a fine or suspension is imposed, the association must 609 levy the fine or impose a reasonable suspension at a properly

#### Page 21 of 29

	32-00405A-09 2009998
610	noticed board meeting and notify the unit owner and, if
611	applicable, the owner's occupant, licensee, or invitee by mail
612	or hand delivery after the imposition of such fine or
613	suspension.
614	(5) If the declaration or bylaws so provide, an association
615	may also suspend the voting rights of a member due to nonpayment
616	of assessments, fines, or other charges payable to the
617	association which are delinquent in excess of 90 days.
618	Section 7. Section 720.3076, Florida Statutes, is created
619	to read:
620	720.3076 Amendment of governing documents
621	(1)(a) For associations no longer controlled by the
622	developer and turned over to the parcel owners pursuant to s.
623	720.307, the governing documents may be amended by a vote of
624	two-thirds of all parcels unless provided otherwise in the
625	documents as recorded. A governing document may not require that
626	amendments be approved by more than 80 percent of the parcel
627	owners.
628	(b) Nonmaterial errors or omissions in the amendment
629	process do not invalidate an otherwise properly adopted
630	amendment.
631	(2) An amendment to any governing document is effective
632	when properly recorded in the public records of the county in
633	which the declaration is recorded. If an amendment is to the
634	articles, such amendment becomes effective when properly filed
635	with the state.
636	(3)(a) The Legislature finds that the requirement of
637	mortgagee notification of or consent to amendments that do not
638	adversely affect the priority of the mortgagee's lien rights or

# Page 22 of 29

	32-00405A-09 2009998
639	the right to foreclose its lien or otherwise materially
640	adversely affect the rights and interests of the mortgagee not
641	otherwise authorized by this chapter are unenforceable in the
642	courts of this state as a matter of public policy. The
643	Legislature also finds that such requirements are an
644	unreasonable, substantial, logistical, and financial burden on
645	the homeowners of this state and that there exists a compelling
646	state interest in enabling the members of homeowners'
647	associations to approve amendments to governing documents
648	through reasonable means.
649	(b) This subsection is intended to apply retroactively and
650	to all associations whether created on, before, or after July 1,
651	<u>2009.</u>
652	Section 8. Paragraph (a) of subsection (1) and paragraph
653	(c) of subsection (2) of section 720.3085, Florida Statutes, are
654	amended to read:
655	720.3085 Payment for assessments; lien claims
656	(1) When authorized by the governing documents, the
657	association has a lien on each parcel to secure the payment of
658	assessments and other amounts provided for by this section.
659	Except as otherwise set forth in this section, the lien is
660	effective from and shall relate back to the date on which the
661	original declaration of the community was recorded. However, as
662	to first mortgages of record, the lien is effective from and
663	after recording of a claim of lien in the public records of the
664	county in which the parcel is located. This subsection does not
665	bestow upon any lien, mortgage, or certified judgment of record
666	on July 1, 2008, including the lien for unpaid assessments
667	created in this section, a priority that, by law, the lien,

# Page 23 of 29

2009998 32-00405A-09 668 mortgage, or judgment did not have before July 1, 2008. 669 (a) To be valid, a claim of lien must state the description 670 of the parcel, the name of the record owner, the name and 671 address of the association, the assessment amount due, and the 672 due date. The claim of lien shall secure all unpaid assessments 673 that are due and that may accrue subsequent to the recording of 674 the claim of lien and before entry of a certificate of title, as 675 well as interest, late charges, and reasonable costs and 676 attorney's fees incurred by the association incident to the 677 collection process. Costs to the unit owner which are secured by 678 the association's claim of lien with regard to collection 679 letters or any other collection efforts by management companies 680 or licensed managers may not exceed \$50 unless the management 681 company is preparing any letter or certificate required by this 682 chapter and charging a reasonable fee related to the preparation 683 of such a letter or certificate. The person making the payment 684 is entitled to a satisfaction of the lien upon payment in full. 685 (2)

(c) Notwithstanding anything to the contrary contained in this section, the liability of a first mortgagee, or its successor or assignee as a subsequent holder of the first mortgage who acquires title to a parcel by foreclosure or by <u>recorded</u> deed in lieu of foreclosure for the unpaid assessments that became due before the mortgagee's acquisition of title, shall be the lesser of:

693 1. The parcel's unpaid common expenses and regular periodic 694 or special assessments that accrued or came due during the 12 695 months immediately preceding the acquisition of title and for 696 which payment in full has not been received by the association;

## Page 24 of 29

	32-00405A-09 2009998
697	or
698	2. One percent of the original mortgage debt.
699	
700	The limitations on first mortgagee liability provided <u>in this</u>
701	<u>chapter</u> <del>by this paragraph</del> apply only if the first mortgagee
702	filed suit against the parcel owner and initially joined the
703	association as a defendant in the mortgagee foreclosure action <u>,</u>
704	and the first mortgagee acquires title to the parcel within 1
705	year following the date on which the foreclosure action is
706	filed, regardless of the date on which the foreclosure action
707	was initiated. If the parcel is owner-occupied, the 1-year time
708	limit does not apply. Joinder of the association is not required
709	if, on the date the complaint is filed, the association was
710	dissolved or did not maintain an office or agent for service of
711	process at a location that was known to or reasonably
712	discoverable by the mortgagee. Notwithstanding any provision to
713	the contrary, the 1-year period set forth in this subsection
714	shall automatically be extended for any length of time during
715	which the first mortgagee is prevented from filing or continuing
716	the foreclosure process due to the filing of a bankruptcy
717	petition by the owner pursuant to chapter 7 or chapter 13 of the
718	Bankruptcy Code through which the mortgagee diligently pursues
719	stay relief.
720	Section 9. Subsection (3) of section 720.30851, Florida
721	Statutes, is amended to read:
722	720.30851 Estoppel certificatesWithin 15 days after the
723	date on which a request for an estoppel certificate is received
724	from a parcel owner or mortgagee, or his or her designee, the
725	association shall provide a certificate signed by an officer or

# Page 25 of 29

32-00405A-09 200998\_ 726 authorized agent of the association stating all assessments and 727 other moneys owed to the association by the parcel owner or 728 mortgagee with respect to the parcel. An association may charge 729 a fee for the preparation of such certificate, and the amount of 730 such fee must be stated on the certificate.

731 (3) The authority to charge a fee for the certificate shall 732 be established by a written resolution adopted by the board or 733 provided by a written management, bookkeeping, or maintenance 734 contract and is payable upon the preparation of the certificate. 735 If the certificate is requested in conjunction with the sale or 736 mortgage of a parcel but the closing does not occur and no later 737 than 30 days after the closing date for which the certificate 738 was sought the preparer receives a written request, accompanied 739 by reasonable documentation, that the sale did not occur from a 740 payor that is not the parcel owner, the fee shall be refunded to 741 that payor within 30 days after receipt of the request. The 742 refund is the obligation of the parcel owner, and the 743 association may collect it from that owner in the same manner as an assessment as provided in s. 720.3085 this section. 744

745 Section 10. Subsection (5) of section 720.303, Florida746 Statutes, is amended to read:

747 720.303 Association powers and duties; meetings of board; 748 official records; budgets; financial reporting; association 749 funds; recalls.-

(5) INSPECTION AND COPYING OF RECORDS.—The official records
shall be maintained within the state and must be open to
inspection and available for photocopying by members or their
authorized agents at reasonable times and places within 10
business days after receipt of a written request for access.

## Page 26 of 29

2009998 32-00405A-09 755 This subsection may be complied with by having a copy of the 756 official records available for inspection or copying in the 757 community. If the association has a photocopy machine available 758 where the records are maintained, it must provide parcel owners 759 with copies on request during the inspection if the entire request is limited to no more than 25 pages. An association may 760 761 comply with this subsection by having a copy of the official 762 records of the association available for inspection or copying 763 on the association property, making such records available to an 764 owner electronically via the Internet, or by allowing such 765 records to be viewed in electronic format on a website or 766 computer screen and printed by the parcel owner. Any record 767 requested by an owner shall be deemed to have been provided if 768 the association maintains a website, such records may be 769 accessed by the requesting owner on that website, and the 770 website is accessible in a library within the county in which 771 the condominium is located.

(a) The failure of an association to provide access to the
records within 10 business days after receipt of a written
request creates a rebuttable presumption that the association
willfully failed to comply with this subsection.

(b) A member who is denied access to official records is entitled to the actual damages or minimum damages for the association's willful failure to comply with this subsection. The minimum damages are to be \$50 per calendar day up to 10 days, the calculation to begin on the 11th business day after receipt of the written request.

(c) The association may adopt reasonable written rulesgoverning the frequency, time, location, notice, records to be

## Page 27 of 29

32-00405A-09

2009998

784 inspected, and manner of inspections, but may not impose a 785 requirement that a parcel owner demonstrate any proper purpose 786 for the inspection, state any reason for the inspection, or 787 limit a parcel owner's right to inspect records to less than one 788 8-hour business day per month. The association may impose fees 789 to cover the costs of providing copies of the official records, 790 including, without limitation, the costs of copying. The 791 association may charge up to 50 cents per page for copies made 792 on the association's photocopier. If the association does not 793 have a photocopy machine available where the records are kept, 794 or if the records requested to be copied exceed 25 pages in 795 length, the association may have copies made by an outside 796 vendor and may charge the actual cost of copying. The 797 association shall maintain an adequate number of copies of the 798 recorded governing documents, to ensure their availability to 799 members and prospective members. Notwithstanding the provisions 800 of this paragraph, the following records shall not be accessible 801 to members or parcel owners:

1. Any record protected by the lawyer-client privilege as 802 803 described in s. 90.502 and any record protected by the workproduct privilege, including, but not limited to, any record 804 805 prepared by an association attorney or prepared at the 806 attorney's express direction which reflects a mental impression, 807 conclusion, litigation strategy, or legal theory of the attorney 808 or the association and was prepared exclusively for civil or 809 criminal litigation or for adversarial administrative 810 proceedings or which was prepared in anticipation of imminent 811 civil or criminal litigation or imminent adversarial 812 administrative proceedings until the conclusion of the

## Page 28 of 29

	32-00405A-09 2009998
813	litigation or adversarial administrative proceedings.
814	2. Information obtained by an association in connection
815	with the approval of the lease, sale, or other transfer of a
816	parcel.
817	3. Disciplinary, health, insurance, and personnel records
818	of the association's employees.
819	4. Medical records of parcel owners or community residents.
820	(d) The association or its authorized agent is not required
821	to provide a prospective purchaser or lienholder with
822	information about the residential subdivision or the association
823	other than information or documents required by this chapter to
824	be made available or disclosed. The association or its
825	authorized agent may charge a reasonable fee to the prospective
826	purchaser or lienholder or the current parcel owner or member
827	for providing good faith responses to requests for information
828	by or on behalf of a prospective purchaser or lienholder, other
829	than that required by law, if the fee does not exceed \$150 plus
830	the reasonable cost of photocopying and any attorney's fees
831	incurred by the association in connection with the response.
832	Section 11. This act shall take effect October 1, 2009.

# Page 29 of 29