(2014)

### Amendment No. 1

COMMITTEE/SUBCOMMIT	TTEE ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

Committee/Subcommittee hearing bill: Business & Professional Regulation Subcommittee

Representative Spano offered the following:

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### Amendment

Remove everything after the enacting clause and insert: Section 1. Subsection (2) of section 468.431, Florida Statutes, is amended to read:

468.431 Definitions.—As used in this part:

"Community association management" means any of the following practices requiring substantial specialized knowledge, judgment, and managerial skill when done for remuneration and when the association or associations served contain more than 10 units or have an annual budget or budgets in excess of \$100,000: controlling or disbursing funds of a community association, preparing budgets or other financial documents for a community association, assisting in the noticing or conduct of community

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association meetings, determining the number of days required for statutory notices, determining amounts due to the association, collecting amounts due to the association before filing of a civil action, calculating the votes required for a quorum or to approve a proposition or amendment, completing forms related to the management of a community association that have been created by statute or by a state agency, drafting letters of intended action, drafting meeting notices and agendas, calculating and preparing certificates of assessments, responding to requests for a certificates of assessment, negotiating monetary or performance terms of a contract subject to approval by an association, drafting prearbitration demands, preparing statutory construction lien documents for association projects, coordinating or performing maintenance for real or personal property and other routine services involved in the operation of a community association, and complying with the association's governing documents and the requirements of law as necessary to perform such practices and coordinating maintenance for the residential development and other day-to-day services involved with the operation of a community association. A person who performs clerical or ministerial functions under the direct supervision and control of a licensed manager or who is charged only with performing the maintenance of a community association and who does not assist in any of the management services described in this subsection is not required to be licensed under this part.

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Secti	Lon	2. Subs	sect	cion	(5)	of	section	718.	116,	Florida
Statutes,	is	amended	to	read	l:					

718.116 Assessments; liability; lien and priority; interest; collection.—

- (5) (a) The association has a lien on each condominium parcel to secure the payment of assessments. Except as otherwise provided in subsection (1) and as set forth below, the lien is effective from and shall relate back to the recording of the original declaration of condominium, or, in the case of lien on a parcel located in a phase condominium, the last to occur of the recording of the original declaration or amendment thereto creating the parcel. However, as to first mortgages of record, the lien is effective from and after recording of a claim of lien in the public records of the county in which the condominium parcel is located. Nothing in this subsection shall be construed to bestow upon any lien, mortgage, or certified judgment of record on April 1, 1992, including the lien for unpaid assessments created herein, a priority which, by law, the lien, mortgage, or judgment did not have before that date.
- (b) To be valid, a claim of lien shall be in substantially the following form:

### CLAIM OF LIEN

Before me, the undersigned notary public, personally appeared ...(name)..., who was duly sworn and says that he/she is the

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71	whose address is (address), and that in accordance with
72	the Condominium Act and the declaration of (name of
73	condominium), a condominium, and the articles of
74	incorporation and bylaws of the association, the association
75	makes this claim of lien for(basis for claim of lien),
76	for the following described real property:
77	
78	UNIT NO OF (NAME OF CONDOMINIUM), A
79	CONDOMINIUM AS SET FORTH IN THE DECLARATION OF
80	CONDOMINIUM AND THE EXHIBITS ANNEXED THERETO AND
81	FORMING A PART THEREOF, RECORDED IN OFFICIAL RECORDS
82	BOOK, PAGE, OF THE PUBLIC RECORDS OF
83	COUNTY, FLORIDA. THE ABOVE DESCRIPTION INCLUDES, BUT
84	IS NOT LIMITED TO, ALL APPURTENANCES TO THE
85	CONDOMINIUM UNIT ABOVE DESCRIBED, INCLUDING THE
86	UNDIVIDED INTEREST IN THE COMMON ELEMENTS OF SAID

authorized agent of the lienor, ... (name of association) ...,

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upon which the association asserts this lien. The property is owned by ... (name of debtor)..., Debtor. There remains unpaid to the association, the sum of \$..... This lien secures these amounts, as well as any amounts and assessments and interest that may accrue in the future.

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(signature of witness) (signature of authorized agent)

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CONDOMINIUM.

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(signature of witness)

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Sworn to (or affirmed) and subscribed before me this ... day of ..., ... (year)..., by ... (name of person making statement)...

101 ...(Signature of Notary Public)...

102 ...(Print, type, or stamp commissioned name of Notary Public)...

103 Personally Known.... OR Produced.... as identification.

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must state the description of the condominium parcel, the name of the record owner, the name and address of the association, the amount due, and the due dates. It must be executed and acknowledged by an officer or authorized agent of the association. The lien is not effective 1 year after the claim of lien was recorded unless, within that time, an action to enforce the lien is commenced. The 1-year period is automatically extended for any length of time during which the association is prevented from filing a foreclosure action by an automatic stay resulting from a bankruptcy petition filed by the parcel owner or any other person claiming an interest in the parcel. The claim of lien secures all unpaid assessments that are due and that may accrue after the claim of lien is recorded and through the entry of a final judgment, as well as interest and all reasonable costs and attorney's fees incurred by the association incident to the collection process. Upon payment in full, the person making the payment is entitled to a satisfaction of the

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122 lien.

(c) By recording a notice in substantially the following form, a unit owner or the unit owner's agent or attorney may require the association to enforce a recorded claim of lien against his or her condominium parcel:

### NOTICE OF CONTEST OF LIEN

TO: ...(Name and address of association)... You are notified that the undersigned contests the claim of lien filed by you on ..., ...(year)..., and recorded in Official Records Book .... at Page ...., of the public records of .... County, Florida, and that the time within which you may file suit to enforce your lien is limited to 90 days from the date of service of this notice. Executed this .... day of ...., ...(year)....

Signed: ...(Owner or Attorney)...

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

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resulting from the filing of a bankruptcy petition by the unit
owner or by any other person claiming an interest in the parcel.

RELEASE OF LIEN

The undersigned lienor, in consideration of the final payment in

... (year) ..., recorded in the Official Records Book . . . (Book) .

UNIT NO. .... OF (NAME OF CONDOMINIUM), A CONDOMINIUM

AS SET FORTH IN THE DECLARATION OF CONDOMINIUM AND THE

EXHIBITS ANNEXED THERETO AND FORMING A PART THEREOF,

RECORDED IN OFFICIAL RECORDS BOOK ...., PAGE ...., OF

THE PUBLIC RECORDS OF .... COUNTY, FLORIDA. THE ABOVE

right to claim a lien for unpaid assessments through ....,

. . at page . . . (Page) . . ., of the public records of . .

.(County). . ., Florida, for the following described real

(d) A release of lien shall be in substantially the following form:

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the amount of \$...., hereby waives and releases its lien and

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property:

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(signature of witness)

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DESCRIPTION INCLUDES, BUT IS NOT LIMITED TO, ALL

APPURTENANCES TO THE CONDOMINIUM UNIT ABOVE DESCRIBED,

INCLUDING THE UNDIVIDED INTEREST IN THE COMMON

ELEMENTS OF SAID CONDOMINIUM.

(signature of authorized agent)

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175 (signature of witness)

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Sworn to (or affirmed) and subscribed before me this .... day of

178 ..., ...(year)..., by ...(name of person making statement)....

179 ... (Signature of Notary Public)...

180 ...(Print, type, or stamp commissioned name of Notary Public)...

Personally Known.... OR Produced.... as identification.

Section 3. Subsection (4) of section 719.108, Florida Statutes, is amended to read:

719.108 Rents and assessments; liability; lien and priority; interest; collection; cooperative ownership.—

(4) The association has a lien on each cooperative parcel for any unpaid rents and assessments, plus interest, and any authorized administrative late fees. If authorized by the cooperative documents, the lien also secures reasonable attorney's fees incurred by the association incident to the collection of the rents and assessments or enforcement of such lien. The lien is effective from and after recording a claim of lien in the public records in the county in which the cooperative parcel is located which states the description of the cooperative parcel, the name of the unit owner, the amount due, and the due dates. The lien expires if a claim of lien is not filed within 1 year after the date the assessment was due, and the lien does not continue for longer than 1 year after the claim of lien has been recorded unless, within that time, an

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action to enforce the lien is commenced. Except as otherwise provided in this chapter, a lien may not be filed by the association against a cooperative parcel until 30 days after the date on which a notice of intent to file a lien has been delivered to the owner.

- (a) The notice must be sent to the unit owner at the address of the unit by first-class United States mail and:
- 1. If the most recent address of the unit owner on the records of the association is the address of the unit, the notice must be sent by registered or certified mail, return receipt requested, to the unit owner at the address of the unit.
- 2. If the most recent address of the unit owner on the records of the association is in the United States, but is not the address of the unit, the notice must be sent by registered or certified mail, return receipt requested, to the unit owner at his or her most recent address.
- 3. If the most recent address of the unit owner on the records of the association is not in the United States, the notice must be sent by first-class United States mail to the unit owner at his or her most recent address.

<del>(b)</del>

- A notice that is sent pursuant to this <u>paragraph</u> <del>subsection</del> is deemed delivered upon mailing.
- (b) A claim of lien shall be in substantially the following form:

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226	<u>CLAIM OF LIEN</u>
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228	Before me, the undersigned notary public, personally appeared
229	(name) who was duly sworn and says that he/she is the
230	authorized agent of the lienor,(name of association),
231	whose address is (address), and that in accordance with
232	the Cooperative Act and the cooperative documents of(name of
233	cooperative), a cooperative, and the articles of
234	incorporation and bylaws of the association, the association
235	makes this claim of lien for (basis for claim of lien), for the
236	following described real property:
237	
238	UNIT NO OF (NAME OF COOPERATIVE) , A
239	COOPERATIVE AS SET FORTH IN THE COOPERATIVE DOCUMENTS
240	AND THE EXHIBITS ANNEXED THERETO AND FORMING A PART
241	THEREOF, RECORDED IN OFFICIAL RECORDS BOOK, PAGE
242	, OF THE PUBLIC RECORDS OF COUNTY, FLORIDA.
243	THE ABOVE DESCRIPTION INCLUDES , BUT IS NOT LIMITED
244	TO, ALL APPURTENANCES TO THE COOPERATIVE UNIT ABOVE
245	DESCRIBED, INCLUDING THE UNDIVIDED INTEREST IN THE
246	COMMON ELEMENTS OF SAID COOPERATIVE.
247	
248	Upon which the association asserts this lien. The property is
249	owned by(name of debtor), Debtor. There remains unpaid to
250	the association, the sum of \$ This lien secures these
251	amounts, as well as any amounts and assessments and interest

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253 254 (signature of witness) (signature of authori 255 256 (signature of witness) 257 258 Sworn to (or affirmed) and subscribed before me this 259,(year), by(name of person making statem	_
255 256 (signature of witness) 257 258 Sworn to (or affirmed) and subscribed before me this	_
256 (signature of witness) 257 258 Sworn to (or affirmed) and subscribed before me this	day of
257 258 Sworn to (or affirmed) and subscribed before me this	day of
258 Sworn to (or affirmed) and subscribed before me this	day of
	day of
259,(year), by(name of person making statem	
	nent)
260(Signature of Notary Public)	
261(Print, type, or stamp Commissioned name of Notary P	oublic)
262 Personally Known OR Produced as identification.	_
263	
The claim must be executed and acknowledged by an offic	er or
265 authorized agent of the association. The lien is not ef	fective 1
266 year after the claim of lien was recorded unless, withi	n that
267 time, an action to enforce the lien is commenced. The 1	year
268 period is automatically extended for any length of time	during
which the association is prevented from filing a forecl	.osure
270 action by an automatic stay resulting from a bankruptcy	petition
271 <u>filed by the parcel owner or any other person claiming</u>	an
272 <u>interest in the parcel. The claim of lien secures all u</u>	ınpaid
273 rents and assessments that are due and that may accrue	after the
274 <u>claim of lien is recorded and through the entry of a fi</u>	.nal
judgment, as well as interest and all reasonable costs	and
276 attorney's fees incurred by the association incident to	the the
277 collection process. Upon payment in full, the person ma	king the

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278	pa	yment	is	entitled	to	а	satisfaction	of	the	lien.
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(c) By recording a notice in substantially the following form, a unit owner or the unit owner's agent or attorney may require the association to enforce a recorded claim of lien against his or her cooperative parcel:

## NOTICE OF CONTEST OF LIEN

TO: ...(Name and address of association)... You are notified that the undersigned contests the claim of lien filed by you on ..., ...(year)..., and recorded in Official Records Book .... at Page ...., of the public records of .... County, Florida, and that the time within which you may file suit to enforce your lien is limited to 90 days from the date of service of this notice. Executed this .... day of ...., ...(year).... Signed: ...(Owner or Attorney)...

After notice of contest of lien has been recorded, the clerk of the circuit court shall mail a copy of the recorded notice to the association by certified mail, return receipt requested, at the address shown in the claim of lien or most recent amendment to it and shall certify to the service on the face of the notice. Service is complete upon mailing. After service, the association has 90 days in which to file an action to enforce the lien; and, if the action is not filed within the 90-day period, the lien is void. However, the 90-day period shall be

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extended for any length of time during which the association is prevented from filing its action because of an automatic stay resulting from the filing of a bankruptcy petition by the unit owner or by any other person claiming an interest in the parcel.

(d) To be valid, a release of lien shall be in substantially the following form:

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# RELEASE OF LIEN

The undersigned lienor, in consideration of the final payment in the amount of \$..., hereby waives and releases its lien and right to claim a lien for unpaid assessments through ..., ...(year)..., recorded in the Official Records Book . . . (Book).

. at page . . . (Page) . . ., of the public records of . .

. (County) . . ., Florida, for the following described real property:

UNIT NO. .... OF (NAME OF COOPERATIVE), A COOPERATIVE

AS SET FORTH IN THE COOPERATIVE DOCUMENTS AND THE

EXHIBITS ANNEXED THERETO AND FORMING A PART THEREOF,

RECORDED IN OFFICIAL RECORDS BOOK ...., PAGE ...., OF

THE PUBLIC RECORDS OF .... COUNTY, FLORIDA. THE ABOVE

DESCRIPTION INCLUDES, BUT IS NOT LIMITED TO, ALL

APPURTENANCES TO THE COOPERATIVE UNIT ABOVE DESCRIBED,

INCLUDING THE UNDIVIDED INTEREST IN THE COMMON

ELEMENTS OF SAID COOPERATIVE.

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330	
331	(signature of witness) (signature of authorized agent)
332	
333	(signature of witness)
334	
335	Sworn to (or affirmed) and subscribed before me this day of
336	,(year), by(name of person making statement)
337	(Signature of Notary Public)
338	(Print, type, or stamp commissioned name of Notary Public)
339	Personally Known OR Produced as identification.
340	Section 4. Subsection (1) of section 720.3085, Florida
341	Statutes, is amended to read:
342	720.3085 Payment for assessments; lien claims.—
343	(1) When authorized by the governing documents, the
344	association has a lien on each parcel to secure the payment of
345	assessments and other amounts provided for by this section.
346	Except as otherwise set forth in this section, the lien is
347	effective from and shall relate back to the date on which the
348	original declaration of the community was recorded. However, as
349	to first mortgages of record, the lien is effective from and
350	after recording of a claim of lien in the public records of the
351	county in which the parcel is located. This subsection does not
352	bestow upon any lien, mortgage, or certified judgment of record
353	on July 1, 2008, including the lien for unpaid assessments
354	created in this section, a priority that, by law, the lien,

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mortgage, or judgment did not have before July 1, 2008.

356	(a) To be valid, a claim of lien shall be in substantially
357	the following form:
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359	CLAIM OF LIEN
360	
361	Before me, the undersigned notary public, personally appeared
362	(name) who was duly sworn and says that he/she is the
363	authorized agent of the lienor,(name of association),
364	whose address is (address), and that in accordance with
365	the Florida Statutes and the homeowners' association documents
366	of(name of association), a homeowners' association, and
367	the articles of incorporation and bylaws of the association, the
368	association makes this claim of lien for (basis for claim of
369	lien), for the following described real property:
370	
371	(PARCEL NO OR LOT AND BLOCK) OF (NAME OF
372	HOMEOWNERS' ASSOCIATION), A HOMEOWNERS' ASSOCIATION AS
373	SET FORTH IN THE HOMEOWNERS' ASSOCIATION DOCUMENTS AND
374	THE EXHIBITS ANNEXED THERETO AND FORMING A PART
375	THEREOF, RECORDED IN OFFICIAL RECORDS BOOK, PAGE
376	, OF THE PUBLIC RECORDS OF COUNTY, FLORIDA.
377	
378	(or insert appropriate metes and bounds description
379	here)
380	
381	upon which the association asserts this lien. The property is

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owned by ...(name of debtor)..., Debtor. There remains unpaid to
the association, the sum of \$.... This lien secures these
amounts, as well as any amounts and assessments and interest
that may accrue in the future.

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(signature of witness) (signature of authorized agent)

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389 <u>(signature of witness)</u>

Sworn to (or affirmed) and subscribed before me this .... day of

..., ...(year)..., by ...(name of person making statement)....

...(Signature of Notary Public)...

394 ...(Print, type, or stamp commissioned name of Notary Public)...

395 Personally Known... OR Produced... as identification.

must state the description of the parcel, the name of the record owner, the name and address of the association, the assessment amount due, and the due date. The claim of lien secures all unpaid assessments that are due and that may accrue subsequent to the recording of the claim of lien and before entry of a certificate of title, as well as interest, late charges, and reasonable costs and attorney's fees incurred by the association incident to the collection process. The person making payment is entitled to a satisfaction of the lien upon payment in full.

(b) By recording a notice in substantially the following form, a parcel owner or the parcel owner's agent or attorney may

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     require the association to enforce a recorded claim of lien
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     against his or her parcel:
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                         NOTICE OF CONTEST OF LIEN
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     TO: ... (Name and address of association) ...
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     You are notified that the undersigned contests the claim of lien
413
     filed by you on ...., ... (year) ..., and recorded in Official
414
     Records Book .... at page ...., of the public records of ....
415
     County, Florida, and that the time within which you may file
416
     suit to enforce your lien is limited to 90 days following the
417
     date of service of this notice. Executed this .... day of ....,
418
     ...(year)....
419
     Signed: ... (Owner or Attorney) ...
420
     After the notice of a contest of lien has been recorded, the
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     clerk of the circuit court shall mail a copy of the recorded
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     notice to the association by certified mail, return receipt
     requested, at the address shown in the claim of lien or the most
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     recent amendment to it and shall certify to the service on the
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     face of the notice. Service is complete upon mailing. After
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     service, the association has 90 days in which to file an action
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     to enforce the lien and, if the action is not filed within the
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     90-day period, the lien is void. However, the 90-day period
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     shall be extended for any length of time that the association is
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     prevented from filing its action because of an automatic stay
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     resulting from the filing of a bankruptcy petition by the parcel
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     owner or by any other person claiming an interest in the parcel.
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               The association may bring an action in its name to
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foreclose a lien for assessments in the same manner in which a mortgage of real property is foreclosed and may also bring an action to recover a money judgment for the unpaid assessments without waiving any claim of lien. The association is entitled to recover its reasonable attorney's fees incurred in an action to foreclose a lien or an action to recover a money judgment for unpaid assessments.

(d) A release of lien shall be in substantially the following form:

### RELEASE OF LIEN

The undersigned lienor, in consideration of the final payment in the amount of \$..., hereby waives and releases its lien and right to claim a lien for unpaid assessments through ..., ...(year)..., recorded in the Official Records Book . . . (Book).

. . at page . . . (Page) . . ., of the public records of . .

. (County) . . ., Florida, for the following described real property:

(PARCEL NO. ... OR LOT AND BLOCK) OF ... (NAME OF
HOMEOWNERS' ASSOCIATION) ..., A HOMEOWNERS' ASSOCIATION
AS SET FORTH IN THE HOMEOWNERS' ASSOCIATION DOCUMENTS
AND THE EXHIBITS ANNEXED THERETO AND FORMING A PART
THEREOF, RECORDED IN OFFICIAL RECORDS BOOK ..., PAGE
..., OF THE PUBLIC RECORDS OF ... COUNTY, FLORIDA.

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460	
461	(or insert appropriate metes and bounds description
462	here)
463	
464	(signature of witness) (signature of authorized agent)
465	
466	(signature of witness)
467	
468	Sworn to (or affirmed) and subscribed before me this day of
469	,(year), by(name of person making statement)
470	(Signature of Notary Public)
471	(Print, type, or stamp commissioned name of Notary Public)
472	Personally Known OR Produced as identification.
473	
474	$\underline{\text{(e)}}_{\text{(d)}}$ If the parcel owner remains in possession of the
475	parcel after a foreclosure judgment has been entered, the court
476	may require the parcel owner to pay a reasonable rent for the
477	parcel. If the parcel is rented or leased during the pendency of
478	the foreclosure action, the association is entitled to the
479	appointment of a receiver to collect the rent. The expenses of
480	the receiver must be paid by the party who does not prevail in
481	the foreclosure action.
482	$\underline{\text{(f)}}$ (e) The association may purchase the parcel at the
483	foreclosure sale and hold, lease, mortgage, or convey the
484	parcel.
485	Section 5. This act shall take effect July 1, 2014.

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