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An act relating to homeowners' associations; creating s. 189.101, F.S.; authorizing a local governing authority to enforce deed restrictions on certain property that is not part of a homeowners' association; amending s. 720.303, F.S.; requiring a community association manager or management firm, or an association itself, to provide a specified report to the Division of Florida Condominiums, Timeshares, and Mobile Homes of the Department of Business and Professional Regulation every 3 years beginning on a specified date; extending the date by which the department must establish and implement a registration system; requiring the department to provide a data report by a specified date; extending the expiration date of such reporting requirements; amending s. 720.311, F.S.; authorizing the department to arbitrate certain homeowners' association-related disputes at its discretion; authorizing a mediator or arbitrator to conduct mediation or arbitration only if he or she has been certified as a county court or circuit court civil mediator or arbitrator pursuant to the requirements of the Florida Supreme Court; creating s. 720.317, F.S.; requiring the department to provide training and educational programs for homeowners' association members, directors, and officers;

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authorizing the training to be presented using certain methods; authorizing the department to review and approve such training and educational programs; requiring the department to maintain a current list of approved programs and providers and to make the list available to the associations in a reasonable and cost-effective manner; creating s. 720.318, F.S.; authorizing the department to enforce and ensure compliance with certain provisions and rules; providing that the department has complete jurisdiction to investigate complaints relating to homeowners' associations; creating s. 720.319, F.S.; providing a limitation on certain homeowner fees for a transfer of title; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 189.101, Florida Statutes, is created to read:

enforce a deed restriction on a property within the district if the property is not part of a homeowners' association and the restriction was included on the deed at the time of the property's construction. A deed restriction added after construction that was not intended to be placed on every parcel in that community may not be enforced by a local governing

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Section 2. Subsection (13) of section 720.303, Florida Statutes, is amended to read:

720.303 Association powers and duties; meetings of board; official records; budgets; financial reporting; association funds; recalls.—

- (13) REPORTING REQUIREMENT.—The community association manager or management firm, or the association when there is no community association manager or management firm, shall report to the division by November 22, 2016 2013, and every 3 years thereafter, in a manner and form prescribed by the division.
 - (a) The report shall include the association's:
 - 1. Legal name.
 - 2. Federal employer identification number.
 - 3. Mailing and physical addresses.
 - 4. Total number of parcels.
- 5. Total amount of revenues and expenses from the association's annual budget.
- (b) For associations in which control of the association has not been transitioned to nondeveloper members, as set forth in s. 720.307, the report shall also include the developer's:
 - 1. Legal name.
 - 2. Mailing address.
 - 3. Total number of parcels owned on the date of reporting.
- (c) The reporting requirement provided in this subsection shall be a continuing obligation on each association until the

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required information is reported to the division.

- (d) By October 1, 2016 2013, the department shall establish and implement a registration system through an Internet website that provides for the reporting requirements of paragraphs (a) and (b).
- (e) The department shall prepare an annual report of the data reported pursuant to this subsection and present it to the Governor, the President of the Senate, and the Speaker of the House of Representatives by December 1, $\underline{2016}$ $\underline{2013}$, and each year thereafter.
- (f) The division shall adopt rules pursuant to ss. 120.536(1) and 120.54 to implement the provisions of this subsection.
- (g) This subsection shall expire on July 1, $\underline{2026}$ $\underline{2016}$, unless reenacted by the Legislature.
- Section 3. Subsection (1) and paragraph (d) of subsection (2) of section 720.311, Florida Statutes, are amended to read: 720.311 Dispute resolution.—
- (1) The Legislature finds that alternative dispute resolution has made progress in reducing court dockets and trials and in offering a more efficient, cost-effective option to litigation. The filing of any petition for arbitration or the serving of a demand for presuit mediation as provided for in this section shall toll the applicable statute of limitations. Any recall dispute filed with the department pursuant to s. 720.303(10) shall be conducted by the department in accordance

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with the provisions of ss. 718.112(2)(j) and 718.1255 and the rules adopted by the division. In addition, the department shall conduct mandatory binding arbitration of election disputes between a member and an association pursuant to s. 718.1255 and rules adopted by the division. Neither election disputes nor recall disputes are eligible for presuit mediation; these disputes shall be arbitrated by the department. The department may arbitrate other homeowners' association-related disputes at its discretion, subject to any conflict with this chapter. At the conclusion of the proceeding, the department shall charge the parties a fee in an amount adequate to cover all costs and expenses incurred by the department in conducting the proceeding. Initially, the petitioner shall remit a filing fee of at least \$200 to the department. The fees paid to the department shall become a recoverable cost in the arbitration proceeding, and the prevailing party in an arbitration proceeding shall recover its reasonable costs and attorney attorney's fees in an amount found reasonable by the arbitrator. The department shall adopt rules to effectuate the purposes of this section.

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(d) A mediator or arbitrator <u>may shall be authorized to</u> conduct mediation or arbitration under this section only if he or she has been certified as a <u>county court or</u> circuit court civil mediator or arbitrator, respectively, pursuant to the requirements established by the Florida Supreme Court.

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Settlement agreements resulting from mediation \underline{do} shall not have precedential value in proceedings involving parties other than those participating in the mediation to support either a claim or defense in other disputes.

Section 4. Section 720.317, Florida Statutes, is created to read:

720.317 Educational programs.—The department shall provide training and educational programs for homeowners' association members, directors, and officers. The training may, in the department's discretion, include web-based electronic media, live training, and seminars in various locations throughout the state. The department may review and approve training and educational programs for members, directors, and officers offered by providers and shall maintain a current list of approved programs and providers. The department shall make the list available to the associations in a reasonable and costeffective manner.

Section 5. Section 720.318, Florida Statutes, is created to read:

720.318 Authority of the department.—The department may enforce and ensure compliance with this chapter and rules relating to the records access, financial management, and elections of homeowners' associations. In performing its duties, the department has complete jurisdiction to investigate complaints and enforce compliance with respect to homeowners' associations.

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Section 6. Section 720.319, Florida Statutes, is created to read:

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720.319 Transfer of title fees for new homeowners.—An association fee for a transfer of title, including such fees assessed at closing, for a new homeowner in an association that is not developer controlled may not exceed 35 percent of the association's fee for a transfer of title for that fiscal year.

Section 7. This act shall take effect July 1, 2016.

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