A bill to be entitled 1 2 An act relating to mobile home park tenancies; 3 amending s. 723.003, F.S.; defining the term 4 "prospectus"; amending s. 723.006, F.S.; requiring the 5 Division of Florida Condominiums, Timeshares, and 6 Mobile Homes to provide notice to the homeowners' 7 association of a proposed amendment to a prospectus 8 before authorizing such amendment; amending s. 9 723.011, F.S.; removing the use of an offering 10 circular; amending s. 723.012, F.S.; removing the use of an offering circular; requiring that additional 11 12 information be provided in the prospectus which 13 advises the mobile home owner of consequences if the 14 land use is changed; amending s. 723.014, F.S.; 15 removing the use of an offering circular; amending s. 723.032, F.S.; requiring the division to enforce 16 certain rental agreement provisions; amending ss. 17 723.035, 723.041, and 723.059, F.S.; removing the use 18 19 of an offering circular; amending s. 723.061, F.S.; 20 requiring a park owner to provide certain information 21 to residents who are displaced as a result of a 2.2 mandatory eviction due to a change in use of the land; amending s. 723.0612, F.S.; providing that approval of 23 a change in use of the land is not dependent on a park 24 25 owner's providing certain information to residents who 26 are displaced as a result of a mandatory eviction due

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27 to such change in use; amending ss. 73.072 and 723.031, F.S.; conforming cross-references to changes 28 29 made by the act; providing an effective date. 30 31 Be It Enacted by the Legislature of the State of Florida: 32 33 Section 1. Section 723.003, Florida Statutes, is reordered 34 and amended to read: 35 723.003 Definitions.-As used in this chapter, the term following words and terms have the following meanings unless 36 37 clearly indicated otherwise: 38 (2) (1) The term "Division" means the Division of Florida 39 Condominiums, Timeshares, and Mobile Homes of the Department of Business and Professional Regulation. 40 41 (3) (2) The term "Lot rental amount" means all financial 42 obligations, except user fees, which are required as a condition 43 of the tenancy. 44 (4) (3) The term "Mobile home" means a residential 45 structure, transportable in one or more sections, which is 8 46 body feet or more in width, over 35 body feet in length with the 47 hitch, built on an integral chassis, designed to be used as a dwelling when connected to the required utilities, and not 48 originally sold as a recreational vehicle, and includes the 49 plumbing, heating, air-conditioning, and electrical systems 50 51 contained therein. 52 (5) (4) The term "Mobile home lot rental agreement" or

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53 "rental agreement" means <u>a</u> any mutual understanding or lease, 54 whether oral or written, between a mobile home owner and a 55 mobile home park owner in which the mobile home owner is 56 entitled to place his or her mobile home on a mobile home lot 57 for either direct or indirect remuneration of the mobile home 58 park owner.

59 <u>(6)</u> (5) The term "Mobile home owner" or "home owner" means 60 a person who owns a mobile home and rents or leases a lot within 61 a mobile home park for residential use.

62 <u>(7)</u>(6) The term "Mobile home park" or "park" means a use 63 of land in which lots or spaces are offered for rent or lease 64 for the placement of mobile homes and in which the primary use 65 of the park is residential.

66 (8) (7) The term "Mobile home park owner" or "park owner"
 67 means an owner or operator of a mobile home park.

68 <u>(9)(8)</u> The term "Mobile home subdivision" means a 69 subdivision of mobile homes where individual lots are owned by 70 owners and where a portion of the subdivision or the amenities 71 exclusively serving the subdivision are retained by the 72 subdivision developer.

73 <u>(10)(9)</u> The term "Operator of a mobile home park" means 74 either a person who establishes a mobile home park on land which 75 is leased from another person or a person who has been delegated 76 the authority to act as the park owner in matters relating to 77 the administration and management of the mobile home park, 78 including, but not limited to, authority to make decisions

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79 relating to the mobile home park.

80 <u>(11)(10)</u> The term "Pass-through charge" means the mobile 81 home owner's proportionate share of the necessary and actual 82 direct costs and impact or hookup fees for a governmentally 83 mandated capital improvement, which may include the necessary 84 and actual direct costs and impact or hookup fees incurred for 85 capital improvements required for public or private regulated 86 utilities.

87 <u>(12)(11)</u> The term "Proportionate share" as used in 88 subsection (10) means an amount calculated by dividing equally 89 among the affected developed lots in the park the total costs 90 for the necessary and actual direct costs and impact or hookup 91 fees incurred for governmentally mandated capital improvements 92 serving the recreational and common areas and all affected 93 developed lots in the park.

94 (13) "Prospectus" means a disclosure document provided to 95 a prospective mobile home owner regarding his or her legal 96 rights and financial obligations in leasing a mobile home lot.

97 (15) (12) The term "Unreasonable" means arbitrary,
 98 capricious, or inconsistent with this chapter.

99 <u>(16)(13)</u> The term "User fees" means those amounts charged 100 in addition to the lot rental amount for nonessential optional 101 services provided by or through the park owner to the mobile 102 home owner under a separate written agreement between the mobile 103 home owner and the person furnishing the optional service or 104 services.

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105 (1) (14) The term "Discrimination" or "discriminatory" means that a homeowner is being treated differently as to the 106 107 rent charged, the services rendered, or an action for possession or other civil action being taken by the park owner, without a 108 reasonable basis for the different treatment. 109 110 (14) (15) The term "Resale agreement" means a contract in 111 which a mobile home owner authorizes the mobile home park owner, or the park owner's designee, to act as exclusive agent for the 112 sale of the homeowner's mobile home for a commission or fee. 113 114 Section 2. Subsection (8) of section 723.006, Florida 115 Statutes, is amended to read: 116 723.006 Powers and duties of division.-In performing its 117 duties, the division has the following powers and duties: 118 (8) The division may has the authority by rule to 119 authorize amendments permitted by this chapter to an approved 120 prospectus which are permitted by this chapter or offering 121 circular. Before authorizing an amendment to an approved prospectus, the division shall provide notice to the homeowners' 122 123 association of each proposed amendment in order to solicit 124 feedback. 125 Section 3. Paragraph (b) of subsection (1) and subsections 126 (2), (3), and (4) of section 723.011, Florida Statutes, are 127 amended to read: 723.011 Disclosure prior to rental of a mobile home lot; 128 129 prospectus, filing, approval.-130 (1)

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(b) The division shall determine whether the proposed prospectus or offering circular is adequate to meet the requirements of this chapter and shall notify the park owner by mail, within 45 days after receipt of the document, that the division has found that the prospectus or offering circular is adequate or has found specified deficiencies. If the division does not make either finding within 45 days, the prospectus shall be deemed to have been found adequate.

The park owner shall furnish a copy of the prospectus 139 (2)140 or offering circular together with all of the exhibits thereto 141 to each prospective lessee. Delivery shall be made prior to 142 execution of the lot rental agreement or at the time of occupancy, whichever occurs first. Upon delivery of a prospectus 143 144 to a prospective lessee, the lot rental agreement is voidable by 145 the lessee for a period of 15 days. However, the park owner is 146 not required to furnish a copy of the prospectus or offering 147 circular if the tenancy is a renewal of a tenancy and the mobile 148 home owner has previously received the prospectus or offering 149 circular.

(3) The prospectus or offering circular together with its exhibits is a disclosure document intended to afford protection to homeowners and prospective homeowners in the mobile home park. The purpose of the document is to disclose the representations of the mobile home park owner concerning the operations of the mobile home park.

156

(4) With regard to a tenancy in existence on the effective

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157 date of this chapter, the prospectus or offering circular 158 offered by the mobile home park owner shall contain the same 159 terms and conditions as rental agreements offered to all other 160 mobile home owners residing in the park on the effective date of 161 this act, excepting only rent variations based upon lot location 162 and size, and shall not require any mobile home owner to install 163 any permanent improvements.

164 Section 4. Section 723.012, Florida Statutes, is amended 165 to read:

166 723.012 Prospectus or offering circular. The prospectus or
 167 offering circular, which is required <u>under</u> to be provided by s.
 168 723.011, must contain the following information:

169

170

(1) The front cover or the first page must contain only:(a) The name of the mobile home park.

171

(b) The following statements in conspicuous type:

THIS PROSPECTUS CONTAINS VERY IMPORTANT INFORMATION
 REGARDING YOUR LEGAL RIGHTS AND YOUR FINANCIAL OBLIGATIONS IN
 LEASING A MOBILE HOME LOT. MAKE SURE THAT YOU READ THE ENTIRE
 DOCUMENT AND SEEK LEGAL ADVICE IF YOU HAVE ANY QUESTIONS
 REGARDING THE INFORMATION SET FORTH IN THIS DOCUMENT.

177 2. THE STATEMENTS CONTAINED HEREIN ARE ONLY SUMMARY IN
178 NATURE. A PROSPECTIVE LESSEE SHOULD REFER TO ALL REFERENCES, ALL
179 EXHIBITS HERETO, THE CONTRACT DOCUMENTS, AND SALES MATERIALS.

180 3. ORAL REPRESENTATIONS SHOULD NOT BE RELIED UPON AS
181 CORRECTLY STATING THE REPRESENTATIONS OF THE PARK OWNER OR
182 OPERATOR. REFER TO THIS PROSPECTUS (OFFERING CIRCULAR) AND ITS

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183	EXHIBITS FOR CORRECT REPRESENTATIONS.
184	4. UPON DELIVERY OF THE PROSPECTUS TO A PROSPECTIVE
185	LESSEE, THE RENTAL AGREEMENT IS VOIDABLE BY THE LESSEE FOR A
186	PERIOD OF 15 DAYS.
187	5. PURSUANT TO SECTION 723.061(1)(d)2., FLORIDA STATUTES,
188	UPON A CHANGE OF LAND USE, YOU MAY BE EVICTED AND ORDERED, BY A
189	DATE NO SOONER THAN 6 MONTHS AFTER YOUR RECEIPT OF THE NOTICE OF
190	EVICTION, TO MOVE OR FORFEIT YOUR MOBILE HOME.
191	(2) The next page must contain all statements required to
192	be in conspicuous type in the prospectus or offering circular in
193	a summary form.
194	(3) A separate index of the contents and exhibits of the
195	prospectus.
196	(4) Beginning on the first page of the text, the following
197	information:
198	(a) The name and address or location of the mobile home
199	park.
200	(b) The name and address of the person authorized to
201	receive notices and demands on the park owner's behalf.
202	(c) A description of the mobile home park property,
203	including, but not limited to:
204	1. The number of lots in each section, the approximate
205	size of each lot, the setback requirements, and the minimum
206	separation distance between mobile homes as required by law.
207	2. The maximum number of lots that will use shared
208	facilities of the park; and, if the maximum number of lots will
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209 vary, a description of the basis for variation.

(5) A description of the recreational and other common facilities, if any, that will be used by the mobile home owners, including, but not limited to:

(a) The number of buildings and each room thereof and its
intended purposes, location, approximate floor area, and
capacity in numbers of people.

(b) Each swimming pool, as to its general location,
approximate size and depths, and approximate deck size and
capacity and whether heated.

(c) All other facilities and permanent improvements whichwill serve the mobile home owners.

(d) A general description of the items of personalproperty available for use by the mobile home owners.

(e) A general description of the days and hours thatfacilities will be available for use.

(f) A statement as to whether all improvements arecomplete and, if not, their estimated completion dates.

(6) The arrangements for management of the park and maintenance and operation of the park property and of other property that will serve the mobile home owners and the nature of the services included.

(7) A description of all improvements, whether temporary
or permanent, which are required to be installed by the mobile
home owner as a condition of his or her occupancy in the park.
(8) The manner in which utility and other services,

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235	including, but not limited to, sewage and waste disposal, cable
236	television, water supply, and storm drainage, will be provided,
237	and the person or entity furnishing them. The services and the
238	lot rental amount or user fees charged by the park owner for the
239	services provided by the park owner shall also be disclosed.
240	(9) An explanation of the manner in which the lot rental
241	amount will be raised, including, but not limited to:
242	(a) Notification of the mobile home owner at least 90 days
243	in advance of the increase.
244	(b) Disclosure of any factors which may affect the lot
245	rental amount, including, but not limited to:
246	1. Water rates.
247	2. Sewer rates.
248	3. Waste disposal rates.
249	4. Maintenance costs, including costs of deferred
250	maintenance.
251	5. Management costs.
252	6. Property taxes.
253	7. Major repairs or improvements.
254	8. Any other fees, costs, entrance fees, or charges to
255	which the mobile home owner may be subjected.
256	(c) Disclosure of the manner in which the pass-through
257	charges will be assessed.
258	(10) Disclosure of all user fees currently charged for
259	services offered which the homeowner may elect to incur and the
260	manner in which the fees will be increased.
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(11) The park rules and regulations and an explanation of the manner in which park rules or regulations will be set, changed, or promulgated.

(12) A statement describing the existing zoning
classification of the park property and permitted uses under
such classification.

(13) A statement of the nature and type of zoning under which the mobile home park operates, the name of the zoning authority which has jurisdiction over the land comprising the mobile home park, and, if applicable, a detailed description of any definite future plans which the park owner has for changes in the use of the land comprising the mobile home park.

(14) Copies of the following, to the extent they areapplicable, as exhibits:

(a) The ground lease or other underlying leases of the mobile home park or a summary of the contents of the lease or leases when copies of the same have been filed with the division.

(b) A copy of the mobile home park lot layout showing thelocation of the recreational areas and other common areas.

(c) All covenants and restrictions and zoning which will affect the use of the property and which are not contained in the foregoing.

(d) A copy of the rental agreement or agreements to beoffered for rental of mobile home lots.

286

Section 5. Section 723.014, Florida Statutes, is amended

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287 to read:

288 723.014 Failure to provide prospectus <u>before</u> or offering
 289 circular prior to occupancy.-

(1) If a prospectus or offering circular was not provided
to the prospective lessee <u>before</u> prior to execution of the lot
rental agreement or <u>before</u> prior to initial occupancy of a new
mobile home, the rental agreement is voidable by the lessee
until 15 days after the receipt by the lessee of the prospectus
or offering circular and all exhibits thereto.

(2) To cancel the rental agreement, the mobile home owner shall deliver written notice to the park owner within 15 days after receipt of the prospectus or offering circular and shall thereupon be entitled to a refund of any deposit together with relocation costs for the mobile home, or the market value thereof including any appurtenances thereto paid for by the mobile home owner, from the park owner.

303 Section 6. Subsection (2) of section 723.032, Florida 304 Statutes, is amended to read:

305 723.032 Prohibited or unenforceable provisions in mobile 306 home lot rental agreements.-

307 (2) Any provision in the rental agreement is void and
308 unenforceable to the extent that it attempts to waive or
309 preclude the rights, remedies, or requirements set forth in this
310 chapter or arising under law. Notwithstanding s. 723.005, the
311 division shall enforce this subsection pursuant to s. 723.006.
312 Section 7. Subsection (2) of section 723.035, Florida

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313 Statutes, is amended to read: 314 723.035 Rules and regulations.-315 A No rule or regulation may not shall provide for (2) 316 payment of any fee, fine, assessment, or charge, except as 317 otherwise provided in the prospectus or offering circular filed 318 under s. 723.012, if one is required to be provided, and until 319 after the park owner has complied with the procedure set forth 320 in s. 723.037. 321 Section 8. Paragraph (a) of subsection (1) of section 322 723.041, Florida Statutes, is amended to read: 323 723.041 Entrance fees; refunds; exit fees prohibited; 324 replacement homes.-325 (1) (a) Entrance fees on new mobile home placements shall 326 be specifically set forth in the prospectus or offering 327 circular. Any such fee shall be clearly identified in writing at 328 the time that the rental agreement is signed or otherwise 329 concluded. 330 331 No new entrance fee may be charged for a move within the same 332 park. This paragraph does not apply in instances in which the 333 mobile home owner is evicted on the ground of nonpayment of 334 rent; violation of a federal, state, or local ordinance; or 335 violation of a properly promulgated park rule or regulation or 336 leaves before the expiration date of his or her rental 337 agreement. However, the sums due to the park by the mobile home 338 owner may be offset against the balance due on the entrance fee. Page 13 of 16

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339 Section 9. Subsections (3) and (4) of section 723.059,
340 Florida Statutes, are amended to read:

341

723.059 Rights of purchaser.-

(3) The purchaser of a mobile home who becomes a resident of the mobile home park in accordance with this section has the right to assume the remainder of the term of any rental agreement then in effect between the mobile home park owner and the seller and shall be entitled to rely on the terms and conditions of the prospectus or offering circular as delivered to the initial recipient.

349 (4) However, this section does not nothing herein shall be 350 construed to prohibit a mobile home park owner from increasing 351 the rental amount to be paid by the purchaser upon the 352 expiration of the assumed rental agreement in an amount deemed 353 appropriate by the mobile home park owner, as so long as such 354 increase is disclosed to the purchaser before prior to his or 355 her occupancy and is imposed in a manner consistent with the 356 initial offering circular or prospectus and this chapter act.

357 Section 10. Subsection (2) of section 723.061, Florida 358 Statutes, is amended, subsection (4) of that section is 359 renumbered as subsection (5), and a new subsection (4) is added 360 to that section, to read:

361

723.061 Eviction; grounds, proceedings.-

362 (2) In the event of eviction for a change in use <u>of the</u>
 363 <u>land</u>, homeowners must object to the change in use by petitioning
 364 for administrative or judicial remedies within 90 days after the

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365	date of the notice or they will be barred from taking any
366	subsequent action to contest the change in use. This subsection
367	does not prevent any homeowner from objecting to a zoning change
368	at any time.
369	(4) In the event of a mandatory eviction for a change in
370	use of the land, the park owner shall provide evidence that
371	suitable, affordable, and comparable mobile home park
372	accommodations exist elsewhere locally for displaced mobile home
373	park residents before governmental approval of such change in
374	use.
375	Section 11. Subsection (13) is added to section 723.0612,
376	Florida Statutes, to read:
377	723.0612 Change in use; relocation expenses; payments by
378	park owner
379	(13) In the event of a mandatory eviction for a change in
380	use of the land, approval of such change in use is not dependent
381	upon the park owner's providing evidence of suitable,
382	affordable, and comparable mobile home park accommodations
383	locally for displaced mobile home park residents.
384	Section 12. Subsection (1) of section 73.072, Florida
385	Statutes, is amended to read:
386	73.072 Mobile home parks; compensation for permanent
387	improvements by mobile home owners
388	(1) If When all or a portion of a mobile home park as
389	defined in s. 723.003 (6) is appropriated under this chapter, the
390	condemning authority shall separately determine the compensation
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391 for any permanent improvements made to each site. This 392 compensation shall be awarded to the mobile home owner leasing the site if: 393 The effect of the taking includes a requirement that 394 (a) 395 the mobile home owner remove or relocate his or her mobile home 396 from the site; 397 (b) The mobile home owner currently leasing the site has 398 paid for the permanent improvements to the site; and 399 The value of the permanent improvements on the site (C) 400 exceeds \$1,000 as of the date of taking. 401 Section 13. Paragraph (b) of subsection (5) of section 402 723.031, Florida Statutes, is amended to read: 403 723.031 Mobile home lot rental agreements.-404 (5) The rental agreement shall contain the lot rental 405 amount and services included. An increase in lot rental amount 406 upon expiration of the term of the lot rental agreement shall be 407 in accordance with ss. 723.033 and 723.037 or s. 723.059(4), 408 whichever is applicable, provided that, pursuant to s. 409 723.059(4), the amount of the lot rental increase is disclosed 410 and agreed to by the purchaser, in writing. An increase in lot 411 rental amount shall not be arbitrary or discriminatory between 412 similarly situated tenants in the park. No lot rental amount may 413 be increased during the term of the lot rental agreement, 414 except: 415 For pass-through charges as defined in s. 723.003(10). (b)

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Section 14. This act shall take effect July 1, 2015.

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