By Senator Ring

	29-00500C-15 2015748_
1	A bill to be entitled
2	An act relating to residential properties; amending s.
3	617.0721, F.S.; providing that any copy, facsimile, or
4	other reliable reproduction of the original proxy may
5	be substituted and used in lieu of, and for the same
6	purposes as, the original proxy if the reproduction is
7	a complete reproduction of the entire proxy; amending
8	s. 718.111, F.S.; providing that certain written
9	records of the association related to the operation of
10	the association constitute official records that must
11	be maintained by the association; providing that the
12	vote necessary to charge use fees for the use of the
13	common elements or association property may be
14	approved by a majority of the voting interests
15	present, in person or by proxy, at a meeting of the
16	association if a quorum has been established; amending
17	s. 718.112, F.S.; prohibiting a unit owner from
18	posting specified recordings of a meeting in certain
19	circumstances; clarifying that association property
20	can be used to post notices; amending ss. 718.116,
21	719.108, and 720.3085, F.S.; providing that the
22	association may recover from the unit owner or parcel
23	owner a reasonable charge imposed by a management or
24	bookkeeping company, or collection agent, incurred in
25	connection with a delinquent assessment; providing
26	that such charges must be liquidated, noncontingent,
27	and based upon actual time expended; providing that
28	fees for collection are not recoverable in a certain
29	circumstance; specifying the hierarchy for the

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30	application of payments received for collection
31	services contracted by the association; amending s.
32	719.104, F.S.; providing that certain written records
33	of the association related to the operation of the
34	association constitute official records that must be
35	maintained by the association; amending ss. 719.106
36	and 720.306, F.S.; prohibiting a unit owner or parcel
37	owner from posting specified recordings of a meeting
38	in certain circumstances; creating s. 720.3015, F.S.;
39	providing a short title; providing an effective date.
40	
41	Be It Enacted by the Legislature of the State of Florida:
42	
43	Section 1. Subsection (2) of section 617.0721, Florida
44	Statutes, is amended to read:
45	617.0721 Voting by members
46	(2) A member who is entitled to vote may vote in person or,
47	unless the articles of incorporation or the bylaws otherwise
48	provide, may vote by proxy executed in writing by the member or
49	by his or her duly authorized attorney in fact. <u>Notwithstanding</u>
50	any provision to the contrary in the articles of incorporation
51	or bylaws, any copy, facsimile, or other reliable reproduction
52	of the original proxy may be substituted for or used in lieu of
53	the original proxy for any purpose for which the original proxy
54	could be used if the copy, facsimile, or other reproduction is a
55	complete reproduction of the entire proxy. An appointment of a
56	proxy is not valid after 11 months following the date of its
57	execution unless otherwise provided in the proxy.
58	(a) If directors or officers are to be elected by members,

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59
    the bylaws may provide that such elections may be conducted by
60
    mail.
61
          (b) A corporation may reject a vote, consent, waiver, or
    proxy appointment if the secretary or other officer or agent
62
63
    authorized to tabulate votes, acting in good faith, has a
    reasonable basis for doubting the validity of the signature on
64
65
    it or the signatory's authority to sign for the member.
         Section 2. Subsection (4) and paragraph (a) of subsection
66
    (12) of section 718.111, Florida Statutes, are amended to read:
67
         718.111 The association.-
68
69
          (4) ASSESSMENTS; MANAGEMENT OF COMMON ELEMENTS.-The
70
    association has the power to make and collect assessments and to
71
    lease, maintain, repair, and replace the common elements or the
72
    association property; however, the association may not charge a
73
    use fee against a unit owner for the use of common elements or
74
    association property unless otherwise provided for in the
75
    declaration of condominium or by a majority of the voting
76
    interests present, in person or by proxy, at a meeting of the
77
    association if a quorum has been established vote of the
78
    association or unless the charges relate to expenses incurred by
79
    an owner having exclusive use of the common elements or
80
    association property.
81
          (12) OFFICIAL RECORDS.-
82
          (a) From the inception of the association, the association
83
    shall maintain each of the following items, if applicable, which
    constitutes the official records of the association:
84
85
         1. A copy of the plans, permits, warranties, and other
86
    items provided by the developer pursuant to s. 718.301(4).
87
         2. A photocopy of the recorded declaration of condominium
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29-00500C-15 2015748 88 of each condominium operated by the association and each 89 amendment to each declaration. 3. A photocopy of the recorded bylaws of the association 90 91 and each amendment to the bylaws. 92 4. A certified copy of the articles of incorporation of the association, or other documents creating the association, and 93 94 each amendment thereto. 95 5. A copy of the current rules of the association. 6. A book or books that contain the minutes of all meetings 96 97 of the association, the board of administration, and the unit 98 owners, which minutes must be retained for at least 7 years. 99 7. A current roster of all unit owners and their mailing 100 addresses, unit identifications, voting certifications, and, if 101 known, telephone numbers. The association shall also maintain 102 the electronic mailing addresses and facsimile numbers of unit 103 owners consenting to receive notice by electronic transmission. 104 The electronic mailing addresses and facsimile numbers are not 105 accessible to unit owners if consent to receive notice by 106 electronic transmission is not provided in accordance with 107 subparagraph (c)5. However, the association is not liable for an 108 inadvertent disclosure of the electronic mail address or 109 facsimile number for receiving electronic transmission of 110 notices. 111 8. All current insurance policies of the association and condominiums operated by the association. 112

9. A current copy of any management agreement, lease, or other contract to which the association is a party or under which the association or the unit owners have an obligation or responsibility.

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117
          10. Bills of sale or transfer for all property owned by the
118
     association.
119
          11. Accounting records for the association and separate
120
     accounting records for each condominium that the association
121
     operates. All accounting records must be maintained for at least
     7 years. Any person who knowingly or intentionally defaces or
122
123
     destroys such records, or who knowingly or intentionally fails
124
     to create or maintain such records, with the intent of causing
125
     harm to the association or one or more of its members, is
126
     personally subject to a civil penalty pursuant to s.
127
     718.501(1)(d). The accounting records must include, but are not
128
     limited to:
129
          a. Accurate, itemized, and detailed records of all receipts
130
     and expenditures.
131
          b. A current account and a monthly, bimonthly, or quarterly
132
     statement of the account for each unit designating the name of
133
     the unit owner, the due date and amount of each assessment, the
134
     amount paid on the account, and the balance due.
135
          c. All audits, reviews, accounting statements, and
136
     financial reports of the association or condominium.
137
          d. All contracts for work to be performed. Bids for work to
138
     be performed are also considered official records and must be
139
     maintained by the association.
140
          12. Ballots, sign-in sheets, voting proxies, and all other
141
     papers relating to voting by unit owners, which must be
142
     maintained for 1 year from the date of the election, vote, or
143
     meeting to which the document relates, notwithstanding paragraph
144
     (b).
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145

13. All rental records if the association is acting as

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146	agent for the rental of condominium units.
147	14. A copy of the current question and answer sheet as
148	described in s. 718.504.
149	15. All other <u>written</u> records of the association not
150	specifically included in the foregoing which are related to the
151	operation of the association.
152	16. A copy of the inspection report as described in s.
153	718.301(4)(p).
154	Section 3. Paragraphs (c) and (d) of subsection (2) of
155	section 718.112, Florida Statutes, are amended to read:
156	718.112 Bylaws
157	(2) REQUIRED PROVISIONSThe bylaws shall provide for the
158	following and, if they do not do so, shall be deemed to include
159	the following:
160	(c) Board of administration meetingsMeetings of the board
161	of administration at which a quorum of the members is present
162	are open to all unit owners. Members of the board of
163	administration may use e-mail as a means of communication but
164	may not cast a vote on an association matter via e-mail. A unit
165	owner may tape record or videotape the meetings; however, a unit
166	owner may not post such recordings on any website or other media
167	that can be readily viewed by persons who are not members of the
168	association. The right to attend such meetings includes the
169	right to speak at such meetings with reference to all designated
170	agenda items. The division shall adopt reasonable rules
171	governing the tape recording and videotaping of the meeting. The
172	association may adopt written reasonable rules governing the
173	frequency, duration, and manner of unit owner statements.
174	1. Adequate notice of all board meetings, which must

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29-00500C-15 2015748 175 specifically identify all agenda items, must be posted 176 conspicuously on the condominium property or association 177 property at least 48 continuous hours before the meeting except 178 in an emergency. If 20 percent of the voting interests petition 179 the board to address an item of business, the board, within 60 days after receipt of the petition, shall place the item on the 180 181 agenda at its next regular board meeting or at a special meeting 182 called for that purpose. An item not included on the notice may be taken up on an emergency basis by a vote of at least a 183 184 majority plus one of the board members. Such emergency action 185 must be noticed and ratified at the next regular board meeting. 186 However, written notice of a meeting at which a nonemergency 187 special assessment or an amendment to rules regarding unit use 188 will be considered must be mailed, delivered, or electronically 189 transmitted to the unit owners and posted conspicuously on the 190 condominium property or association property at least 14 days 191 before the meeting. Evidence of compliance with this 14-day 192 notice requirement must be made by an affidavit executed by the 193 person providing the notice and filed with the official records 194 of the association. Upon notice to the unit owners, the board 195 shall, by duly adopted rule, designate a specific location on 196 the condominium or association property where all notices of 197 board meetings must be posted. If there is no condominium 198 property or association property where notices can be posted, notices shall be mailed, delivered, or electronically 199 200 transmitted to each unit owner at least 14 days before the 201 meeting. In lieu of or in addition to the physical posting of 202 the notice on the condominium property or association property, the association may, by reasonable rule, adopt a procedure for 203

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29-00500C-15 2015748 204 conspicuously posting and repeatedly broadcasting the notice and 205 the agenda on a closed-circuit cable television system serving 206 the condominium association. However, if broadcast notice is 207 used in lieu of a notice physically posted on condominium 208 property or association property, the notice and agenda must be 209 broadcast at least four times every broadcast hour of each day 210 that a posted notice is otherwise required under this section. 211 If broadcast notice is provided, the notice and agenda must be broadcast in a manner and for a sufficient continuous length of 212 213 time so as to allow an average reader to observe the notice and 214 read and comprehend the entire content of the notice and the 215 agenda. Notice of any meeting in which regular or special 216 assessments against unit owners are to be considered must 217 specifically state that assessments will be considered and 218 provide the nature, estimated cost, and description of the 219 purposes for such assessments.

220 2. Meetings of a committee to take final action on behalf 221 of the board or make recommendations to the board regarding the 222 association budget are subject to this paragraph. Meetings of a 223 committee that does not take final action on behalf of the board 224 or make recommendations to the board regarding the association 225 budget are subject to this section, unless those meetings are 226 exempted from this section by the bylaws of the association.

3. Notwithstanding any other law, the requirement that
board meetings and committee meetings be open to the unit owners
does not apply to:

a. Meetings between the board or a committee and the
association's attorney, with respect to proposed or pending
litigation, if the meeting is held for the purpose of seeking or

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233
     rendering legal advice; or
234
          b. Board meetings held for the purpose of discussing
235
     personnel matters.
236
          (d) Unit owner meetings.-
237
          1. An annual meeting of the unit owners shall be held at
238
     the location provided in the association bylaws and, if the
239
     bylaws are silent as to the location, the meeting shall be held
240
     within 45 miles of the condominium property. However, such
     distance requirement does not apply to an association governing
241
     a timeshare condominium.
242
243
          2. Unless the bylaws provide otherwise, a vacancy on the
244
     board caused by the expiration of a director's term shall be
245
     filled by electing a new board member, and the election must be
246
     by secret ballot. An election is not required if the number of
247
     vacancies equals or exceeds the number of candidates. For
248
     purposes of this paragraph, the term "candidate" means an
249
     eligible person who has timely submitted the written notice, as
250
     described in sub-subparagraph 4.a., of his or her intention to
251
     become a candidate. Except in a timeshare or nonresidential
252
     condominium, or if the staggered term of a board member does not
253
     expire until a later annual meeting, or if all members' terms
254
     would otherwise expire but there are no candidates, the terms of
255
     all board members expire at the annual meeting, and such members
256
     may stand for reelection unless prohibited by the bylaws. If the
257
     bylaws or articles of incorporation permit terms of no more than
2.58
     2 years, the association board members may serve 2-year terms.
259
     If the number of board members whose terms expire at the annual
260
     meeting equals or exceeds the number of candidates, the
261
     candidates become members of the board effective upon the
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29-00500C-15 2015748 262 adjournment of the annual meeting. Unless the bylaws provide 263 otherwise, any remaining vacancies shall be filled by the 264 affirmative vote of the majority of the directors making up the 265 newly constituted board even if the directors constitute less 266 than a quorum or there is only one director. In a residential 267 condominium association of more than 10 units or in a 268 residential condominium association that does not include timeshare units or timeshare interests, coowners of a unit may 269 270 not serve as members of the board of directors at the same time 271 unless they own more than one unit or unless there are not 272 enough eligible candidates to fill the vacancies on the board at 273 the time of the vacancy. A unit owner in a residential 274 condominium desiring to be a candidate for board membership must 275 comply with sub-subparagraph 4.a. and must be eligible to be a 276 candidate to serve on the board of directors at the time of the 277 deadline for submitting a notice of intent to run in order to 278 have his or her name listed as a proper candidate on the ballot 279 or to serve on the board. A person who has been suspended or 280 removed by the division under this chapter, or who is delinquent 281 in the payment of any monetary obligation due to the 282 association, is not eligible to be a candidate for board 283 membership and may not be listed on the ballot. A person who has 284 been convicted of any felony in this state or in a United States 285 District or Territorial Court, or who has been convicted of any 286 offense in another jurisdiction which would be considered a 287 felony if committed in this state, is not eligible for board 288 membership unless such felon's civil rights have been restored 289 for at least 5 years as of the date such person seeks election to the board. The validity of an action by the board is not 290

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291	affected if it is later determined that a board member is
292	ineligible for board membership due to having been convicted of
293	a felony. This subparagraph does not limit the term of a member
294	of the board of a nonresidential condominium.
295	3. The bylaws must provide the method of calling meetings
296	of unit owners, including annual meetings. Written notice must
297	include an agenda, must be mailed, hand delivered, or
298	electronically transmitted to each unit owner at least 14 days
299	before the annual meeting, and must be posted in a conspicuous
300	place on the condominium property or association property at
301	least 14 continuous days before the annual meeting. Upon notice
302	to the unit owners, the board shall, by duly adopted rule,
303	designate a specific location on the condominium property or
304	association property where all notices of unit owner meetings
305	shall be posted. This requirement does not apply if there is no
306	condominium property or association property for posting
307	notices. In lieu of, or in addition to, the physical posting of
308	meeting notices, the association may, by reasonable rule, adopt
309	a procedure for conspicuously posting and repeatedly
310	broadcasting the notice and the agenda on a closed-circuit cable
311	television system serving the condominium association. However,
312	if broadcast notice is used in lieu of a notice posted
313	physically on the condominium property or association property,
314	the notice and agenda must be broadcast at least four times
315	every broadcast hour of each day that a posted notice is
316	otherwise required under this section. If broadcast notice is
317	provided, the notice and agenda must be broadcast in a manner
318	and for a sufficient continuous length of time so as to allow an
319	average reader to observe the notice and read and comprehend the

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29-00500C-15 2015748 320 entire content of the notice and the agenda. Unless a unit owner 321 waives in writing the right to receive notice of the annual 322 meeting, such notice must be hand delivered, mailed, or 323 electronically transmitted to each unit owner. Notice for 324 meetings and notice for all other purposes must be mailed to 325 each unit owner at the address last furnished to the association 326 by the unit owner, or hand delivered to each unit owner. 327 However, if a unit is owned by more than one person, the 328 association must provide notice to the address that the 329 developer identifies for that purpose and thereafter as one or 330 more of the owners of the unit advise the association in 331 writing, or if no address is given or the owners of the unit do 332 not agree, to the address provided on the deed of record. An 333 officer of the association, or the manager or other person 334 providing notice of the association meeting, must provide an 335 affidavit or United States Postal Service certificate of 336 mailing, to be included in the official records of the 337 association affirming that the notice was mailed or hand 338 delivered in accordance with this provision.

4. The members of the board of a residential condominium shall be elected by written ballot or voting machine. Proxies may not be used in electing the board in general elections or elections to fill vacancies caused by recall, resignation, or otherwise, unless otherwise provided in this chapter. This subparagraph does not apply to an association governing a timeshare condominium.

a. At least 60 days before a scheduled election, the
association shall mail, deliver, or electronically transmit, by
separate association mailing or included in another association

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29-00500C-15 2015748 349 mailing, delivery, or transmission, including regularly 350 published newsletters, to each unit owner entitled to a vote, a 351 first notice of the date of the election. A unit owner or other 352 eligible person desiring to be a candidate for the board must 353 give written notice of his or her intent to be a candidate to 354 the association at least 40 days before a scheduled election. 355 Together with the written notice and agenda as set forth in 356 subparagraph 3., the association shall mail, deliver, or 357 electronically transmit a second notice of the election to all 358 unit owners entitled to vote, together with a ballot that lists 359 all candidates. Upon request of a candidate, an information 360 sheet, no larger than 8 1/2 inches by 11 inches, which must be 361 furnished by the candidate at least 35 days before the election, 362 must be included with the mailing, delivery, or transmission of 363 the ballot, with the costs of mailing, delivery, or electronic 364 transmission and copying to be borne by the association. The 365 association is not liable for the contents of the information 366 sheets prepared by the candidates. In order to reduce costs, the 367 association may print or duplicate the information sheets on 368 both sides of the paper. The division shall by rule establish 369 voting procedures consistent with this sub-subparagraph, 370 including rules establishing procedures for giving notice by 371 electronic transmission and rules providing for the secrecy of 372 ballots. Elections shall be decided by a plurality of ballots 373 cast. There is no quorum requirement; however, at least 20 374 percent of the eligible voters must cast a ballot in order to 375 have a valid election. A unit owner may not permit any other 376 person to vote his or her ballot, and any ballots improperly cast are invalid. A unit owner who violates this provision may 377

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29-00500C-15 2015748 378 be fined by the association in accordance with s. 718.303. A 379 unit owner who needs assistance in casting the ballot for the 380 reasons stated in s. 101.051 may obtain such assistance. The 381 regular election must occur on the date of the annual meeting. 382 Notwithstanding this sub-subparagraph, an election is not 383 required unless more candidates file notices of intent to run or 384 are nominated than board vacancies exist. 385 b. Within 90 days after being elected or appointed to the 386 board of an association of a residential condominium, each newly elected or appointed director shall certify in writing to the 387 388 secretary of the association that he or she has read the 389 association's declaration of condominium, articles of incorporation, bylaws, and current written policies; that he or 390 391 she will work to uphold such documents and policies to the best of his or her ability; and that he or she will faithfully 392 393 discharge his or her fiduciary responsibility to the association's members. In lieu of this written certification, 394 395 within 90 days after being elected or appointed to the board, 396 the newly elected or appointed director may submit a certificate 397 of having satisfactorily completed the educational curriculum 398 administered by a division-approved condominium education 399 provider within 1 year before or 90 days after the date of 400 election or appointment. The written certification or educational certificate is valid and does not have to be 401 402 resubmitted as long as the director serves on the board without 403 interruption. A director of an association of a residential 404 condominium who fails to timely file the written certification 405 or educational certificate is suspended from service on the 406 board until he or she complies with this sub-subparagraph. The

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29-00500C-15 2015748 407 board may temporarily fill the vacancy during the period of 408 suspension. The secretary shall cause the association to retain 409 a director's written certification or educational certificate 410 for inspection by the members for 5 years after a director's 411 election or the duration of the director's uninterrupted tenure, 412 whichever is longer. Failure to have such written certification 413 or educational certificate on file does not affect the validity 414 of any board action. c. Any challenge to the election process must be commenced 415 416 within 60 days after the election results are announced. 417 5. Any approval by unit owners called for by this chapter 418 or the applicable declaration or bylaws, including, but not 419 limited to, the approval requirement in s. 718.111(8), must be 420 made at a duly noticed meeting of unit owners and is subject to 421 all requirements of this chapter or the applicable condominium 422 documents relating to unit owner decisionmaking, except that 423 unit owners may take action by written agreement, without 424 meetings, on matters for which action by written agreement 425 without meetings is expressly allowed by the applicable bylaws 426 or declaration or any law that provides for such action. 427 6. Unit owners may waive notice of specific meetings if 428 allowed by the applicable bylaws or declaration or any law. If

429 authorized by the bylaws, notice of meetings of the board of 430 administration, unit owner meetings, except unit owner meetings 431 called to recall board members under paragraph (j), and 432 committee meetings may be given by electronic transmission to 433 unit owners who consent to receive notice by electronic 434 transmission.

435

7. Unit owners have the right to participate in meetings of

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29-00500C-15 2015748 436 unit owners with reference to all designated agenda items. 437 However, the association may adopt reasonable rules governing 438 the frequency, duration, and manner of unit owner participation. 439 8. A unit owner may tape record or videotape a meeting of 440 the unit owners subject to reasonable rules adopted by the 441 division; however, a unit owner may not post such recordings on 442 any website or other media that can be readily viewed by persons 443 who are not members of the association. 444 9. Unless otherwise provided in the bylaws, any vacancy 445 occurring on the board before the expiration of a term may be 446 filled by the affirmative vote of the majority of the remaining 447 directors, even if the remaining directors constitute less than 448 a quorum, or by the sole remaining director. In the alternative, 449 a board may hold an election to fill the vacancy, in which case 450 the election procedures must conform to sub-subparagraph 4.a. 451 unless the association governs 10 units or fewer and has opted 452 out of the statutory election process, in which case the bylaws 453 of the association control. Unless otherwise provided in the 454 bylaws, a board member appointed or elected under this section 455 shall fill the vacancy for the unexpired term of the seat being 456 filled. Filling vacancies created by recall is governed by 457 paragraph (j) and rules adopted by the division. 458

10. This chapter does not limit the use of general or limited proxies, require the use of general or limited proxies, or require the use of a written ballot or voting machine for any agenda item or election at any meeting of a timeshare condominium association or nonresidential condominium association.

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Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an association of 10 or fewer units may, by affirmative vote of a majority of the total voting interests, provide for different voting and election procedures in its bylaws, which may be by a proxy specifically delineating the different voting and election procedures. The different voting and election procedures may provide for elections to be conducted by limited or general proxy. Section 4. Subsection (3) and paragraph (b) of subsection (5) of section 718.116, Florida Statutes, are amended to read: 718.116 Assessments; liability; lien and priority; interest; collection (3) Assessments and installments on assessments which are not paid when due bear interest at the rate provided in the declaration, from the due date until paid. The rate may not exceed the rate allowed by law, and, if no rate is provided in the declaration, interest accrues at the rate of 18 percent per year. If provided by the declaration or bylaws, the association may, in addition to such interest, charge an administrative late fee of up to the greater of \$25 or 5 percent of each delinquent installment for which the payment is late. The association may also recover from the unit owner any reasonable charges imposed upon the association under a written contract with its management or bookkeeping company, or collection agent, incurred in connection with collecting a delinquent assessment. Such charges must be in a liquidated and noncontingent amount and must be based on the actual time expended performing necessary services that are not duplicative. Fees for collection are not recoverable after referral of the matter to an association's		29-00500C-15 2015748
467 majority of the total voting interests, provide for different voting and election procedures in its bylaws, which may be by a proxy specifically delineating the different voting and election procedures. The different voting and election procedures may provide for elections to be conducted by limited or general proxy. 473 Section 4. Subsection (3) and paragraph (b) of subsection (5) of section 718.116, Florida Statutes, are amended to read: 718.116 Assessments; liability; lien and priority; interest; collection 477 (3) Assessments and installments on assessments which are not paid when due bear interest at the rate provided in the declaration, from the due date until paid. The rate may not exceed the rate allowed by law, and, if no rate is provided in the declaration, interest accrues at the rate of 18 percent per year. If provided by the declaration or bylaws, the association may, in addition to such interest, charge an administrative late fee of up to the greater of \$25 or 5 percent of each delinquent installment for which the payment is late. The association may also recover from the unit owner any reasonable charges imposed upon the association under a written contract with its management or bookkeeping company, or collection agent, incurred in connection with collecting a delinquent assessment. Such charges must be in a liquidated and noncontingent amount and must be based on the actual time expended performing necessary services that are not duplicative. Fees for collection are not	465	Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an
466 voting and election procedures in its bylaws, which may be by a 469 proxy specifically delineating the different voting and election 470 procedures. The different voting and election procedures may 471 provide for elections to be conducted by limited or general 472 proxy. 473 Section 4. Subsection (3) and paragraph (b) of subsection 474 (5) of section 718.116, Florida Statutes, are amended to read: 475 718.116 Assessments; liability; lien and priority; 476 interest; collection 477 (3) Assessments and installments on assessments which are 478 not paid when due bear interest at the rate provided in the 479 declaration, from the due date until paid. The rate may not 480 exceed the rate allowed by law, and, if no rate is provided in 481 the declaration, interest accrues at the rate of 18 percent per 482 year. If provided by the declaration or bylaws, the association 483 may, in addition to such interest, charge an administrative late 484 fee of up to the greater of \$25 or 5 percent of each delinquent 485 installment for which the payment is late. The association may 486 also recover from the unit owner any reasonable charges imposed 487 upon the association under a written contract with its 488 management or bookkeeping company, or collection agent, incurred 489 in connection with collecting a delinquent assessment. Such 489 charges must be in a liquidated and noncontingent amount and 481 must be based on the actual time expended performing necessary 482 services that are not duplicative. Fees for collection are not 483 management or bookkeeping company.	466	association of 10 or fewer units may, by affirmative vote of a
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492 services that are not duplicative. Fees for collection are not	490	charges must be in a liquidated and noncontingent amount and
<u> </u>	491	must be based on the actual time expended performing necessary
493 <u>recoverable after referral of the matter to an association's</u>	492	services that are not duplicative. Fees for collection are not
	493	recoverable after referral of the matter to an association's

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494	legal counsel. Any payment received by an association must be
495	applied first to any interest accrued by the association, then
496	to any administrative late fee, then to any costs and reasonable
497	<u>attorney</u> attorney's fees incurred in collection, <u>then to any</u>
498	reasonable costs for collection services contracted by the
499	association, and then to the delinquent assessment. The
500	foregoing is applicable notwithstanding any restrictive
501	endorsement, designation, or instruction placed on or
502	accompanying a payment. A late fee is not subject to chapter 687
503	or s. 718.303(4).
504	(5)
505	(b) To be valid, a claim of lien must state the description
506	of the condominium parcel, the name of the record owner, the
507	name and address of the association, the amount due, and the due
508	dates. It must be executed and acknowledged by an officer or
509	authorized agent of the association. The lien is not effective 1
510	year after the claim of lien was recorded unless, within that
511	time, an action to enforce the lien is commenced. The 1-year
512	period is automatically extended for any length of time during
513	which the association is prevented from filing a foreclosure
514	action by an automatic stay resulting from a bankruptcy petition
515	filed by the parcel owner or any other person claiming an
516	interest in the parcel. The claim of lien secures all unpaid
517	assessments that are due and that may accrue after the claim of
518	lien is recorded and through the entry of a final judgment, as
519	well as interest, authorized administrative late fees, and all
520	reasonable costs and <u>attorney</u> attorney's fees incurred by the

521association incident to the collection process, including, but522not limited to, any reasonable costs for collection services

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523	contracted by the association. Upon payment in full, the person
524	making the payment is entitled to a satisfaction of the lien.
525	Section 5. Paragraph (a) of subsection (2) of section
526	719.104, Florida Statutes, is amended to read:
527	719.104 Cooperatives; access to units; records; financial
528	reports; assessments; purchase of leases
529	(2) OFFICIAL RECORDS.—
530	(a) From the inception of the association, the association
531	shall maintain a copy of each of the following, where
532	applicable, which shall constitute the official records of the
533	association:
534	1. The plans, permits, warranties, and other items provided
535	by the developer pursuant to s. 719.301(4).
536	2. A photocopy of the cooperative documents.
537	3. A copy of the current rules of the association.
538	4. A book or books containing the minutes of all meetings
539	of the association, of the board of directors, and of the unit
540	owners, which minutes shall be retained for a period of not less
541	than 7 years.
542	5. A current roster of all unit owners and their mailing
543	addresses, unit identifications, voting certifications, and, if
544	known, telephone numbers. The association shall also maintain
545	the electronic mailing addresses and the numbers designated by
546	unit owners for receiving notice sent by electronic transmission
547	of those unit owners consenting to receive notice by electronic
548	transmission. The electronic mailing addresses and numbers
549	provided by unit owners to receive notice by electronic
550	transmission shall be removed from association records when
551	consent to receive notice by electronic transmission is revoked.

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552	However, the association is not liable for an erroneous
553	disclosure of the electronic mail address or the number for
554	receiving electronic transmission of notices.
555	6. All current insurance policies of the association.
556	7. A current copy of any management agreement, lease, or
557	other contract to which the association is a party or under
558	which the association or the unit owners have an obligation or
559	responsibility.
560	8. Bills of sale or transfer for all property owned by the
561	association.
562	9. Accounting records for the association and separate
563	accounting records for each unit it operates, according to good
564	accounting practices. All accounting records shall be maintained
565	for a period of not less than 7 years. The accounting records
566	shall include, but not be limited to:
567	a. Accurate, itemized, and detailed records of all receipts
568	and expenditures.
569	b. A current account and a monthly, bimonthly, or quarterly
570	statement of the account for each unit designating the name of
571	the unit owner, the due date and amount of each assessment, the
572	amount paid upon the account, and the balance due.
573	c. All audits, reviews, accounting statements, and
574	financial reports of the association.
575	d. All contracts for work to be performed. Bids for work to
576	be performed shall also be considered official records and shall
577	be maintained for a period of 1 year.
578	10. Ballots, sign-in sheets, voting proxies, and all other
579	papers relating to voting by unit owners, which shall be
580	maintained for a period of 1 year after the date of the
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29-00500C-15 2015748 581 election, vote, or meeting to which the document relates. 582 11. All rental records where the association is acting as 583 agent for the rental of units. 584 12. A copy of the current question and answer sheet as described in s. 719.504. 585 586 13. All other written records of the association not 587 specifically included in the foregoing which are related to the 588 operation of the association. 589 Section 6. Paragraphs (c) and (d) of subsection (1) of 590 section 719.106, Florida Statutes, are amended to read: 591 719.106 Bylaws; cooperative ownership.-592 (1) MANDATORY PROVISIONS. - The bylaws or other cooperative 593 documents shall provide for the following, and if they do not, 594 they shall be deemed to include the following: 595 (c) Board of administration meetings.-Meetings of the board 596 of administration at which a quorum of the members is present 597 shall be open to all unit owners. Any unit owner may tape record 598 or videotape meetings of the board of administration; however, a 599 unit owner may not post such recordings on any website or other 600 media that can be readily viewed by persons who are not members 601 of the association. The right to attend such meetings includes 602 the right to speak at such meetings with reference to all 603 designated agenda items. The division shall adopt reasonable 604 rules governing the tape recording and videotaping of the 605 meeting. The association may adopt reasonable written rules 606 governing the frequency, duration, and manner of unit owner 607 statements. Adequate notice of all meetings shall be posted in a 608 conspicuous place upon the cooperative property at least 48 609 continuous hours preceding the meeting, except in an emergency.

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610 Any item not included on the notice may be taken up on an 611 emergency basis by at least a majority plus one of the members 612 of the board. Such emergency action shall be noticed and 613 ratified at the next regular meeting of the board. However, 614 written notice of any meeting at which nonemergency special assessments, or at which amendment to rules regarding unit use, 615 616 will be considered shall be mailed, delivered, or electronically 617 transmitted to the unit owners and posted conspicuously on the cooperative property not less than 14 days before the meeting. 618 619 Evidence of compliance with this 14-day notice shall be made by 620 an affidavit executed by the person providing the notice and 621 filed among the official records of the association. Upon notice 622 to the unit owners, the board shall by duly adopted rule 623 designate a specific location on the cooperative property upon 624 which all notices of board meetings shall be posted. In lieu of 625 or in addition to the physical posting of notice of any meeting 626 of the board of administration on the cooperative property, the 627 association may, by reasonable rule, adopt a procedure for 628 conspicuously posting and repeatedly broadcasting the notice and 629 the agenda on a closed-circuit cable television system serving 630 the cooperative association. However, if broadcast notice is 631 used in lieu of a notice posted physically on the cooperative 632 property, the notice and agenda must be broadcast at least four 633 times every broadcast hour of each day that a posted notice is otherwise required under this section. When broadcast notice is 634 635 provided, the notice and agenda must be broadcast in a manner 636 and for a sufficient continuous length of time so as to allow an 637 average reader to observe the notice and read and comprehend the

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entire content of the notice and the agenda. Notice of any

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639 meeting in which regular assessments against unit owners are to 640 be considered for any reason shall specifically contain a 641 statement that assessments will be considered and the nature of 642 any such assessments. Meetings of a committee to take final 643 action on behalf of the board or to make recommendations to the 644 board regarding the association budget are subject to the 645 provisions of this paragraph. Meetings of a committee that does not take final action on behalf of the board or make 646 647 recommendations to the board regarding the association budget 648 are subject to the provisions of this section, unless those 649 meetings are exempted from this section by the bylaws of the 650 association. Notwithstanding any other law to the contrary, the 651 requirement that board meetings and committee meetings be open 652 to the unit owners does not apply to board or committee meetings 653 held for the purpose of discussing personnel matters or meetings 654 between the board or a committee and the association's attorney, 655 with respect to proposed or pending litigation, if the meeting 656 is held for the purpose of seeking or rendering legal advice.

657 (d) Shareholder meetings.-There shall be an annual meeting 658 of the shareholders. All members of the board of administration 659 shall be elected at the annual meeting unless the bylaws provide 660 for staggered election terms or for their election at another 661 meeting. Any unit owner desiring to be a candidate for board 662 membership must comply with subparagraph 1. The bylaws must 663 provide the method for calling meetings, including annual 664 meetings. Written notice, which must incorporate an 665 identification of agenda items, shall be given to each unit 666 owner at least 14 days before the annual meeting and posted in a 667 conspicuous place on the cooperative property at least 14

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29-00500C-15 2015748 668 continuous days preceding the annual meeting. Upon notice to the 669 unit owners, the board must by duly adopted rule designate a 670 specific location on the cooperative property upon which all 671 notice of unit owner meetings are posted. In lieu of or in 672 addition to the physical posting of the meeting notice, the 673 association may, by reasonable rule, adopt a procedure for 674 conspicuously posting and repeatedly broadcasting the notice and 675 the agenda on a closed-circuit cable television system serving 676 the cooperative association. However, if broadcast notice is used in lieu of a posted notice, the notice and agenda must be 677 678 broadcast at least four times every broadcast hour of each day 679 that a posted notice is otherwise required under this section. 680 If broadcast notice is provided, the notice and agenda must be 681 broadcast in a manner and for a sufficient continuous length of 682 time to allow an average reader to observe the notice and read 683 and comprehend the entire content of the notice and the agenda. 684 Unless a unit owner waives in writing the right to receive 685 notice of the annual meeting, the notice of the annual meeting 686 must be sent by mail, hand delivered, or electronically 687 transmitted to each unit owner. An officer of the association 688 must provide an affidavit or United States Postal Service 689 certificate of mailing, to be included in the official records 690 of the association, affirming that notices of the association 691 meeting were mailed, hand delivered, or electronically transmitted, in accordance with this provision, to each unit 692 693 owner at the address last furnished to the association.

694 1. The board of administration shall be elected by written
695 ballot or voting machine. A proxy may not be used in electing
696 the board of administration in general elections or elections to

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29-00500C-152015748697fill vacancies caused by recall, resignation, or otherwise698unless otherwise provided in this chapter.

699 a. At least 60 days before a scheduled election, the association shall mail, deliver, or transmit, whether by 700 701 separate association mailing, delivery, or electronic 702 transmission or included in another association mailing, 703 delivery, or electronic transmission, including regularly 704 published newsletters, to each unit owner entitled to vote, a 705 first notice of the date of the election. Any unit owner or 706 other eligible person desiring to be a candidate for the board 707 of administration must give written notice to the association at 708 least 40 days before a scheduled election. Together with the 709 written notice and agenda as set forth in this section, the 710 association shall mail, deliver, or electronically transmit a second notice of election to all unit owners entitled to vote, 711 712 together with a ballot that lists all candidates. Upon request 713 of a candidate, the association shall include an information 714 sheet, no larger than 8 1/2 inches by 11 inches, which must be 715 furnished by the candidate at least 35 days before the election, 716 to be included with the mailing, delivery, or electronic 717 transmission of the ballot, with the costs of mailing, delivery, 718 or transmission and copying to be borne by the association. The 719 association is not liable for the contents of the information 720 sheets provided by the candidates. In order to reduce costs, the 721 association may print or duplicate the information sheets on 722 both sides of the paper. The division shall by rule establish 723 voting procedures consistent with this subparagraph, including 724 rules establishing procedures for giving notice by electronic 725 transmission and rules providing for the secrecy of ballots.

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29-00500C-15 2015748 726 Elections shall be decided by a plurality of those ballots cast. 727 There is no quorum requirement. However, at least 20 percent of 728 the eligible voters must cast a ballot in order to have a valid 729 election. A unit owner may not permit any other person to vote 730 his or her ballot, and any such ballots improperly cast are 731 invalid. A unit owner who needs assistance in casting the ballot 732 for the reasons stated in s. 101.051 may obtain assistance in 733 casting the ballot. Any unit owner violating this provision may 734 be fined by the association in accordance with s. 719.303. The 735 regular election must occur on the date of the annual meeting. 736 This subparagraph does not apply to timeshare cooperatives. 737 Notwithstanding this subparagraph, an election and balloting are 738 not required unless more candidates file a notice of intent to 739 run or are nominated than vacancies exist on the board. Any 740 challenge to the election process must be commenced within 60 741 days after the election results are announced.

742 b. Within 90 days after being elected or appointed to the 743 board, each new director shall certify in writing to the 744 secretary of the association that he or she has read the 745 association's bylaws, articles of incorporation, proprietary 746 lease, and current written policies; that he or she will work to 747 uphold such documents and policies to the best of his or her 748 ability; and that he or she will faithfully discharge his or her 749 fiduciary responsibility to the association's members. Within 90 750 days after being elected or appointed to the board, in lieu of 751 this written certification, the newly elected or appointed 752 director may submit a certificate of having satisfactorily 753 completed the educational curriculum administered by an 754 education provider as approved by the division pursuant to the

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29-00500C-15 2015748 755 requirements established in chapter 718 within 1 year before or 756 90 days after the date of election or appointment. The 757 educational certificate is valid and does not have to be 758 resubmitted as long as the director serves on the board without 759 interruption. A director who fails to timely file the written 760 certification or educational certificate is suspended from 761 service on the board until he or she complies with this sub-762 subparagraph. The board may temporarily fill the vacancy during the period of suspension. The secretary of the association shall 763 764 cause the association to retain a director's written 765 certification or educational certificate for inspection by the 766 members for 5 years after a director's election or the duration 767 of the director's uninterrupted tenure, whichever is longer. 768 Failure to have such written certification or educational 769 certificate on file does not affect the validity of any board 770 action.

771 2. Any approval by unit owners called for by this chapter, 772 or the applicable cooperative documents, must be made at a duly 773 noticed meeting of unit owners and is subject to this chapter or 774 the applicable cooperative documents relating to unit owner 775 decisionmaking, except that unit owners may take action by 776 written agreement, without meetings, on matters for which action 777 by written agreement without meetings is expressly allowed by 778 the applicable cooperative documents or law which provides for the unit owner action. 779

3. Unit owners may waive notice of specific meetings if allowed by the applicable cooperative documents or law. If authorized by the bylaws, notice of meetings of the board of administration, shareholder meetings, except shareholder

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784
     meetings called to recall board members under paragraph (f), and
785
     committee meetings may be given by electronic transmission to
786
     unit owners who consent to receive notice by electronic
787
     transmission.
788
          4. Unit owners have the right to participate in meetings of
789
     unit owners with reference to all designated agenda items.
790
     However, the association may adopt reasonable rules governing
791
     the frequency, duration, and manner of unit owner participation.
792
          5. Any unit owner may tape record or videotape meetings of
793
     the unit owners subject to reasonable rules adopted by the
794
     division; however, a unit owner may not post such recordings on
795
     any website or other media that can be readily viewed by persons
796
     who are not members of the association.
797
          6. Unless otherwise provided in the bylaws, a vacancy
798
     occurring on the board before the expiration of a term may be
799
     filled by the affirmative vote of the majority of the remaining
800
     directors, even if the remaining directors constitute less than
801
     a quorum, or by the sole remaining director. In the alternative,
802
     a board may hold an election to fill the vacancy, in which case
803
     the election procedures must conform to the requirements of
804
     subparagraph 1. unless the association has opted out of the
805
     statutory election process, in which case the bylaws of the
806
     association control. Unless otherwise provided in the bylaws, a
807
     board member appointed or elected under this subparagraph shall
808
     fill the vacancy for the unexpired term of the seat being
809
     filled. Filling vacancies created by recall is governed by
810
     paragraph (f) and rules adopted by the division.
811
     Notwithstanding subparagraphs (b)2. and (d)1., an association
812
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29-00500C-15 2015748 813 may, by the affirmative vote of a majority of the total voting 814 interests, provide for a different voting and election procedure 815 in its bylaws, which vote may be by a proxy specifically 816 delineating the different voting and election procedures. The 817 different voting and election procedures may provide for 818 elections to be conducted by limited or general proxy. 819 Section 7. Subsections (3) and (4) of section 719.108, 820 Florida Statutes, are amended to read: 719.108 Rents and assessments; liability; lien and 821 822 priority; interest; collection; cooperative ownership.-823 (3) Rents and assessments, and installments on them, not 824 paid when due bear interest at the rate provided in the 825 cooperative documents from the date due until paid. This rate 826 may not exceed the rate allowed by law and, if a rate is not 827 provided in the cooperative documents, accrues at 18 percent per 828 annum. If the cooperative documents or bylaws so provide, the 829 association may charge an administrative late fee in addition to 830 such interest, not to exceed the greater of \$25 or 5 percent of 831 each installment of the assessment for each delinquent 832 installment that the payment is late. The association may also 833 recover from the unit owner any reasonable charges imposed upon 834 the association under a written contract with its management or bookkeeping company, or collection agent, incurred in connection 835 with collecting a delinquent assessment. Such charges must be in 836 837 a liquidated and noncontingent amount and must be based on the 838 actual time expended performing necessary services that are not 839 duplicative. Fees for collection are not recoverable after 840 referral of the matter to an association's legal counsel. Any 841 payment received by an association must be applied first to any

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868 869

870

29-00500C-15 2015748 842 interest accrued by the association, then to any administrative 843 late fee, then to any costs and reasonable attorney fees 844 incurred in collection, then to any reasonable costs for 845 collection services contracted by the association, and then to 846 the delinquent assessment. The foregoing applies notwithstanding 847 any restrictive endorsement, designation, or instruction placed 848 on or accompanying a payment. A late fee is not subject to 849 chapter 687 or s. 719.303(4). 850 (4) The association has a lien on each cooperative parcel 851 for any unpaid rents and assessments, plus interest, any 852 reasonable costs for collection services contracted by the 853 association, and any authorized administrative late fees. If 854 authorized by the cooperative documents, the lien also secures 855 reasonable attorney fees incurred by the association incident to 856 the collection of the rents and assessments or enforcement of 857 such lien. The lien is effective from and after recording a 858 claim of lien in the public records in the county in which the 859 cooperative parcel is located which states the description of 860 the cooperative parcel, the name of the unit owner, the amount

861 due, and the due dates. Except as otherwise provided in this 862 chapter, a lien may not be filed by the association against a 863 cooperative parcel until 30 days after the date on which a 864 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 the
notice must be in substantially the following form:

NOTICE OF INTENT TO RECORD A CLAIM OF LIEN

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871	
872	RE: Unit (unit number) of (name of
873	cooperative)
874	
875	The following amounts are currently due on your
876	account to (name of association), and must be
877	paid within 30 days after your receipt of this letter.
878	This letter shall serve as the association's notice of
879	intent to record a Claim of Lien against your property
880	no sooner than 30 days after your receipt of this
881	letter, unless you pay in full the amounts set forth
882	below:
883	
884	Maintenance due(dates) \$
885	Late fee, if applicable \$
886	Interest through(dates)* \$
887	Certified mail charges \$
888	Other costs \$
889	TOTAL OUTSTANDING \$
890	
891	*Interest accrues at the rate of percent per
892	annum.
893	1. If the most recent address of the unit owner on the
894	records of the association is the address of the unit, the
895	notice must be sent by certified mail, return receipt requested,
896	to the unit owner at the address of the unit.
897	2. If the most recent address of the unit owner on the
898	records of the association is in the United States, but is not
899	the address of the unit, the notice must be sent by certified
Ĩ	

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927 928

29-00500C-15 2015748 900 mail, return receipt requested, to the unit owner at his or her 901 most recent address. 902 3. If the most recent address of the unit owner on the 903 records of the association is not in the United States, the 904 notice must be sent by first-class United States mail to the 905 unit owner at his or her most recent address. 906 (b) A notice that is sent pursuant to this subsection is 907 deemed delivered upon mailing. A claim of lien must be executed 908 and acknowledged by an officer or authorized agent of the 909 association. The lien is not effective 1 year after the claim of 910 lien was recorded unless, within that time, an action to enforce 911 the lien is commenced. The 1-year period is automatically 912 extended for any length of time during which the association is prevented from filing a foreclosure action by an automatic stay 913 914 resulting from a bankruptcy petition filed by the parcel owner 915 or any other person claiming an interest in the parcel. The 916 claim of lien secures all unpaid rents and assessments that are 917 due and that may accrue after the claim of lien is recorded and 918 through the entry of a final judgment, as well as interest and 919 all reasonable costs and attorney fees incurred by the 920 association incident to the collection process. Upon payment in 921 full, the person making the payment is entitled to a 922 satisfaction of the lien.

923 (c) By recording a notice in substantially the following 924 form, a unit owner or the unit owner's agent or attorney may 925 require the association to enforce a recorded claim of lien 926 against his or her cooperative parcel:

NOTICE OF CONTEST OF LIEN

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929
930
          TO: ... (Name and address of association) ...:
931
932
          You are notified that the undersigned contests the
          claim of lien filed by you on ...., ...(year)..., and
933
934
          recorded in Official Records Book .... at Page ....,
935
          of the public records of .... County, Florida, and
936
          that the time within which you may file suit to
937
          enforce your lien is limited to 90 days from the date
938
          of service of this notice. Executed this .... day of
939
          ...., ...(year)....
940
          Signed: ... (Owner or Attorney) ...
941
     After notice of contest of lien has been recorded, the clerk of
942
943
     the circuit court shall mail a copy of the recorded notice to
944
     the association by certified mail, return receipt requested, at
945
     the address shown in the claim of lien or most recent amendment
946
     to it and shall certify to the service on the face of the
947
     notice. Service is complete upon mailing. After service, the
948
     association has 90 days in which to file an action to enforce
949
     the lien. If the action is not filed within the 90-day period,
950
     the lien is void. However, the 90-day period shall be extended
951
     for any length of time during which the association is prevented
952
     from filing its action because of an automatic stay resulting
953
     from the filing of a bankruptcy petition by the unit owner or by
954
     any other person claiming an interest in the parcel.
955
           (d) A release of lien must be in substantially the
956
     following form:
957
```

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958	RELEASE OF LIEN
959	
960	The undersigned lienor, in consideration of the final payment in
961	the amount of $\$\ldots$, hereby waives and releases its lien and
962	right to claim a lien for unpaid assessments through,
963	(year), recorded in the Official Records Book at Page
964	, of the public records of County, Florida, for the
965	following described real property:
966	
967	THAT COOPERATIVE PARCEL WHICH INCLUDES UNIT NO
968	OF (NAME OF COOPERATIVE), A COOPERATIVE AS SET
969	FORTH IN THE COOPERATIVE DOCUMENTS AND THE EXHIBITS
970	ANNEXED THERETO AND FORMING A PART THEREOF, RECORDED
971	IN OFFICIAL RECORDS BOOK, PAGE, OF THE
972	PUBLIC RECORDS OF COUNTY, FLORIDA.
973	
974	(Signature of Authorized Agent) (Signature of
975	Witness)
976	(Print Name)(Print Name)
977	
978	(Signature of Witness)
979	(Print Name)
980	
981	Sworn to (or affirmed) and subscribed before me this day of
982	, (year), by (name of person making statement)
983	(Signature of Notary Public)
984	(Print, type, or stamp commissioned name of Notary Public)
985	Personally Known OR Produced as identification.
986	Section 8. Section 720.3015, Florida Statutes, is created

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987	to read:
988	720.3015 Short titleThis chapter shall be known and may
989	be cited as the "Homeowners' Association Act."
990	Section 9. Subsection (10) of section 720.306, Florida
991	Statutes, is amended to read:
992	720.306 Meetings of members; voting and election
993	procedures; amendments
994	(10) RECORDINGAny parcel owner may tape record or
995	videotape meetings of the board of directors and meetings of the
996	members; however, a parcel owner may not post such recordings on
997	any website or other media that can be readily viewed by persons
998	who are not members of the association. The board of directors
999	of the association may adopt reasonable rules governing the
1000	taping of meetings of the board and the membership.
1001	Section 10. Paragraph (a) of subsection (1) and subsection
1002	(3) of section 720.3085, Florida Statutes, are amended to read:
1003	720.3085 Payment for assessments; lien claims
1004	(1) When authorized by the governing documents, the
1005	association has a lien on each parcel to secure the payment of
1006	assessments and other amounts provided for by this section.
1007	Except as otherwise set forth in this section, the lien is
1008	effective from and shall relate back to the date on which the
1009	original declaration of the community was recorded. However, as
1010	to first mortgages of record, the lien is effective from and
1011	after recording of a claim of lien in the public records of the
1012	county in which the parcel is located. This subsection does not
1013	bestow upon any lien, mortgage, or certified judgment of record
1014	on July 1, 2008, including the lien for unpaid assessments
1015	created in this section, a priority that, by law, the lien,

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1017 (a) To be valid, a claim of lien must state the description 1018 of the parcel, the name of the record owner, the name and 1019 address of the association, the assessment amount due, and the 1020 due date. The claim of lien secures all unpaid assessments that 1021 are due and that may accrue subsequent to the recording of the 1022 claim of lien and before entry of a certificate of title, as 1023 well as interest, late charges, and reasonable collection costs 1024 and attorney fees incurred by the association incident to the 1025 collection process. The person making payment is entitled to a 1026 satisfaction of the lien upon payment in full.

(3) Assessments and installments on assessments that are not paid when due bear interest from the due date until paid at the rate provided in the declaration of covenants or the bylaws of the association, which rate may not exceed the rate allowed by law. If no rate is provided in the declaration or bylaws, interest accrues at the rate of 18 percent per year.

1033 (a) If the declaration or bylaws so provide, the 1034 association may also charge an administrative late fee not to 1035 exceed the greater of \$25 or 5 percent of the amount of each 1036 installment that is paid past the due date. The association may 1037 also recover from the parcel owner any reasonable charges 1038 imposed upon the association under a written contract with its 1039 management or bookkeeping company, or collection agent, incurred 1040 in connection with collecting a delinquent assessment. Such 1041 charges must be in a liquidated and noncontingent amount and 1042 must be based on the actual time expended performing necessary 1043 services that are not duplicative. Fees for collection are not 1044 recoverable after referral of the matter to an association's

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1045	legal counsel.
1046	(b) Any payment received by an association and accepted
1047	shall be applied first to any interest accrued, then to any
1048	administrative late fee, then to any costs and reasonable
1049	attorney fees incurred in collection, then to any reasonable
1050	costs for collection services contracted for by the association,
1051	and then to the delinquent assessment. This paragraph applies
1052	notwithstanding any restrictive endorsement, designation, or
1053	instruction placed on or accompanying a payment. A late fee is
1054	not subject to the provisions of chapter 687 and is not a fine.
1055	Section 11. This act shall take effect July 1, 2015.

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