Bill No. CS/CS/HB 791 (2015)

	Amendment No.
	CHAMBER ACTION
	Senate House
	- ·
1	Representative Fitzenhagen offered the following:
2	
3	Amendment (with title amendment)
4	Remove lines 218-303 and insert:
5	Section 4. Paragraphs (d) and (f) of subsection (2) of
6	section 718.112, Florida Statutes, are amended to read:
7	718.112 Bylaws
8	(2) REQUIRED PROVISIONS.—The bylaws shall provide for the
9	following and, if they do not do so, shall be deemed to include
10	the following:
11	(d) Unit owner meetings
12	1. An annual meeting of the unit owners shall be held at
13	the location provided in the association bylaws and, if the
14	bylaws are silent as to the location, the meeting shall be held
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15 within 45 miles of the condominium property. However, such 16 distance requirement does not apply to an association governing 17 a timeshare condominium.

2. Unless the bylaws provide otherwise, a vacancy on the 18 19 board caused by the expiration of a director's term shall be 20 filled by electing a new board member, and the election must be 21 by secret ballot. An election is not required if the number of 22 vacancies equals or exceeds the number of candidates. For 23 purposes of this paragraph, the term "candidate" means an 24 eligible person who has timely submitted the written notice, as 25 described in sub-subparagraph 4.a., of his or her intention to 26 become a candidate. Except in a timeshare or nonresidential 27 condominium, or if the staggered term of a board member does not 28 expire until a later annual meeting, or if all members' terms 29 would otherwise expire but there are no candidates, the terms of all board members expire at the annual meeting, and such members 30 31 may stand for reelection unless prohibited by the bylaws. If the 32 bylaws or articles of incorporation permit terms of no more than 33 2 years, the association board members may serve 2-year terms. 34 If the number of board members whose terms expire at the annual meeting equals or exceeds the number of candidates, the 35 candidates become members of the board effective upon the 36 37 adjournment of the annual meeting. Unless the bylaws provide 38 otherwise, any remaining vacancies shall be filled by the 39 affirmative vote of the majority of the directors making up the 40 newly constituted board even if the directors constitute less

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41 than a quorum or there is only one director. In a residential 42 condominium association of more than 10 units or in a 43 residential condominium association that does not include timeshare units or timeshare interests, coowners of a unit may 44 not serve as members of the board of directors at the same time 45 46 unless they own more than one unit or unless there are not 47 enough eligible candidates to fill the vacancies on the board at 48 the time of the vacancy. A unit owner in a residential 49 condominium desiring to be a candidate for board membership must 50 comply with sub-subparagraph 4.a. and must be eligible to be a candidate to serve on the board of directors at the time of the 51 deadline for submitting a notice of intent to run in order to 52 53 have his or her name listed as a proper candidate on the ballot 54 or to serve on the board. A person who has been suspended or removed by the division under this chapter, or who is delinquent 55 in the payment of any monetary obligation due to the 56 57 association, is not eligible to be a candidate for board 58 membership and may not be listed on the ballot. A person who has 59 been convicted of any felony in this state or in a United States District or Territorial Court, or who has been convicted of any 60 offense in another jurisdiction which would be considered a 61 62 felony if committed in this state, is not eligible for board membership unless such felon's civil rights have been restored 63 64 for at least 5 years as of the date such person seeks election 65 to the board. The validity of an action by the board is not 66 affected if it is later determined that a board member is

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67 ineligible for board membership due to having been convicted of
68 a felony. This subparagraph does not limit the term of a member
69 of the board of a nonresidential condominium.

70 The bylaws must provide the method of calling meetings 3. 71 of unit owners, including annual meetings. Written notice must 72 include an agenda, must be mailed, hand delivered, or 73 electronically transmitted to each unit owner at least 14 days 74 before the annual meeting, and must be posted in a conspicuous 75 place on the condominium property at least 14 continuous days 76 before the annual meeting. Upon notice to the unit owners, the 77 board shall, by duly adopted rule, designate a specific location 78 on the condominium property or association property where all 79 notices of unit owner meetings shall be posted. This requirement 80 does not apply if there is no condominium property or association property for posting notices. In lieu of, or in 81 addition to, the physical posting of meeting notices, the 82 83 association may, by reasonable rule, adopt a procedure for 84 conspicuously posting and repeatedly broadcasting the notice and the agenda on a closed-circuit cable television system serving 85 86 the condominium association. However, if broadcast notice is 87 used in lieu of a notice posted physically on the condominium property, the notice and agenda must be broadcast at least four 88 89 times every broadcast hour of each day that a posted notice is 90 otherwise required under this section. If broadcast notice is 91 provided, the notice and agenda must be broadcast in a manner 92 and for a sufficient continuous length of time so as to allow an

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93 average reader to observe the notice and read and comprehend the 94 entire content of the notice and the agenda. Unless a unit owner 95 waives in writing the right to receive notice of the annual 96 meeting, such notice must be hand delivered, mailed, or 97 electronically transmitted to each unit owner. Notice for 98 meetings and notice for all other purposes must be mailed to each unit owner at the address last furnished to the association 99 100 by the unit owner, or hand delivered to each unit owner. 101 However, if a unit is owned by more than one person, the 102 association must provide notice to the address that the 103 developer identifies for that purpose and thereafter as one or 104 more of the owners of the unit advise the association in 105 writing, or if no address is given or the owners of the unit do 106 not agree, to the address provided on the deed of record. An 107 officer of the association, or the manager or other person providing notice of the association meeting, must provide an 108 109 affidavit or United States Postal Service certificate of mailing, to be included in the official records of the 110 111 association affirming that the notice was mailed or hand 112 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

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118 subparagraph does not apply to an association governing a 119 timeshare condominium.

120 a. At least 60 days before a scheduled election, the 121 association shall mail, deliver, or electronically transmit, by 122 separate association mailing or included in another association 123 mailing, delivery, or transmission, including regularly 124 published newsletters, to each unit owner entitled to a vote, a 125 first notice of the date of the election. A unit owner or other 126 eligible person desiring to be a candidate for the board must 127 give written notice of his or her intent to be a candidate to the association at least 40 days before a scheduled election. 128 129 Together with the written notice and agenda as set forth in 130 subparagraph 3., the association shall mail, deliver, or 131 electronically transmit a second notice of the election to all 132 unit owners entitled to vote, together with a ballot that lists all candidates. Upon request of a candidate, an information 133 134 sheet, no larger than 8 1/2 inches by 11 inches, which must be furnished by the candidate at least 35 days before the election, 135 136 must be included with the mailing, delivery, or transmission of 137 the ballot, with the costs of mailing, delivery, or electronic 138 transmission and copying to be borne by the association. The association is not liable for the contents of the information 139 sheets prepared by the candidates. In order to reduce costs, the 140 141 association may print or duplicate the information sheets on 142 both sides of the paper. The division shall by rule establish 143 voting procedures consistent with this sub-subparagraph,

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144 including rules establishing procedures for giving notice by 145 electronic transmission and rules providing for the secrecy of 146 ballots. Elections shall be decided by a plurality of ballots cast. There is no quorum requirement; however, at least 20 147 148 percent of the eligible voters must cast a ballot in order to 149 have a valid election. A unit owner may not permit any other 150 person to vote his or her ballot, and any ballots improperly 151 cast are invalid. A unit owner who violates this provision may 152 be fined by the association in accordance with s. 718.303. A 153 unit owner who needs assistance in casting the ballot for the 154 reasons stated in s. 101.051 may obtain such assistance. The 155 regular election must occur on the date of the annual meeting. 156 Notwithstanding this sub-subparagraph, an election is not 157 required unless more candidates file notices of intent to run or 158 are nominated than board vacancies exist.

159 Within 90 days after being elected or appointed to the b. 160 board of an association of a residential condominium, each newly 161 elected or appointed director shall certify in writing to the secretary of the association that he or she has read the 162 163 association's declaration of condominium, articles of 164 incorporation, bylaws, and current written policies; that he or she will work to uphold such documents and policies to the best 165 166 of his or her ability; and that he or she will faithfully 167 discharge his or her fiduciary responsibility to the association's members. In lieu of this written certification, 168 169 within 90 days after being elected or appointed to the board,

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170 the newly elected or appointed director may submit a certificate 171 of having satisfactorily completed the educational curriculum 172 administered by a division-approved condominium education 173 provider within 1 year before or 90 days after the date of 174 election or appointment. The written certification or 175 educational certificate is valid and does not have to be 176 resubmitted as long as the director serves on the board without 177 interruption. A director of an association of a residential 178 condominium who fails to timely file the written certification 179 or educational certificate is suspended from service on the 180 board until he or she complies with this sub-subparagraph. The 181 board may temporarily fill the vacancy during the period of 182 suspension. The secretary shall cause the association to retain a director's written certification or educational certificate 183 184 for inspection by the members for 5 years after a director's election or the duration of the director's uninterrupted tenure, 185 whichever is longer. Failure to have such written certification 186 or educational certificate on file does not affect the validity 187 of any board action. 188

189 c. Any challenge to the election process must be commenced190 within 60 days after the election results are announced.

5. Any approval by unit owners called for by this chapter or the applicable declaration or bylaws, including, but not limited to, the approval requirement in s. 718.111(8), must be made at a duly noticed meeting of unit owners and is subject to all requirements of this chapter or the applicable condominium

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documents relating to unit owner decisionmaking, except that unit owners may take action by written agreement, without meetings, on matters for which action by written agreement without meetings is expressly allowed by the applicable bylaws or declaration or any law that provides for such action.

201 6. Unit owners may waive notice of specific meetings if 202 allowed by the applicable bylaws or declaration or any law. If 203 authorized by the bylaws, Notice of meetings of the board of 204 administration, unit owner meetings, except unit owner meetings 205 called to recall board members under paragraph (j), and 206 committee meetings may be given by electronic transmission to 207 unit owners who consent to receive notice by electronic 208 transmission.

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

8. A unit owner may tape record or videotape a meeting of
the unit owners subject to reasonable rules adopted by the
division.

9. Unless otherwise provided in the bylaws, any vacancy occurring on the board before the expiration of a term may be filled by the affirmative vote of the majority of the remaining directors, even if the remaining directors constitute less than a quorum, or by the sole remaining director. In the alternative, a board may hold an election to fill the vacancy, in which case

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222 the election procedures must conform to sub-subparagraph 4.a. 223 unless the association governs 10 units or fewer and has opted 224 out of the statutory election process, in which case the bylaws 225 of the association control. Unless otherwise provided in the 226 bylaws, a board member appointed or elected under this section 227 shall fill the vacancy for the unexpired term of the seat being 228 filled. Filling vacancies created by recall is governed by 229 paragraph (j) and rules adopted by the division.

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.

237 Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an 238 association of 10 or fewer units may, by affirmative vote of a majority of the total voting interests, provide for different 239 240 voting and election procedures in its bylaws, which may be by a 241 proxy specifically delineating the different voting and election 242 procedures. The different voting and election procedures may provide for elections to be conducted by limited or general 243 244 proxy.

245 (f) Annual budget.-

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246 1. The proposed annual budget of estimated revenues and 247 expenses must be detailed and must show the amounts budgeted by 688525

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248 accounts and expense classifications, including, at a minimum, 249 any if applicable, but not limited to, those expenses listed in s. 718.504(21). A multicondominium association shall adopt a 250 251 separate budget of common expenses for each condominium the 252 association operates and shall adopt a separate budget of common 253 expenses for the association. In addition, if the association 254 maintains limited common elements with the cost to be shared 255 only by those entitled to use the limited common elements as 256 provided for in s. 718.113(1), the budget or a schedule attached 257 to it must show the amount budgeted for this maintenance. If, 258 after turnover of control of the association to the unit owners, 259 any of the expenses listed in s. 718.504(21) are not applicable, 260 they need not be listed.

261 2.a. In addition to annual operating expenses, the budget 262 must include reserve accounts for capital expenditures and 263 deferred maintenance. These accounts must include, but are not 264 limited to, roof replacement, building painting, and pavement 265 resurfacing, regardless of the amount of deferred maintenance expense or replacement cost, and for any other item that has a 266 267 deferred maintenance expense or replacement cost that exceeds 268 \$10,000. The amount to be reserved must be computed using a 269 formula based upon estimated remaining useful life and estimated 270 replacement cost or deferred maintenance expense of each reserve 271 item. The association may adjust replacement reserve assessments 272 annually to take into account any changes in estimates or 273 extension of the useful life of a reserve item caused by

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deferred maintenance. This subsection does not apply to an adopted budget in which the members of an association have determined, by a majority vote at a duly called meeting of the association, to provide no reserves or less reserves than required by this subsection.

279 b. Before However, prior to turnover of control of an 280 association by a developer to unit owners other than a developer 281 pursuant to s. 718.301, the developer may vote the voting 282 interests allocated to its units to waive the reserves or reduce 283 the funding of reserves through the period expiring at the end 284 of the second fiscal year after the fiscal year in which the 285 certificate of a surveyor and mapper is recorded pursuant to s. 286 718.104(4)(e) or an instrument that transfers title to a unit in 287 the condominium which is not accompanied by a recorded 288 assignment of developer rights in favor of the grantee of such unit is recorded, whichever occurs first, after which time 289 290 reserves may be waived or reduced only upon the vote of a majority of all nondeveloper voting interests voting in person 291 292 or by limited proxy at a duly called meeting of the association. 293 If a meeting of the unit owners has been called to determine 294 whether to waive or reduce the funding of reserves τ and no such 295 result is achieved or a quorum is not attained, the reserves 296 included in the budget shall go into effect. After the turnover, 297 the developer may vote its voting interest to waive or reduce the funding of reserves. 298

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299 3. Reserve funds and any interest accruing thereon shall 300 remain in the reserve account or accounts, and may be used only 301 for authorized reserve expenditures unless their use for other 302 purposes is approved in advance by a majority vote at a duly 303 called meeting of the association. Before Prior to turnover of 304 control of an association by a developer to unit owners other 305 than the developer pursuant to s. 718.301, the developercontrolled association may shall not vote to use reserves for 306 307 purposes other than those that for which they were intended 308 without the approval of a majority of all nondeveloper voting 309 interests, voting in person or by limited proxy at a duly called 310 meeting of the association.

311 The only voting interests that are eligible to vote on 4. 312 questions that involve waiving or reducing the funding of 313 reserves, or using existing reserve funds for purposes other than purposes for which the reserves were intended, are the 314 315 voting interests of the units subject to assessment to fund the reserves in question. Proxy questions relating to waiving or 316 reducing the funding of reserves or using existing reserve funds 317 318 for purposes other than purposes for which the reserves were 319 intended must shall contain the following statement in 320 capitalized, bold letters in a font size larger than any other 321 used on the face of the proxy ballot: WAIVING OF RESERVES, IN 322 WHOLE OR IN PART, OR ALLOWING ALTERNATIVE USES OF EXISTING 323 RESERVES MAY RESULT IN UNIT OWNER LIABILITY FOR PAYMENT OF 324 UNANTICIPATED SPECIAL ASSESSMENTS REGARDING THOSE ITEMS.

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325	Section 5. Section 718.128, Florida Statutes, is created
326	to read:
327	718.128 Electronic votingThe association may conduct
328	elections and other unit owner votes through an internet-based
329	online voting system if a unit owner consents, in writing, to
330	online voting and if the following requirements are met:
331	(1) The association provides each unit owner with:
332	(a) A method to authenticate the unit owner's identity to
333	the online voting system.
334	(b) For elections of the board, a method to transmit an
335	electronic ballot to the online voting system that ensures the
336	secrecy and integrity of each ballot.
337	(c) A method to confirm, at least 14 days before the
338	voting deadline, that the unit owner's electronic device can
339	successfully communicate with the online voting system.
340	(2) The association uses an online voting system that is:
341	(a) Able to authenticate the unit owner's identity.
342	(b) Able to authenticate the validity of each electronic
343	vote to ensure that the vote is not altered in transit.
344	(c) Able to transmit a receipt from the online voting
345	system to each unit owner who casts an electronic vote.
346	(d) For elections of the board of administration, able to
347	permanently separate any authentication or identifying
348	information from the electronic election ballot, rendering it
349	impossible to tie an election ballot to a specific unit owner.

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(e) Able to store and keep electronic votes accessible to
election officials for recount, inspection, and review purposes.
(3) A unit owner voting electronically pursuant to this
section shall be counted as being in attendance at the meeting
for purposes of determining a quorum. A substantive vote of the
unit owners may not be taken on any issue other than the issues
specifically identified in the electronic vote, when a quorum is
established based on unit owners voting electronically pursuant
to this section.
(4) This section applies to an association that provides
for and authorizes an online voting system pursuant to this
section by a board resolution. The board resolution must provide
that unit owners receive notice of the opportunity to vote
through an online voting system, must establish reasonable
procedures and deadlines for unit owners to consent, in writing,
to online voting, and must establish reasonable procedures and
deadlines for unit owners to opt out of online voting after
giving consent. Written notice of a meeting at which the
resolution will be considered must be mailed, delivered, or
electronically transmitted to the unit owners and posted
conspicuously on the condominium property or association
property at least 14 days before the meeting. Evidence of
compliance with the 14-day notice requirement must be made by an
affidavit executed by the person providing the notice and filed
with the official records of the association.

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375	(5) A unit owner's consent to online voting is valid until
376	the unit owner opts out of online voting according to the
377	procedures established by the board of administration pursuant
378	to subsection (4).
379	(6) This section may apply to any matter that requires a
380	vote of the unit owners who are not members of a timeshare
381	condominium association.
382	Section 6. Paragraph (d) of subsection (1) of section
383	719.106, Florida Statutes, is amended to read:
384	719.106 Bylaws; cooperative ownership
385	(1) MANDATORY PROVISIONSThe bylaws or other cooperative
386	documents shall provide for the following, and if they do not,
387	they shall be deemed to include the following:
388	(d) Shareholder meetingsThere shall be an annual meeting
389	of the shareholders. All members of the board of administration
390	shall be elected at the annual meeting unless the bylaws provide
391	for staggered election terms or for their election at another
392	meeting. Any unit owner desiring to be a candidate for board
393	membership must comply with subparagraph 1. The bylaws must
394	provide the method for calling meetings, including annual
395	meetings. Written notice, which must incorporate an
396	identification of agenda items, shall be given to each unit
397	owner at least 14 days before the annual meeting and posted in a
398	conspicuous place on the cooperative property at least 14
399	continuous days preceding the annual meeting. Upon notice to the
400	unit owners, the board must by duly adopted rule designate a
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401 specific location on the cooperative property upon which all 402 notice of unit owner meetings are posted. In lieu of or in 403 addition to the physical posting of the meeting notice, the 404 association may, by reasonable rule, adopt a procedure for 405 conspicuously posting and repeatedly broadcasting the notice and 406 the agenda on a closed-circuit cable television system serving 407 the cooperative association. However, if broadcast notice is 408 used in lieu of a posted notice, the notice and agenda must be 409 broadcast at least four times every broadcast hour of each day 410 that a posted notice is otherwise required under this section. If broadcast notice is provided, the notice and agenda must be 411 412 broadcast in a manner and for a sufficient continuous length of 413 time to allow an average reader to observe the notice and read 414 and comprehend the entire content of the notice and the agenda. 415 Unless a unit owner waives in writing the right to receive 416 notice of the annual meeting, the notice of the annual meeting 417 must be sent by mail, hand delivered, or electronically transmitted to each unit owner. An officer of the association 418 must provide an affidavit or United States Postal Service 419 420 certificate of mailing, to be included in the official records 421 of the association, affirming that notices of the association 422 meeting were mailed, hand delivered, or electronically 423 transmitted, in accordance with this provision, to each unit 424 owner at the address last furnished to the association.

425 1. The board of administration shall be elected by written426 ballot or voting machine. A proxy may not be used in electing

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427 the board of administration in general elections or elections to 428 fill vacancies caused by recall, resignation, or otherwise 429 unless otherwise provided in this chapter.

430 a. At least 60 days before a scheduled election, the 431 association shall mail, deliver, or transmit, whether by 432 separate association mailing, delivery, or electronic 433 transmission or included in another association mailing, 434 delivery, or electronic transmission, including regularly 435 published newsletters, to each unit owner entitled to vote, a 436 first notice of the date of the election. Any unit owner or other eligible person desiring to be a candidate for the board 437 438 of administration must give written notice to the association at 439 least 40 days before a scheduled election. Together with the 440 written notice and agenda as set forth in this section, the association shall mail, deliver, or electronically transmit a 441 442 second notice of election to all unit owners entitled to vote, 443 together with a ballot that lists all candidates. Upon request of a candidate, the association shall include an information 444 sheet, no larger than 8 1/2 inches by 11 inches, which must be 445 446 furnished by the candidate at least 35 days before the election, 447 to be included with the mailing, delivery, or electronic transmission of the ballot, with the costs of mailing, delivery, 448 or transmission and copying to be borne by the association. The 449 450 association is not liable for the contents of the information 451 sheets provided by the candidates. In order to reduce costs, the 452 association may print or duplicate the information sheets on

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453 both sides of the paper. The division shall by rule establish 454 voting procedures consistent with this subparagraph, including 455 rules establishing procedures for giving notice by electronic 456 transmission and rules providing for the secrecy of ballots. 457 Elections shall be decided by a plurality of those ballots cast. 458 There is no quorum requirement. However, at least 20 percent of 459 the eligible voters must cast a ballot in order to have a valid 460 election. A unit owner may not permit any other person to vote 461 his or her ballot, and any such ballots improperly cast are 462 invalid. A unit owner who needs assistance in casting the ballot 463 for the reasons stated in s. 101.051 may obtain assistance in 464 casting the ballot. Any unit owner violating this provision may 465 be fined by the association in accordance with s. 719.303. The 466 regular election must occur on the date of the annual meeting. 467 This subparagraph does not apply to timeshare cooperatives. Notwithstanding this subparagraph, an election and balloting are 468 469 not required unless more candidates file a notice of intent to 470 run or are nominated than vacancies exist on the board. Any 471 challenge to the election process must be commenced within 60 472 days after the election results are announced.

b. Within 90 days after being elected or appointed to the
board, each new director shall certify in writing to the
secretary of the association that he or she has read the
association's bylaws, articles of incorporation, proprietary
lease, and current written policies; that he or she will work to
uphold such documents and policies to the best of his or her

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479 ability; and that he or she will faithfully discharge his or her 480 fiduciary responsibility to the association's members. Within 90 481 days after being elected or appointed to the board, in lieu of 482 this written certification, the newly elected or appointed 483 director may submit a certificate of having satisfactorily 484 completed the educational curriculum administered by an 485 education provider as approved by the division pursuant to the 486 requirements established in chapter 718 within 1 year before or 487 90 days after the date of election or appointment. The 488 educational certificate is valid and does not have to be 489 resubmitted as long as the director serves on the board without 490 interruption. A director who fails to timely file the written 491 certification or educational certificate is suspended from 492 service on the board until he or she complies with this sub-493 subparagraph. The board may temporarily fill the vacancy during 494 the period of suspension. The secretary of the association shall 495 cause the association to retain a director's written 496 certification or educational certificate for inspection by the members for 5 years after a director's election or the duration 497 498 of the director's uninterrupted tenure, whichever is longer. 499 Failure to have such written certification or educational 500 certificate on file does not affect the validity of any board 501 action.

502 2. Any approval by unit owners called for by this chapter, 503 or the applicable cooperative documents, must be made at a duly 504 noticed meeting of unit owners and is subject to this chapter or

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505 the applicable cooperative documents relating to unit owner 506 decisionmaking, except that unit owners may take action by 507 written agreement, without meetings, on matters for which action 508 by written agreement without meetings is expressly allowed by 509 the applicable cooperative documents or law which provides for 510 the unit owner action.

3. Unit owners may waive notice of specific meetings if 511 512 allowed by the applicable cooperative documents or law. If authorized by the bylaws, Notice of meetings of the board of 513 514 administration, shareholder meetings, except shareholder 515 meetings called to recall board members under paragraph (f), and 516 committee meetings may be given by electronic transmission to 517 unit owners who consent to receive notice by electronic 518 transmission.

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

523 5. Any unit owner may tape record or videotape meetings of 524 the unit owners subject to reasonable rules adopted by the 525 division.

526 6. Unless otherwise provided in the bylaws, a vacancy 527 occurring on the board before the expiration of a term may be 528 filled by the affirmative vote of the majority of the remaining 529 directors, even if the remaining directors constitute less than 530 a quorum, or by the sole remaining director. In the alternative,

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531 a board may hold an election to fill the vacancy, in which case 532 the election procedures must conform to the requirements of 533 subparagraph 1. unless the association has opted out of the 534 statutory election process, in which case the bylaws of the 535 association control. Unless otherwise provided in the bylaws, a 536 board member appointed or elected under this subparagraph shall 537 fill the vacancy for the unexpired term of the seat being 538 filled. Filling vacancies created by recall is governed by 539 paragraph (f) and rules adopted by the division.

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Notwithstanding subparagraphs (b)2. and (d)1., an association may, by the affirmative vote of a majority of the total voting interests, provide for a different voting and election procedure in its bylaws, which vote 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.

548 Section 7. Section 719.129, Florida Statutes, is created 549 to read:

550 <u>719.129 Electronic voting.-The association may conduct</u> 551 <u>elections and other unit owner votes through an internet-based</u> 552 <u>online voting system if a unit owner consents, in writing, to</u> 553 <u>online voting and if the following requirements are met:</u> 554 <u>(1) The association provides each unit owner with:</u> 555 <u>(a) A method to authenticate the unit owner's identity to</u> 556 the online voting system.

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Amendment No.

557	(b) For elections of the board, a method to transmit an
558	electronic ballot to the online voting system that ensures the
559	secrecy and integrity of each ballot.
560	(c) A method to confirm, at least 14 days before the
561	voting deadline, that the unit owner's electronic device can
562	successfully communicate with the online voting system.
563	(2) The association uses an online voting system that is:
564	(a) Able to authenticate the unit owner's identity.
565	(b) Able to authenticate the validity of each electronic
566	vote to ensure that the vote is not altered in transit.
567	(c) Able to transmit a receipt from the online voting
568	system to each unit owner who casts an electronic vote.
569	(d) For elections of the board of administration, able to
570	permanently separate any authentication or identifying
571	information from the electronic election ballot, rendering it
572	impossible to tie an election ballot to a specific unit owner.
573	(e) Able to store and keep electronic votes accessible to
574	election officials for recount, inspection, and review purposes.
575	(3) A unit owner voting electronically pursuant to this
576	section shall be counted as being in attendance at the meeting
577	for purposes of determining a quorum. A substantive vote of the
578	unit owners may not be taken on any issue other than the issues
579	specifically identified in the electronic vote, when a quorum is
580	established based on unit owners voting electronically pursuant
581	to this section.

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582	(4) This section applies to an association that provides
583	for and authorizes an online voting system pursuant to this
584	section by a board resolution. The board resolution must provide
585	that unit owners receive notice of the opportunity to vote
586	through an online voting system, must establish reasonable
587	procedures and deadlines for unit owners to consent, in writing,
588	to online voting, and must establish reasonable procedures and
589	deadlines for unit owners to opt out of online voting after
590	giving consent. Written notice of a meeting at which the
591	resolution will be considered must be mailed, delivered, or
592	electronically transmitted to the unit owners and posted
593	conspicuously on the condominium property or association
594	property at least 14 days before the meeting. Evidence of
595	compliance with the 14-day notice requirement must be made by an
596	affidavit executed by the person providing the notice and filed
597	with the official records of the association.
598	(5) A unit owner's consent to online voting is valid until
599	the unit owner opts out of online voting pursuant to the
600	procedures established by the board of administration pursuant
601	to subsection (4).
602	(6) This section may apply to any matter that requires a
603	vote of the unit owners who are not members of a timeshare
604	cooperative association.
605	Section 8. Paragraph (c) of subsection (2) of section
606	720.303, Florida Statutes, is amended to read:
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Amendment No.

607 720.303 Association powers and duties; meetings of board; 608 official records; budgets; financial reporting; association 609 funds; recalls.-

610

(2) BOARD MEETINGS.-

(c) The bylaws shall provide for giving notice to parcel
owners and members of all board meetings and, if they do not do
so, shall be deemed to provide the following:

614 1. Notices of all board meetings must be posted in a conspicuous place in the community at least 48 hours in advance 615 616 of a meeting, except in an emergency. In the alternative, if 617 notice is not posted in a conspicuous place in the community, notice of each board meeting must be mailed or delivered to each 618 619 member at least 7 days before the meeting, except in an 620 emergency. Notwithstanding this general notice requirement, for 621 communities with more than 100 members, the bylaws may provide 622 for a reasonable alternative to posting or mailing of notice for 623 each board meeting, including publication of notice, provision of a schedule of board meetings, or the conspicuous posting and 624 repeated broadcasting of the notice on a closed-circuit cable 625 626 television system serving the homeowners' association. However, 627 if broadcast notice is used in lieu of a notice posted physically in the community, the notice must be broadcast at 628 629 least four times every broadcast hour of each day that a posted 630 notice is otherwise required. When broadcast notice is provided, 631 the notice and agenda must be broadcast in a manner and for a 632 sufficient continuous length of time so as to allow an average

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633 reader to observe the notice and read and comprehend the entire 634 content of the notice and the agenda. The association bylaws or 635 amended bylaws may provide for giving notice by electronic 636 transmission in a manner authorized by law for meetings of the 637 board of directors, committee meetings requiring notice under 638 this section, and annual and special meetings of the members; 639 however, a member must consent in writing to receiving notice by 640 electronic transmission.

641 2. An assessment may not be levied at a board meeting 642 unless the notice of the meeting includes a statement that 643 assessments will be considered and the nature of the 644 assessments. Written notice of any meeting at which special 645 assessments will be considered or at which amendments to rules 646 regarding parcel use will be considered must be mailed, 647 delivered, or electronically transmitted to the members and parcel owners and posted conspicuously on the property or 648 649 broadcast on closed-circuit cable television not less than 14 650 days before the meeting.

3. Directors may not vote by proxy or by secret ballot at board meetings, except that secret ballots may be used in the election of officers. This subsection also applies to the meetings of any committee or other similar body, when a final decision will be made regarding the expenditure of association funds, and to any body vested with the power to approve or disapprove architectural decisions with respect to a specific

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658	parcel of residential property owned by a member of the
659	community.
660	Section 9. Section 720.317, Florida Statutes, is created
661	to read:
662	720.317 Electronic votingThe association may conduct
663	elections and other membership votes through an internet-based
664	online voting system if a member consents, in writing, to online
665	voting and if the following requirements are met:
666	(1) The association provides each member with:
667	(a) A method to authenticate the member's identity to the
668	online voting system.
669	(b) A method to confirm, at least 14 days before the
670	voting deadline, that the member's electronic device can
671	successfully communicate with the online voting system.
672	(c) A method that is consistent with the election and
673	voting procedures in the association's bylaws.
674	(2) The association uses an online voting system that is:
675	(a) Able to authenticate the member's identity.
676	(b) Able to authenticate the validity of each electronic
677	vote to ensure that the vote is not altered in transit.
678	(c) Able to transmit a receipt from the online voting
679	system to each member who casts an electronic vote.
680	(d) Able to permanently separate any authentication or
681	identifying information from the electronic election ballot,
682	rendering it impossible to tie an election ballot to a specific

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683 member. This paragraph only applies if the association's bylaws 684 provide for secret ballots for the election of directors. 685 (e) Able to store and keep electronic ballots accessible 686 to election officials for recount, inspection, and review 687 purposes. 688 (3) A member voting electronically pursuant to this 689 section shall be counted as being in attendance at the meeting 690 for purposes of determining a quorum. 691 (4) This section applies to an association that provides 692 for and authorizes an online voting system pursuant to this section by a board resolution. The board resolution must provide 693 that members receive notice of the opportunity to vote through 694 695 an online voting system, must establish reasonable procedures and deadlines for members to consent, in writing, to online 696 697 voting, and must establish reasonable procedures and deadlines 698 for members to opt out of online voting after giving consent. 699 Written notice of a meeting at which the board resolution 700 regarding online voting will be considered must be mailed, 701 delivered, or electronically transmitted to the unit owners and 702 posted conspicuously on the condominium property or association 703 property at least 14 days before the meeting. Evidence of 704 compliance with the 14-day notice requirement must be made by an 705 affidavit executed by the person providing the notice and filed 706 with the official records of the association. 707 (5) A member's consent to online voting is valid until the 708 member opts out of online voting pursuant to the procedures 688525

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709	established by the board of administration pursuant to
710	subsection (4).
711	(6) This section may apply to any matter that requires a
712	vote of the members.
713	
714	
715	TITLE AMENDMENT
716	Remove lines 10-12 and insert:
717	of an association; amending s. 718.112, F.S.;
718	authorizing the electronic transmission of notices of
719	certain meetings of a condominium association
720	irrespective of whether authorized by the
721	association's bylaws; revising provisions relating to
722	the voting process for providing reserves; creating s.
723	718.128, F.S.; authorizing condominium associations to
724	conduct votes of the membership by online voting under
725	certain conditions; providing that a member voting
726	electronically is counted toward the determination of
727	a quorum; providing applicability; amending s.
728	719.106, F.S.; authorizing the electronic transmission
729	of notices of certain meetings of a cooperative
730	association irrespective of whether authorized by the
731	association's bylaws; creating s. 719.129, F.S.;
732	authorizing cooperative associations to conduct votes
733	of the membership by online voting under certain
734	conditions; providing that a member voting
1	

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735	electronically is counted toward the determination of
736	a quorum; providing applicability; amending s.
737	720.303, F.S.; authorizing the electronic transmission
738	of notices of certain meetings of a homeowners'
739	association irrespective of whether authorized by the
740	association's bylaws; creating s. 720.317, F.S.;
741	authorizing homeowners' associations to conduct votes
742	of the membership by online voting under certain
743	conditions; providing that a member voting
744	electronically is counted toward the determination of
745	a quorum; providing applicability; amending s.
746	718.116, F.S.;

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