1 A bill to be entitled 2 An act relating to marketable record titles to real 3 property; amending s. 712.01, F.S.; providing a 4 definition; amending s. 712.03, F.S.; revising the 5 exceptions to marketability by including homeowners' 6 association and mandatory property owners' association 7 covenants and restrictions; providing exceptions; 8 amending s. 712.05, F.S.; authorizing a mandatory 9 property owners' association to file a notice to 10 preserve a covenant or restriction; amending s. 712.11, F.S.; authorizing certain homeowners' 11 12 associations and mandatory property owners' associations to revive certain covenants and 13 14 restrictions that have lapsed; providing an effective 15 date. 16 17 Be It Enacted by the Legislature of the State of Florida: 18 19 Section 1. Subsection (7) is added to section 712.01, 20 Florida Statutes, to read: 21 712.01 Definitions.—As used in this law: 2.2 The term "mandatory property owners' association"

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which membership is a mandatory condition of property ownership,

property in which the voting membership is made up of the owners

means a Florida corporation responsible for the operation of

of property or their agents, or a combination thereof, and in

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and which is authorized to impose assessments that, if unpaid, may become a lien on the property. The term does not include a community development district or similar special taxing district created by law.

- Section 2. Subsection (10) is added to section 712.03, Florida Statutes, to read:
- 712.03 Exceptions to marketability.—Such marketable record title shall not affect or extinguish the following rights:
- (10) A covenant or restriction of a homeowners' association or mandatory property owners' association that is recorded in the public records. However, this subsection does not apply:
- (a) To a covenant or restriction that was extinguished by operation of this chapter before July 1, 2016;
- (b) If the terms of the covenant or restriction as originally recorded, or subsequently amended, provide for expiration of the covenant or restriction;
- (c) If a property owner attests in an affidavit that the association has been administratively dissolved and no longer has responsibility under a government permit; or
- (d) To a covenant or restriction of an association if a circuit court finds in a declaratory judgment action that the association has been abandoned, no vote of the membership is practical, continued enforcement of the covenant or restriction is not equitable, and as a result thereof the covenant or restriction is void, terminated, or released.

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Section 3. Subsection (1) of section 712.05, Florida Statutes, is amended to read:

712.05 Effect of filing notice.-

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- (1) A person claiming an interest in land or a homeowners' association or mandatory property owners' association that is desiring to preserve a covenant or restriction may preserve and protect the same from extinguishment by the operation of this act or by operation of the covenant or restriction by filing for record, during the 30-year period immediately following the effective date of the root of title, a written notice in accordance with this chapter. Such notice preserves such claim of right or such covenant or restriction or portion of such covenant or restriction for up to 30 years after filing the notice unless the notice is filed again as required in this chapter. A person's disability or lack of knowledge of any kind may not delay the commencement of or suspend the running of the 30-year period. Such notice may be filed for record by the claimant or by any other person acting on behalf of a claimant who is:
 - (a) Under a disability;
 - (b) Unable to assert a claim on his or her behalf; or
- (c) One of a class, but whose identity cannot be established or is uncertain at the time of filing such notice of claim for record.

Such notice may be filed by a homeowners' association or a

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mandatory property owners' association only if the preservation of such covenant or restriction or portion of such covenant or restriction is approved by at least two-thirds of the members of the board of directors of an incorporated homeowners' association at a meeting for which a notice, stating the meeting's time and place and containing the statement of marketable title action described in s. 712.06(1)(b), was mailed or hand delivered to members of the homeowners' association at least 7 days before such meeting. The homeowners' association or clerk of the circuit court is not required to provide additional notice pursuant to s. 712.06(3). The preceding sentence is intended to clarify existing law.

Section 4. Section 712.11, Florida Statutes, is amended to read:

712.11 Covenant <u>and restriction</u> revitalization.—A homeowners' association <u>or mandatory property owners'</u> <u>association</u> not otherwise subject to chapter 720 may use the procedures <u>set forth</u> in ss. 720.403-720.407 to revive covenants <u>and restrictions</u> that have lapsed under the terms of this chapter.

Section 5. This act shall take effect July 1, 2016.