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1 COMMITTEE/SUBCOMMITTEE ACTION ADOPTED (Y/N) (Y/N) ADOPTED AS AMENDED (Y/N) ADOPTED W/O OBJECTION FAILED TO ADOPT (Y/N) (Y/N) WITHDRAWN OTHER 2 Committee/Subcommittee hearing bill: Careers & Competition 3 Subcommittee 4 Representative Moraitis offered the following: 5 6 Amendment (with title amendment) 7 Remove everything after the enacting clause and insert: 8 Section 1. Subsection (3), paragraphs (a), (b), and (q) of 9 subsection (12), and paragraph (e) of subsection (13) of section 10 718.111, Florida Statutes, are amended to read: 11 718.111 The association.-12 (3) POWER TO MANAGE CONDOMINIUM PROPERTY AND TO CONTRACT, 13 SUE, AND BE SUED; CONFLICT OF INTEREST.-14 (a) The association may contract, sue, or be sued with respect to the exercise or nonexercise of its powers. For these 15 purposes, the powers of the association include, but are not 16 limited to, the maintenance, management, and operation of the 17 277415 - h0841-strike.docx Published On: 1/22/2018 7:43:30 PM

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condominium property. After control of the association is 18 19 obtained by unit owners other than the developer, the 20 association may institute, maintain, settle, or appeal actions 21 or hearings in its name on behalf of all unit owners concerning 22 matters of common interest to most or all unit owners, 23 including, but not limited to, the common elements; the roof and 24 structural components of a building or other improvements; 25 mechanical, electrical, and plumbing elements serving an improvement or a building; representations of the developer 26 pertaining to any existing or proposed commonly used facilities; 27 and protesting ad valorem taxes on commonly used facilities and 28 29 on units; and may defend actions in eminent domain or bring 30 inverse condemnation actions. If the association has the 31 authority to maintain a class action, the association may be 32 joined in an action as representative of that class with 33 reference to litigation and disputes involving the matters for 34 which the association could bring a class action. Nothing herein 35 limits any statutory or common-law right of any individual unit 36 owner or class of unit owners to bring any action without 37 participation by the association which may otherwise be 38 available.

39 (b) An association may not hire an attorney who represents 40 the management company of the association.

41

(12) OFFICIAL RECORDS.-

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42 From the inception of the association, the association (a) shall maintain each of the following items, if applicable, which 43 44 constitutes the official records of the association: A copy of the plans, permits, warranties, and other 45 1. 46 items provided by the developer pursuant to s. 718.301(4). 47 A photocopy of the recorded declaration of condominium 2. 48 of each condominium operated by the association and each

49 amendment to each declaration.

3. A photocopy of the recorded bylaws of the associationand each amendment to the bylaws.

4. A certified copy of the articles of incorporation of
the association, or other documents creating the association,
and each amendment thereto.

55

5. A copy of the current rules of the association.

6. A book or books that contain the minutes of all
meetings of the association, the board of administration, and
the unit owners, which minutes must be retained for at least 7
years.

60 7. A current roster of all unit owners and their mailing 61 addresses, unit identifications, voting certifications, and, if 62 known, telephone numbers. The association shall also maintain the e-mail electronic mailing addresses and facsimile numbers of 63 unit owners consenting to receive notice by electronic 64 transmission. The e-mail electronic mailing addresses and 65 facsimile numbers are not accessible to unit owners if consent 66 277415 - h0841-strike.docx

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67 to receive notice by electronic transmission is not provided in 68 accordance with sub-subparagraph (c)3.e. However, the 69 association is not liable for an inadvertent disclosure of the 70 <u>e-mail electronic mail</u> address or facsimile number for receiving 71 electronic transmission of notices.

8. All current insurance policies of the association andcondominiums operated by the association.

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.

78 10. Bills of sale or transfer for all property owned by79 the association.

11. Accounting records for the association and separate 80 accounting records for each condominium that the association 81 operates. All accounting records must be maintained for at least 82 83 7 years. Any person who knowingly or intentionally defaces or 84 destroys such records, or who knowingly or intentionally fails 85 to create or maintain such records, with the intent of causing 86 harm to the association or one or more of its members, is 87 personally subject to a civil penalty pursuant to s. 718.501(1)(d). The accounting records must include, but are not 88 limited to: 89

a. Accurate, itemized, and detailed records of allreceipts and expenditures.

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92	b. A current account and a monthly, bimonthly, or
93	quarterly statement of the account for each unit designating the
94	name of the unit owner, the due date and amount of each
95	assessment, the amount paid on the account, and the balance due.
96	c. All audits, reviews, accounting statements, and
97	financial reports of the association or condominium.
98	d. All contracts for work to be performed. Bids for work
99	to be performed are also considered official records and must be
100	maintained by the association.
101	12. Ballots, sign-in sheets, voting proxies, and all other
102	papers and electronic records relating to voting by unit owners,
103	which must be maintained for 1 year from the date of the
104	election, vote, or meeting to which the document relates,
105	notwithstanding paragraph (b).
106	13. All rental records if the association is acting as
107	agent for the rental of condominium units.
108	14. A copy of the current question and answer sheet as
109	described in s. 718.504.
110	15. All other written records of the association not
111	specifically included in the foregoing which are related to the
112	operation of the association.
113	16. A copy of the inspection report as described in s.
114	718.301(4)(p).
115	17. Bids for materials, equipment, or services.
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116 The official records specified in subparagraphs (a)1.-(b) 6. must be permanently maintained from the inception of the 117 118 association. All other official records of the association must be maintained within the state for at least 7 years, unless 119 120 otherwise provided by general law. The records of the 121 association shall be made available to a unit owner within 45 122 miles of the condominium property or within the county in which the condominium property is located within 10 $\frac{5}{5}$ working days 123 after receipt of a written request by the board or its designee. 124 125 However, such distance requirement does not apply to an 126 association governing a timeshare condominium. This paragraph 127 may be complied with by having a copy of the official records of the association available for inspection or copying on the 128 129 condominium property or association property, or the association 130 may offer the option of making the records available to a unit 131 owner electronically via the Internet or by allowing the records to be viewed in electronic format on a computer screen and 132 printed upon request. The association is not responsible for the 133 134 use or misuse of the information provided to an association 135 member or his or her authorized representative pursuant to the 136 compliance requirements of this chapter unless the association 137 has an affirmative duty not to disclose such information pursuant to this chapter. 138

(g)1. By January July 1, 2019 2018, an association managing a condominium with 150 or more units which does not 277415 - h0841-strike.docx

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141 <u>contain manage</u> timeshare units shall post digital copies of the 142 documents specified in subparagraph 2. on its website.

143

a. The association's website must be:

(I) An independent website or web portal wholly owned andoperated by the association; or

(II) A website or web portal operated by a third-party provider with whom the association owns, leases, rents, or otherwise obtains the right to operate a web page, subpage, web portal, or collection of subpages or web portals dedicated to the association's activities and on which required notices, records, and documents may be posted by the association.

b. The association's website must be accessible through the Internet and must contain a subpage, web portal, or other protected electronic location that is inaccessible to the general public and accessible only to unit owners and employees of the association.

157 c. Upon a unit owner's written request, the association 158 must provide the unit owner with a username and password and 159 access to the protected sections of the association's website 160 that contain any notices, records, or documents that must be 161 electronically provided.

162 2. A current copy of the following documents must be163 posted in digital format on the association's website:

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a. The recorded declaration of condominium of each
condominium operated by the association and each amendment to
each declaration.

b. The recorded bylaws of the association and eachamendment to the bylaws.

169 c. The articles of incorporation of the association, or 170 other documents creating the association, and each amendment 171 thereto. The copy posted pursuant to this sub-subparagraph must 172 be a copy of the articles of incorporation filed with the 173 Department of State.

174

d. The rules of the association.

175 Any management agreement, lease, or other contract to e. 176 which the association is a party or under which the association 177 or the unit owners have an obligation or responsibility and, 178 after bidding for the related materials, equipment, or services 179 has closed, a list of bids received by the association within 180 the past year. Summaries of bids for materials, equipment, or services must be maintained on the website for 1 year. In lieu 181 182 of summaries, complete copies of the bids may be posted.

183 f. The annual budget required by s. 718.112(2)(f) and any 184 proposed budget to be considered at the annual meeting.

185 g. The financial report required by subsection (13) and 186 any proposed financial report to be considered at a meeting.

187 h. The certification of each director required by s.188 718.112(2)(d)4.b.

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189 i. All contracts or transactions between the association
190 and any director, officer, corporation, firm, or association
191 that is not an affiliated condominium association or any other
192 entity in which an association director is also a director or
193 officer and financially interested.

j. Any contract or document regarding a conflict of interest or possible conflict of interest as provided in <u>ss.</u> <u>468.436(2)(b)6. and 718.3027(3)</u> ss. 468.436(2) and 718.3026(3).

197 k. The notice of any unit owner meeting and the agenda for the meeting, as required by s. 718.112(2)(d)3., no later than 14 198 days before the meeting. The notice must be posted in plain view 199 200 on the front page of the website, or on a separate subpage of 201 the website labeled "Notices" which is conspicuously visible and 202 linked from the front page. The association must also post on 203 its website any document to be considered and voted on by the 204 owners during the meeting or any document listed on the agenda 205 at least 7 days before the meeting at which the document or the 206 information within the document will be considered.

207 l. Notice of any board meeting, the agenda, and any other 208 document required for the meeting as required by s. 209 718.112(2)(c), which must be posted no later than the date 210 required for notice pursuant to s. 718.112(2)(c).

3. The association shall ensure that the information and records described in paragraph (c), which are not <u>allowed</u> permitted to be accessible to unit owners, are not posted on the 277415 - h0841-strike.docx

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association's website. If protected information or information 214 215 restricted from being accessible to unit owners is included in 216 documents that are required to be posted on the association's 217 website, the association shall ensure the information is 218 redacted before posting the documents online. Notwithstanding 219 the foregoing, the association or its agent is not liable for 220 disclosing information that is protected or restricted pursuant 221 to this paragraph unless such disclosure was made with a knowing 222 or intentional disregard of the protected or restricted nature 223 of such information.

(13) FINANCIAL REPORTING.-Within 90 days after the end of 224 225 the fiscal year, or annually on a date provided in the bylaws, 226 the association shall prepare and complete, or contract for the 227 preparation and completion of, a financial report for the 228 preceding fiscal year. Within 21 days after the final financial 229 report is completed by the association or received from the 230 third party, but not later than 120 days after the end of the 231 fiscal year or other date as provided in the bylaws, the 232 association shall mail to each unit owner at the address last 233 furnished to the association by the unit owner, or hand deliver 234 to each unit owner, a copy of the most recent financial report 235 or a notice that a copy of the most recent financial report will be mailed or hand delivered to the unit owner, without charge, 236 within 5 business days after receipt of a written request from 237 the unit owner. The division shall adopt rules setting forth 238

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239 uniform accounting principles and standards to be used by all associations and addressing the financial reporting requirements 240 241 for multicondominium associations. The rules must include, but not be limited to, standards for presenting a summary of 242 243 association reserves, including a good faith estimate disclosing 244 the annual amount of reserve funds that would be necessary for the association to fully fund reserves for each reserve item 245 246 based on the straight-line accounting method. This disclosure is not applicable to reserves funded via the pooling method. In 247 adopting such rules, the division shall consider the number of 248 249 members and annual revenues of an association. Financial reports 250 shall be prepared as follows:

251 A unit owner may provide written notice to the (e) division of the association's failure to mail or hand deliver 252 253 him or her a copy of the most recent financial report within 5 254 business days after he or she submitted a written request to the 255 association for a copy of such report. If the division determines that the association failed to mail or hand deliver a 256 257 copy of the most recent financial report to the unit owner, the 258 division shall provide written notice to the association that 259 the association must mail or hand deliver a copy of the most 260 recent financial report to the unit owner and the division within 5 business days after it receives such notice from the 261 262 division. An association that fails to comply with the 263 division's request may not waive the financial reporting 277415 - h0841-strike.docx

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requirement provided in paragraph (d) <u>for the fiscal year in</u> which the unit owner's request was made and the following fiscal <u>year</u>. A financial report received by the division pursuant to this paragraph shall be maintained, and the division shall provide a copy of such report to an association member upon his or her request.

270 Section 2. Paragraphs (a), (c), (d), and (j) of subsection 271 (2) of section 718.112, Florida Statutes, are amended to read: 272 718.112 Bylaws.-

(2) REQUIRED PROVISIONS.—The bylaws shall provide for the following and, if they do not do so, shall be deemed to include the following:

276

(a) Administration.-

The form of administration of the association shall be 277 1. 278 described indicating the title of the officers and board of 279 administration and specifying the powers, duties, manner of selection and removal, and compensation, if any, of officers and 280 boards. In the absence of such a provision, the board of 281 282 administration shall be composed of five members, unless the 283 except in the case of a condominium which has five or fewer 284 units. The board shall consist of not fewer than three members 285 in condominiums with five or fewer units that are not-for-profit corporations, in which case in a not-for-profit corporation the 286 board shall consist of not fewer than three members. In the 287 absence of provisions to the contrary in the bylaws, the board 288 277415 - h0841-strike.docx

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289 of administration shall have a president, a secretary, and a 290 treasurer, who shall perform the duties of such officers 291 customarily performed by officers of corporations. Unless 292 prohibited in the bylaws, the board of administration may 293 appoint other officers and grant them the duties it deems appropriate. Unless otherwise provided in the bylaws, the 294 295 officers shall serve without compensation and at the pleasure of the board of administration. Unless otherwise provided in the 296 297 bylaws, the members of the board shall serve without 298 compensation.

299 2. When a unit owner of a residential condominium files a 300 written inquiry by certified mail with the board of 301 administration, the board shall respond in writing to the unit 302 owner within 30 days after receipt of the inquiry. The board's 303 response shall either give a substantive response to the 304 inquirer, notify the inquirer that a legal opinion has been 305 requested, or notify the inquirer that advice has been requested from the division. If the board requests advice from the 306 307 division, the board shall, within 10 days after its receipt of 308 the advice, provide in writing a substantive response to the 309 inquirer. If a legal opinion is requested, the board shall, within 60 days after the receipt of the inquiry, provide in 310 writing a substantive response to the inquiry. The failure to 311 provide a substantive response to the inquiry as provided herein 312 precludes the board from recovering attorney fees and costs in 313 277415 - h0841-strike.docx

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314 any subsequent litigation, administrative proceeding, or 315 arbitration arising out of the inquiry. The association may 316 through its board of administration adopt reasonable rules and 317 regulations regarding the frequency and manner of responding to 318 unit owner inquiries, one of which may be that the association 319 is only obligated to respond to one written inquiry per unit in any given 30-day period. In such a case, any additional inquiry 320 321 or inquiries must be responded to in the subsequent 30-day period, or periods, as applicable. 322

(c) Board of administration meetings.-Meetings of the 323 324 board of administration at which a quorum of the members is 325 present are open to all unit owners. Members of the board of 326 administration may use e-mail as a means of communication but may not cast a vote on an association matter via e-mail. A unit 327 328 owner may tape record or videotape the meetings. The right to 329 attend such meetings includes the right to speak at such 330 meetings with reference to all designated agenda items. The division shall adopt reasonable rules governing the tape 331 332 recording and videotaping of the meeting. The association may 333 adopt written reasonable rules governing the frequency, 334 duration, and manner of unit owner statements.

Adequate notice of all board meetings, which must
 specifically identify all agenda items, must be posted
 conspicuously on the condominium property at least 48 continuous
 hours before the meeting except in an emergency. If 20 percent

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339 of the voting interests petition the board to address an item of business, the board, within 60 days after receipt of the 340 341 petition, shall place the item on the agenda at its next regular 342 board meeting or at a special meeting called for that purpose. 343 An item not included on the notice may be taken up on an 344 emergency basis by a vote of at least a majority plus one of the 345 board members. Such emergency action must be noticed and 346 ratified at the next regular board meeting. However, Written notice of a meeting at which a nonemergency special assessment 347 or an amendment to rules regarding unit use will be considered 348 349 must be mailed, delivered, or electronically transmitted to the 350 unit owners and posted conspicuously on the condominium property 351 at least 14 days before the meeting. Evidence of compliance with 352 this 14-day notice requirement must be made by an affidavit 353 executed by the person providing the notice and filed with the official records of the association. Notice of any meeting in 354 355 which regular or special assessments against unit owners are to 356 be considered must specifically state that assessments will be 357 considered and provide the estimated cost and description of the 358 purposes for such assessments. Upon notice to the unit owners, 359 the board shall, by duly adopted rule, designate a specific 360 location on the condominium or association property where all notices of board meetings must be posted. If there is no 361 condominium property or association property where notices can 362 be posted, notices shall be mailed, delivered, or electronically 363 277415 - h0841-strike.docx

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364 transmitted to each unit owner at least 14 days before the 365 meeting. In lieu of or in addition to the physical posting of 366 the notice on the condominium property, the association may, by 367 reasonable rule, adopt a procedure for conspicuously posting and 368 repeatedly broadcasting the notice and the agenda on a closed-369 circuit cable television system serving the condominium association. However, if broadcast notice is used in lieu of a 370 371 notice physically posted on condominium property, the notice and agenda must be broadcast at least four times every broadcast 372 hour of each day that a posted notice is otherwise required 373 374 under this section. If broadcast notice is provided, the notice 375 and agenda must be broadcast in a manner and for a sufficient 376 continuous length of time so as to allow an average reader to 377 observe the notice and read and comprehend the entire content of 378 the notice and the agenda. In addition to any of the authorized 379 means of providing notice of a meeting of the board, the 380 association may, by rule, adopt a procedure for conspicuously 381 posting the meeting notice and the agenda on a website serving 382 the condominium association for at least the minimum period of 383 time for which a notice of a meeting is also required to be 384 physically posted on the condominium property. Any rule adopted 385 shall, in addition to other matters, include a requirement that the association send an electronic notice in the same manner as 386 a notice for a meeting of the members, which must include a 387 hyperlink to the website where the notice is posted, to unit 388 277415 - h0841-strike.docx

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389 <u>owners whose e-mail addresses are included in the association's</u> 390 <u>official records.</u> Notice of any meeting in which regular or 391 special assessments against unit owners are to be considered 392 must specifically state that assessments will be considered and 393 provide the nature, estimated cost, and description of the 394 purposes for such assessments.

2. Meetings of a committee to take final action on behalf of the board or make recommendations to the board regarding the association budget are subject to this paragraph. Meetings of a committee that does not take final action on behalf of the board or make recommendations to the board regarding the association budget are subject to this section, unless those meetings are 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
rendering legal advice; or

b. Board meetings held for the purpose of discussingpersonnel matters.

411

(d) Unit owner meetings.-

412 1. An annual meeting of the unit owners <u>must</u> shall be held 413 at the location provided in the association bylaws and, if the 277415 - h0841-strike.docx

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414 bylaws are silent as to the location, the meeting <u>must</u> shall be 415 held within 45 miles of the condominium property. However, such 416 distance requirement does not apply to an association governing 417 a timeshare condominium.

418 2. Unless the bylaws provide otherwise, a vacancy on the 419 board caused by the expiration of a director's term must shall 420 be filled by electing a new board member, and the election must 421 be by secret ballot. An election is not required if the number of vacancies equals or exceeds the number of candidates. For 422 purposes of this paragraph, the term "candidate" means an 423 424 eligible person who has timely submitted the written notice, as 425 described in sub-subparagraph 4.a., of his or her intention to 426 become a candidate. Except in a timeshare or nonresidential 427 condominium, or if the staggered term of a board member does not 428 expire until a later annual meeting, or if all members' terms 429 would otherwise expire but there are no candidates, the terms of 430 all board members expire at the annual meeting, and such members may stand for reelection unless prohibited by the bylaws. Each 431 432 term may not exceed 2 years, unless a shorter term is specified 433 Board members may serve 2-year terms if permitted by the bylaws 434 or articles of incorporation. A board member may not serve more 435 than four consecutive 2-year terms, unless approved by an affirmative vote of two-thirds of the total voting interests of 436 437 the association or unless there are not enough eligible candidates to fill the vacancies on the board at the time of the 438 277415 - h0841-strike.docx Published On: 1/22/2018 7:43:30 PM

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439 vacancy. If the number of board members whose terms expire at 440 the annual meeting equals or exceeds the number of candidates, 441 the candidates become members of the board effective upon the adjournment of the annual meeting. Unless the bylaws provide 442 443 otherwise, any remaining vacancies shall be filled by the 444 affirmative vote of the majority of the directors making up the newly constituted board even if the directors constitute less 445 than a quorum or there is only one director. In a residential 446 condominium association of more than 10 units or in a 447 448 residential condominium association that does not include 449 timeshare units or timeshare interests, coowners of a unit may 450 not serve as members of the board of directors at the same time unless they own more than one unit or unless there are not 451 452 enough eligible candidates to fill the vacancies on the board at 453 the time of the vacancy. A unit owner in a residential 454 condominium desiring to be a candidate for board membership must 455 comply with sub-subparagraph 4.a. and must be eligible to be a 456 candidate to serve on the board of directors at the time of the 457 deadline for submitting a notice of intent to run in order to 458 have his or her name listed as a proper candidate on the ballot 459 or to serve on the board. A person who has been suspended or 460 removed by the division under this chapter, or who is delinquent in the payment of any monetary obligation due to the 461 association, is not eligible to be a candidate for board 462 463 membership and may not be listed on the ballot. A person who has 277415 - h0841-strike.docx

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464 been convicted of any felony in this state or in a United States 465 District or Territorial Court, or who has been convicted of any 466 offense in another jurisdiction which would be considered a 467 felony if committed in this state, is not eligible for board 468 membership unless such felon's civil rights have been restored 469 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 470 affected if it is later determined that a board member is 471 ineligible for board membership due to having been convicted of 472 a felony. This subparagraph does not limit the term of a member 473 474 of the board of a nonresidential or timeshare condominium.

475 3. The bylaws must provide the method of calling meetings 476 of unit owners, including annual meetings. Written notice must 477 include an agenda, must be mailed, hand delivered, or 478 electronically transmitted to each unit owner at least 14 days 479 before the annual meeting, and must be posted in a conspicuous 480 place on the condominium property at least 14 continuous days before the annual meeting. Upon notice to the unit owners, the 481 482 board shall, by duly adopted rule, designate a specific location 483 on the condominium property or association property where all 484 notices of unit owner meetings must shall be posted. This 485 requirement does not apply if there is no condominium property or association property for posting notices. In lieu of, or in 486 addition to, the physical posting of meeting notices, the 487 488 association may, by reasonable rule, adopt a procedure for

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489 conspicuously posting and repeatedly broadcasting the notice and 490 the agenda on a closed-circuit cable television system serving the condominium association. However, if broadcast notice is 491 492 used in lieu of a notice posted physically on the condominium 493 property, the notice and agenda must be broadcast at least four 494 times every broadcast hour of each day that a posted notice is otherwise required under this section. If broadcast notice is 495 provided, the notice and agenda must be broadcast in a manner 496 497 and for a sufficient continuous length of time so as to allow an 498 average reader to observe the notice and read and comprehend the 499 entire content of the notice and the agenda. In addition to any 500 of the authorized means of providing notice of a meeting of the 501 board, the association may, by rule, adopt a procedure for 502 conspicuously posting the meeting notice and the agenda on a 503 website serving the condominium association for at least the 504 minimum period of time for which a notice of a meeting is also 505 required to be physically posted on the condominium property. 506 Any rule adopted shall, in addition to other matters, include a 507 requirement that the association send an electronic notice in 508 the same manner as a notice for a meeting of the members, which 509 must include a hyperlink to the website where the notice is posted, to unit owners whose e-mail addresses are included in 510 the association's official records. Unless a unit owner waives 511 in writing the right to receive notice of the annual meeting, 512 513 such notice must be hand delivered, mailed, or electronically 277415 - h0841-strike.docx

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transmitted to each unit owner. Notice for meetings and notice 514 515 for all other purposes must be mailed to each unit owner at the 516 address last furnished to the association by the unit owner, or 517 hand delivered to each unit owner. However, if a unit is owned 518 by more than one person, the association must provide notice to 519 the address that the developer identifies for that purpose and thereafter as one or more of the owners of the unit advise the 520 521 association in writing, or if no address is given or the owners 522 of the unit do not agree, to the address provided on the deed of record. An officer of the association, or the manager or other 523 524 person providing notice of the association meeting, must provide 525 an affidavit or United States Postal Service certificate of 526 mailing, to be included in the official records of the 527 association affirming that the notice was mailed or hand 528 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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539 mailing, delivery, or transmission, including regularly 540 published newsletters, to each unit owner entitled to a vote, a 541 first notice of the date of the election. A unit owner or other 542 eligible person desiring to be a candidate for the board must 543 give written notice of his or her intent to be a candidate to 544 the association at least 40 days before a scheduled election. 545 Together with the written notice and agenda as set forth in 546 subparagraph 3., the association shall mail, deliver, or electronically transmit a second notice of the election to all 547 unit owners entitled to vote, together with a ballot that lists 548 549 all candidates. Upon request of a candidate, an information 550 sheet, no larger than 8 1/2 inches by 11 inches, which must be 551 furnished by the candidate at least 35 days before the election, 552 must be included with the mailing, delivery, or transmission of 553 the ballot, with the costs of mailing, delivery, or electronic 554 transmission and copying to be borne by the association. The 555 association is not liable for the contents of the information sheets prepared by the candidates. In order to reduce costs, the 556 557 association may print or duplicate the information sheets on 558 both sides of the paper. The division shall by rule establish 559 voting procedures consistent with this sub-subparagraph, 560 including rules establishing procedures for giving notice by electronic transmission and rules providing for the secrecy of 561 ballots. Elections shall be decided by a plurality of ballots 562 cast. There is no quorum requirement; however, at least 20 563 277415 - h0841-strike.docx

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564 percent of the eligible voters must cast a ballot in order to 565 have a valid election. A unit owner may not authorize permit any 566 other person to vote his or her ballot, and any ballots 567 improperly cast are invalid. A unit owner who violates this 568 provision may be fined by the association in accordance with s. 569 718.303. A unit owner who needs assistance in casting the ballot for the reasons stated in s. 101.051 may obtain such assistance. 570 571 The regular election must occur on the date of the annual meeting. Notwithstanding this sub-subparagraph, an election is 572 not required unless more candidates file notices of intent to 573 574 run or are nominated than board vacancies exist.

575 b. Within 90 days after being elected or appointed to the 576 board of an association of a residential condominium, each newly elected or appointed director shall certify in writing to the 577 578 secretary of the association that he or she has read the 579 association's declaration of condominium, articles of 580 incorporation, bylaws, and current written policies; that he or she will work to uphold such documents and policies to the best 581 582 of his or her ability; and that he or she will faithfully 583 discharge his or her fiduciary responsibility to the 584 association's members. In lieu of this written certification, 585 within 90 days after being elected or appointed to the board, the newly elected or appointed director may submit a certificate 586 587 of having satisfactorily completed the educational curriculum 588 administered by a division-approved condominium education

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589 provider within 1 year before or 90 days after the date of 590 election or appointment. The written certification or 591 educational certificate is valid and does not have to be 592 resubmitted as long as the director serves on the board without 593 interruption. A director of an association of a residential 594 condominium who fails to timely file the written certification 595 or educational certificate is suspended from service on the 596 board until he or she complies with this sub-subparagraph. The 597 board may temporarily fill the vacancy during the period of suspension. The secretary shall cause the association to retain 598 599 a director's written certification or educational certificate 600 for inspection by the members for 5 years after a director's 601 election or the duration of the director's uninterrupted tenure, whichever is longer. Failure to have such written certification 602 603 or educational certificate on file does not affect the validity 604 of any board action.

605 c. Any challenge to the election process must be commenced606 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 documents relating to unit owner decisionmaking, except that unit owners may take action by written agreement, without

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614 meetings, on matters for which action by written agreement 615 without meetings is expressly allowed by the applicable bylaws 616 or declaration or any law that provides for such action.

617 6. Unit owners may waive notice of specific meetings if 618 allowed by the applicable bylaws or declaration or any law. Notice of meetings of the board of administration, unit owner 619 meetings, except unit owner meetings called to recall board 620 621 members under paragraph (j), and committee meetings may be given by electronic transmission to unit owners who consent to receive 622 notice by electronic transmission. A unit owner who consents to 623 624 receiving notices by electronic transmission is solely 625 responsible for removing or bypassing filters that block receipt 626 of mass emails sent to members on behalf of the association in 627 the course of giving electronic notices.

628 7. Unit owners have the right to participate in meetings
629 of unit owners with reference to all designated agenda items.
630 However, the association may adopt reasonable rules governing
631 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
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639 a quorum, or by the sole remaining director. In the alternative, a board may hold an election to fill the vacancy, in which case 640 641 the election procedures must conform to sub-subparagraph 4.a. 642 unless the association governs 10 units or fewer and has opted 643 out of the statutory election process, in which case the bylaws 644 of the association control. Unless otherwise provided in the 645 bylaws, a board member appointed or elected under this section 646 shall fill the vacancy for the unexpired term of the seat being 647 filled. Filling vacancies created by recall is governed by paragraph (j) and rules adopted by the division. 648

649 10. This chapter does not limit the use of general or 650 limited proxies, require the use of general or limited proxies, 651 or require the use of a written ballot or voting machine for any 652 agenda item or election at any meeting of a timeshare 653 condominium association or nonresidential condominium 654 association.

655

656 Notwithstanding subparagraph (b)2. and sub-subparagraph 4.a., an 657 association of 10 or fewer units may, by affirmative vote of a majority of the total voting interests, provide for different 658 659 voting and election procedures in its bylaws, which may be by a 660 proxy specifically delineating the different voting and election procedures. The different voting and election procedures may 661 provide for elections to be conducted by limited or general 662 663 proxy.

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664 (j) Recall of board members.-Subject to s. 718.301, any 665 member of the board of administration may be recalled and 666 removed from office with or without cause by the vote or 667 agreement in writing by a majority of all the voting interests. 668 A special meeting of the unit owners to recall a member or 669 members of the board of administration may be called by 10 percent of the voting interests giving notice of the meeting as 670 671 required for a meeting of unit owners, and the notice shall state the purpose of the meeting. Electronic transmission may 672 not be used as a method of giving notice of a meeting called in 673 674 whole or in part for this purpose.

675 1. If the recall is approved by a majority of all voting 676 interests by a vote at a meeting, the recall will be effective 677 as provided in this paragraph. The board shall duly notice and 678 hold a board meeting within 5 full business days after the 679 adjournment of the unit owner meeting to recall one or more 680 board members. Such member or members shall be recalled effective immediately upon conclusion of the board meeting 681 682 provided that the recall is facially valid. A recalled member 683 must and shall turn over to the board, within 10 full business 684 days after the vote, any and all records and property of the 685 association in their possession.

686 2. If the proposed recall is by an agreement in writing by 687 a majority of all voting interests, the agreement in writing or 688 a copy thereof shall be served on the association by certified 277415 - h0841-strike.docx

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689 mail or by personal service in the manner authorized by chapter 690 48 and the Florida Rules of Civil Procedure. The board of 691 administration shall duly notice and hold a meeting of the board 692 within 5 full business days after receipt of the agreement in 693 writing. Such member or members shall be recalled effective 694 immediately upon the conclusion of the board meeting provided that the recall is facially valid. A recalled member must and 695 shall turn over to the board, within 10 full business days, any 696 and all records and property of the association in their 697 698 possession.

699 3. If the board fails to duly notice and hold a board 700 meeting within 5 full business days after service of an 701 agreement in writing or within 5 full business days after the 702 adjournment of the unit owner recall meeting, the recall shall 703 be deemed effective and the board members so recalled shall turn 704 over to the board within 10 full business days after the vote 705 any and all records and property of the association.

4. If the board fails to duly notice and hold the required meeting or fails to file the required petition, the unit owner representative may file a petition pursuant to s. 718.1255 challenging the board's failure to act. The petition must be filed within 60 days after the expiration of the applicable 5full-business-day period. The review of a petition under this subparagraph is limited to the sufficiency of service on the

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713 board and the facial validity of the written agreement or 714 ballots filed.

715 5. If a vacancy occurs on the board as a result of a 716 recall or removal and less than a majority of the board members 717 are removed, the vacancy may be filled by the affirmative vote 718 of a majority of the remaining directors, notwithstanding any provision to the contrary contained in this subsection. If 719 vacancies occur on the board as a result of a recall and a 720 721 majority or more of the board members are removed, the vacancies 722 shall be filled in accordance with procedural rules to be 723 adopted by the division, which rules need not be consistent with 724 this subsection. The rules must provide procedures governing the 725 conduct of the recall election as well as the operation of the 726 association during the period after a recall but before the 727 recall election.

728 6. A board member who has been recalled may file a 729 petition pursuant to s. 718.1255 challenging the validity of the 730 recall. The petition must be filed within 60 days after the 731 recall. The association and the unit owner representative shall 732 be named as the respondents. The petition may challenge the 733 facial validity of the written agreement or ballots filed or the 734 substantial compliance with the procedural requirements for the recall. If the arbitrator determines the recall was invalid, the 735 736 petitioning board member shall immediately be reinstated and the recall is null and void. A board member who is successful in 737

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738 challenging a recall is entitled to recover reasonable attorney 739 fees and costs from the respondents. The arbitrator may award 740 reasonable attorney fees and costs to the respondents if they 741 prevail, if the arbitrator makes a finding that the petitioner's 742 claim is frivolous. 743 7. The division may not accept for filing a recall 744 petition, whether filed pursuant to subparagraph 1., subparagraph 2., subparagraph 4., or subparagraph 6. when there 745 746 are 60 or fewer days until the scheduled reelection of the board member sought to be recalled or when 60 or fewer days have 747 748 elapsed since the election of the board member sought to be 749 recalled. 750 Section 3. Subsection (2) of section 718.113, Florida 751 Statutes, is amended to read: 752 718.113 Maintenance; limitation upon improvement; display 753 of flag; hurricane shutters and protection; display of religious 754 decorations.-(2) (a) Except as otherwise provided in this section, there 755 756 shall be no material alteration or substantial additions to the 757 common elements or to real property which is association 758 property, except in a manner provided in the declaration as 759 originally recorded or as amended under the procedures provided therein. If the declaration as originally recorded or as amended 760 761 under the procedures provided therein does not specify the 762 procedure for approval of material alterations or substantial 277415 - h0841-strike.docx

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additions, 75 percent of the total voting interests of the association must approve the alterations or additions <u>before the</u> <u>material alterations or substantial additions are commenced</u>. This paragraph is intended to clarify existing law and applies to associations existing on <u>July 1, 2018</u> October 1, 2008.

There shall not be any material alteration of, or 768 (b) 769 substantial addition to, the common elements of any condominium 770 operated by a multicondominium association unless approved in 771 the manner provided in the declaration of the affected 772 condominium or condominiums as originally recorded or as amended 773 under the procedures provided therein. If a declaration as 774 originally recorded or as amended under the procedures provided 775 therein does not specify a procedure for approving such an 776 alteration or addition, the approval of 75 percent of the total 777 voting interests of each affected condominium is required before 778 the material alterations or substantial additions are commenced. 779 This subsection does not prohibit a provision in any declaration, articles of incorporation, or bylaws as originally 780 781 recorded or as amended under the procedures provided therein 782 requiring the approval of unit owners in any condominium 783 operated by the same association or requiring board approval 784 before a material alteration or substantial addition to the common elements is permitted. This paragraph is intended to 785 clarify existing law and applies to associations existing on 786 787 July 1, 2018 the effective date of this act.

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788 There shall not be any material alteration or (C) 789 substantial addition made to association real property operated 790 by a multicondominium association, except as provided in the declaration, articles of incorporation, or bylaws as originally 791 792 recorded or as amended under the procedures provided therein. If 793 the declaration, articles of incorporation, or bylaws as 794 originally recorded or as amended under the procedures provided 795 therein do not specify the procedure for approving an alteration 796 or addition to association real property, the approval of 75 797 percent of the total voting interests of the association is 798 required before the material alterations or substantial 799 additions are commenced. This paragraph is intended to clarify 800 existing law and applies to associations existing on July 1, 801 2018 the effective date of this act.

802 Section 4. Subsection (3) of section 718.3026, Florida 803 Statutes, is amended to read:

804 718.3026 Contracts for products and services; in writing;
805 bids; exceptions.—Associations with 10 or fewer units may opt
806 out of the provisions of this section if two-thirds of the unit
807 owners vote to do so, which opt-out may be accomplished by a
808 proxy specifically setting forth the exception from this
809 section.

810 (3) As to any contract or other transaction between an
 811 association and one or more of its directors or any other
 812 corporation, firm, association, or entity in which one or more

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813	of its directors are directors or officers or are financially
814	interested:
815	(a) The association shall comply with the requirements of
816	s. 617.0832.
817	(b) The disclosures required by s. 617.0832 shall be
818	entered into the written minutes of the meeting.
819	(c) Approval of the contract or other transaction shall
820	require an affirmative vote of two-thirds of the directors
821	present.
822	(d) At the next regular or special meeting of the members,
823	the existence of the contract or other transaction shall be
824	disclosed to the members. Upon motion of any member, the
825	contract or transaction shall be brought up for a vote and may
826	be canceled by a majority vote of the members present. Should
827	the members cancel the contract, the association shall only be
828	liable for the reasonable value of goods and services provided
829	up to the time of cancellation and shall not be liable for any
830	termination fee, liquidated damages, or other form of penalty
831	for such cancellation.
832	Section 5. Section 718.3027, Florida Statutes, is amended
833	to read:
834	718.3027 Conflicts of interest
835	(1) Directors and officers of a board of an association
836	that is not a timeshare condominium association, and the
837	relatives of such directors and officers, must disclose to the
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board any activity that may reasonably be construed to be a conflict of interest. A rebuttable presumption of a conflict of interest exists if any of the following occurs without prior notice, as required in subsection (5) (4):

(a) A director or an officer, or a relative of a director
or an officer, enters into a contract for goods or services with
the association.

(b) A director or an officer, or a relative of a director
or an officer, holds an interest in a corporation, limited
liability corporation, partnership, limited liability
partnership, or other business entity that conducts business
with the association or proposes to enter into a contract or
other transaction with the association.

(2) If a director or an officer, or a relative of a 851 852 director or an officer, proposes to engage in an activity that 853 is a conflict of interest, as described in subsection (1), the 854 proposed activity must be listed on, and all contracts and 855 transactional documents related to the proposed activity must be 856 attached to, the meeting agenda. The association shall comply with the requirements of s. 617.0832, and the disclosures 857 858 required by s. 617.0832 shall be entered into the written 859 minutes of the meeting. Approval of the contract or other transaction requires an affirmative vote of two-thirds of all 860 861 other directors present. At the next regular or special meeting of the members, the existence of the contract or other 862

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863 transaction shall be disclosed to the members. Upon motion of 864 any member, the contract or transaction shall be brought up for 865 a vote and may be canceled by a majority vote of the members present. If the contract is canceled, the association is only 866 867 liable for the reasonable value of the goods and services 868 provided up to the time of cancellation and is not liable for any termination fee, liquidated damages, or other form of 869 870 penalty for such cancellation.

871 (3) If the board votes against the proposed activity, the 872 director or officer, or the relative of the director or officer, 873 must notify the board in writing of his or her intention not to 874 pursue the proposed activity or to withdraw from office. If the 875 board finds that an officer or a director has violated this 876 subsection, the officer or director shall be deemed removed from 877 office. The vacancy shall be filled according to general law.

878 (4) (4) (3) A director or an officer, or a relative of a 879 director or an officer, who is a party to, or has an interest in, an activity that is a possible conflict of interest, as 880 881 described in subsection (1), may attend the meeting at which the 882 activity is considered by the board and is authorized to make a 883 presentation to the board regarding the activity. After the 884 presentation, the director or officer, or the relative of the director or officer, must leave the meeting during the 885 discussion of, and the vote on, the activity. A director or an 886

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887 officer who is a party to, or has an interest in, the activity 888 must recuse himself or herself from the vote.

889 <u>(5)(4)</u> A contract entered into between a director or an 890 officer, or a relative of a director or an officer, and the 891 association, which is not a timeshare condominium association, 892 that has not been properly disclosed as a conflict of interest 893 or potential conflict of interest as required by s. 894 718.111(12)(g) is voidable and terminates upon the filing of a 895 written notice terminating the contract with the board of

896 directors which contains the consent of at least 20 percent of 897 the voting interests of the association.

898 <u>(6)(5)</u> As used in this section, the term "relative" means 899 a relative within the third degree of consanguinity by blood or 900 marriage.

901 Section 6. Paragraph (b) of subsection (3) of section 902 718.303, Florida Statutes, is amended to read:

903

718.303 Obligations of owners and occupants; remedies.-

904 (3) The association may levy reasonable fines for the 905 failure of the owner of the unit or its occupant, licensee, or 906 invitee to comply with any provision of the declaration, the 907 association bylaws, or reasonable rules of the association. A 908 fine may not become a lien against a unit. A fine may be levied 909 by the board on the basis of each day of a continuing violation, 910 with a single notice and opportunity for hearing before a

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911 committee as provided in paragraph (b). However, the fine may 912 not exceed \$100 per violation, or \$1,000 in the aggregate. 913 (b) A fine or suspension levied by the board of 914 administration may not be imposed unless the board first 915 provides at least 14 days' written notice and an opportunity for 916 a hearing to the unit owner and, if applicable, any its occupant, licensee, or invitee of the unit owner sought to be 917 918 fined or suspended and an opportunity for a hearing. The hearing must be held before a committee of at least three members 919 920 appointed by the board who are not officers, directors, or 921 employees of the association, or the spouse, parent, child, 922 brother, or sister of an officer, director, or employee other 923 unit owners who are neither board members nor persons residing 924 in a board member's household. The role of the committee is 925 limited to determining whether to confirm or reject the fine or 926 suspension levied by the board. If the committee does not 927 approve agree, the proposed fine or suspension by majority vote, 928 the fine or suspension may not be imposed. If the proposed fine 929 or suspension is approved by the committee, the fine payment is 930 due 5 days after the date of the committee meeting at which the 931 fine is approved. The association must provide written notice of 932 such fine or suspension by mail or hand delivery to the unit 933 owner and, if applicable, to any tenant, licensee, or invitee of 934 the unit owner.

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935 Section 7. Section 718.707, Florida Statutes, is amended 936 to read:

937 718.707 Time limitation for classification as bulk assignee or bulk buyer.-A person acquiring condominium parcels 938 939 may not be classified as a bulk assignee or bulk buyer unless 940 the condominium parcels were acquired on or after July 1, 2010 $_{\tau}$ but before July 1, 2018. The date of such acquisition shall be 941 942 determined by the date of recording a deed or other instrument of conveyance for such parcels in the public records of the 943 944 county in which the condominium is located, or by the date of 945 issuing a certificate of title in a foreclosure proceeding with 946 respect to such condominium parcels.

947 Section 8. Paragraphs (a) and (b) of subsection (2) of 948 section 719.104, Florida Statutes, are amended to read:

949 719.104 Cooperatives; access to units; records; financial 950 reports; assessments; purchase of leases.-

951

(2) OFFICIAL RECORDS.-

(a) From the inception of the association, the association
shall maintain a copy of each of the following, where
applicable, which shall constitute the official records of the
association:

956 1. The plans, permits, warranties, and other items957 provided by the developer pursuant to s. 719.301(4).

958

2. A photocopy of the cooperative documents.

959 3. A copy of the current rules of the association.

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960 4. A book or books containing the minutes of all meetings
961 of the association, of the board of directors, and of the unit
962 owners, which minutes shall be retained for a period of not less
963 than 7 years.

964 5. A current roster of all unit owners and their mailing 965 addresses, unit identifications, voting certifications, and, if 966 known, telephone numbers. The association shall also maintain 967 the e-mail electronic mailing addresses and the numbers designated by unit owners for receiving notice sent by 968 969 electronic transmission of those unit owners consenting to 970 receive notice by electronic transmission. The e-mail electronic 971 mailing addresses and numbers provided by unit owners to receive 972 notice by electronic transmission shall be removed from 973 association records when consent to receive notice by electronic 974 transmission is revoked. However, the association is not liable 975 for an erroneous disclosure of the e-mail electronic mail 976 address or the number for receiving electronic transmission of 977 notices.

978

6. All current insurance policies of the association.

979 7. A current copy of any management agreement, lease, or 980 other contract to which the association is a party or under 981 which the association or the unit owners have an obligation or 982 responsibility.

8. Bills of sale or transfer for all property owned by theassociation.

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985 9. Accounting records for the association and separate 986 accounting records for each unit it operates, according to good 987 accounting practices. All accounting records shall be maintained 988 for a period of not less than 7 years. The accounting records 989 shall include, but not be limited to:

a. Accurate, itemized, and detailed records of allreceipts and expenditures.

b. A current account and a monthly, bimonthly, or quarterly statement of the account for each unit designating the name of the unit owner, the due date and amount of each assessment, the amount paid upon the account, and the balance due.

997 c. All audits, reviews, accounting statements, and998 financial reports of the association.

999 d. All contracts for work to be performed. Bids for work
1000 to be performed shall also be considered official records and
1001 shall be maintained for a period of 1 year.

1002 10. Ballots, sign-in sheets, voting proxies, and all other 1003 papers <u>and electronic records</u> relating to voting by unit owners, 1004 which shall be maintained for a period of 1 year after the date 1005 of the election, vote, or meeting to which the document relates.

1006 11. All rental records where the association is acting as 1007 agent for the rental of units.

1008 12. A copy of the current question and answer sheet as 1009 described in s. 719.504.

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1010 13. All other written records of the association not 1011 specifically included in the foregoing which are related to the 1012 operation of the association.

The official records of the association must be 1013 (b) 1014 maintained within the state for at least 7 years. The records of 1015 the association shall be made available to a unit owner within 45 miles of the cooperative property or within the county in 1016 1017 which the cooperative property is located within 10 $\frac{5}{5}$ working days after receipt of written request by the board or its 1018 designee. This paragraph may be complied with by having a copy 1019 1020 of the official records of the association available for 1021 inspection or copying on the cooperative property or the association may offer the option of making the records available 1022 1023 to a unit owner electronically via the Internet or by allowing 1024 the records to be viewed in an electronic format on a computer 1025 screen and printed upon request. The association is not 1026 responsible for the use or misuse of the information provided to an association member or his or her authorized representative 1027 1028 pursuant to the compliance requirements of this chapter unless 1029 the association has an affirmative duty not to disclose such 1030 information pursuant to this chapter.

Section 9. Paragraphs (a), (c), and (d) of subsection (1) of section 719.106, Florida Statutes, are amended, and paragraph (m) is added to that subsection, to read:

1034

719.106 Bylaws; cooperative ownership.-

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(1) MANDATORY PROVISIONS.—The bylaws or other cooperative documents shall provide for the following, and if they do not, they shall be deemed to include the following:

1038

(a) Administration.-

The form of administration of the association shall be 1039 1. 1040 described, indicating the titles of the officers and board of 1041 administration and specifying the powers, duties, manner of selection and removal, and compensation, if any, of officers and 1042 1043 board members. In the absence of such a provision, the board of 1044 administration shall be composed of five members, unless the 1045 cooperative except in the case of cooperatives has having five 1046 or fewer units., in which case in not-for-profit corporations, The board shall consist of not fewer than three members in 1047 1048 cooperatives with five or fewer units that are not-for-profit 1049 corporations. In a residential cooperative association of more 1050 than 10 units, co-owners of a unit may not serve as members of 1051 the board of directors at the same time unless the co-owners own 1052 more than one unit or unless there are not enough eligible 1053 candidates to fill the vacancies on the board at the time of the 1054 vacancy. In the absence of provisions to the contrary, the board 1055 of administration shall have a president, a secretary, and a 1056 treasurer, who shall perform the duties of those offices customarily performed by officers of corporations. Unless 1057 prohibited in the bylaws, the board of administration may 1058 1059 appoint other officers and grant them those duties it deems 277415 - h0841-strike.docx

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appropriate. Unless otherwise provided in the bylaws, the officers shall serve without compensation and at the pleasure of the board. Unless otherwise provided in the bylaws, the members of the board shall serve without compensation.

1064 2. A person who has been suspended or removed by the 1065 division under this chapter, or who is delinquent in the payment 1066 of any monetary obligation due to the association, is not 1067 eligible to be a candidate for board membership and may not be listed on the ballot. A director or officer charged by 1068 1069 information or indictment with a felony theft or embezzlement 1070 offense involving the association's funds or property is 1071 suspended from office. The board shall fill the vacancy according to general law until the end of the period of the 1072 1073 suspension or the end of the director's term of office, 1074 whichever occurs first. However, if the charges are resolved 1075 without a finding of guilt or without acceptance of a plea of 1076 guilty or nolo contendere, the director or officer shall be reinstated for any remainder of his or her term of office. A 1077 1078 member who has such criminal charges pending may not be 1079 appointed or elected to a position as a director or officer. A person who has been convicted of any felony in this state or in 1080 1081 any United States District Court, or who has been convicted of any offense in another jurisdiction which would be considered a 1082 felony if committed in this state, is not eligible for board 1083 membership unless such felon's civil rights have been restored 1084 277415 - h0841-strike.docx

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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 affected if it is later determined that a board member is ineligible for board membership due to having been convicted of a felony.

1090 3. When a unit owner files a written inquiry by certified 1091 mail with the board of administration, the board shall respond 1092 in writing to the unit owner within 30 days of receipt of the 1093 inquiry. The board's response shall either give a substantive response to the inquirer, notify the inquirer that a legal 1094 1095 opinion has been requested, or notify the inquirer that advice 1096 has been requested from the division. If the board requests advice from the division, the board shall, within 10 days of its 1097 1098 receipt of the advice, provide in writing a substantive response 1099 to the inquirer. If a legal opinion is requested, the board shall, within 60 days after the receipt of the inquiry, provide 1100 1101 in writing a substantive response to the inquirer. The failure 1102 to provide a substantive response to the inquirer as provided 1103 herein precludes the board from recovering attorney's fees and costs in any subsequent litigation, administrative proceeding, 1104 1105 or arbitration arising out of the inquiry. The association may, 1106 through its board of administration, adopt reasonable rules and regulations regarding the frequency and manner of responding to 1107 the unit owners' inquiries, one of which may be that the 1108 association is obligated to respond to only one written inquiry 1109

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1110 per unit in any given 30-day period. In such case, any 1111 additional inquiry or inquiries must be responded to in the 1112 subsequent 30-day period, or periods, as applicable.

1113 (c) Board of administration meetings.-Members of the board of administration may use e-mail as a means of communication but 1114 1115 may not cast a vote on an association matter via e-mail. 1116 Meetings of the board of administration at which a quorum of the 1117 members is present shall be open to all unit owners. Any unit owner may tape record or videotape meetings of the board of 1118 administration. The right to attend such meetings includes the 1119 right to speak at such meetings with reference to all designated 1120 1121 agenda items. The division shall adopt reasonable rules governing the tape recording and videotaping of the meeting. The 1122 1123 association may adopt reasonable written rules governing the 1124 frequency, duration, and manner of unit owner statements. 1125 Adequate notice of all meetings shall be posted in a conspicuous 1126 place upon the cooperative property at least 48 continuous hours 1127 preceding the meeting, except in an emergency. Any item not 1128 included on the notice may be taken up on an emergency basis by 1129 at least a majority plus one of the members of the board. Such 1130 emergency action shall be noticed and ratified at the next 1131 regular meeting of the board. Notice of any meeting in which regular or special assessments against unit owners are to be 1132 considered must specifically state that assessments will be 1133 considered and provide the estimated cost and description of the 1134

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1135 purpose for such assessments. However, Written notice of any meeting at which nonemergency special assessments, or at which 1136 1137 amendment to rules regarding unit use, will be considered shall 1138 be mailed, delivered, or electronically transmitted to the unit 1139 owners and posted conspicuously on the cooperative property not 1140 less than 14 days before the meeting. Evidence of compliance 1141 with this 14-day notice shall be made by an affidavit executed by the person providing the notice and filed among the official 1142 1143 records of the association. Upon notice to the unit owners, the board shall by duly adopted rule designate a specific location 1144 on the cooperative property upon which all notices of board 1145 1146 meetings shall be posted. In lieu of or in addition to the physical posting of notice of any meeting of the board of 1147 1148 administration on the cooperative property, the association may, by reasonable rule, adopt a procedure for conspicuously posting 1149 and repeatedly broadcasting the notice and the agenda on a 1150 1151 closed-circuit cable television system serving the cooperative association. However, if broadcast notice is used in lieu of a 1152 1153 notice posted physically on the cooperative property, the notice 1154 and agenda must be broadcast at least four times every broadcast 1155 hour of each day that a posted notice is otherwise required 1156 under this section. When broadcast notice is provided, the notice and agenda must be broadcast in a manner and for a 1157 sufficient continuous length of time so as to allow an average 1158 1159 reader to observe the notice and read and comprehend the entire 277415 - h0841-strike.docx

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1160 content of the notice and the agenda. In addition to any of the authorized means of providing notice of a meeting of the board, 1161 1162 the association may, by rule, adopt a procedure for 1163 conspicuously posting the meeting notice and the agenda on a 1164 website serving the cooperative association for at least the 1165 minimum period of time for which a notice of a meeting is also 1166 required to be physically posted on the cooperative property. Any rule adopted shall, in addition to other matters, include a 1167 1168 requirement that the association send an electronic notice in 1169 the same manner as a notice for a meeting of the members, which 1170 must include a hyperlink to the website where the notice is 1171 posted, to unit owners whose e-mail addresses are included in 1172 the association's official records. Notice of any meeting in 1173 which regular assessments against unit owners are to be 1174 considered for any reason shall specifically contain a statement 1175 that assessments will be considered and the nature of any such assessments. Meetings of a committee to take final action on 1176 behalf of the board or to make recommendations to the board 1177 1178 regarding the association budget are subject to the provisions 1179 of this paragraph. Meetings of a committee that does not take 1180 final action on behalf of the board or make recommendations to 1181 the board regarding the association budget are subject to the provisions of this section, unless those meetings are exempted 1182 from this section by the bylaws of the association. 1183 1184 Notwithstanding any other law to the contrary, the requirement

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that board meetings and committee meetings be open to the unit owners does not apply to board or committee meetings held for the purpose of discussing personnel matters or 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 rendering legal advice.

1191 (d) Shareholder meetings.-There shall be an annual meeting of the shareholders. All members of the board of administration 1192 1193 shall be elected at the annual meeting unless the bylaws provide 1194 for staggered election terms or for their election at another meeting. Any unit owner desiring to be a candidate for board 1195 1196 membership must comply with subparagraph 1. The bylaws must provide the method for calling meetings, including annual 1197 1198 meetings. Written notice, which must incorporate an 1199 identification of agenda items, shall be given to each unit 1200 owner at least 14 days before the annual meeting and posted in a 1201 conspicuous place on the cooperative property at least 14 1202 continuous days preceding the annual meeting. Upon notice to the 1203 unit owners, the board must by duly adopted rule designate a 1204 specific location on the cooperative property upon which all 1205 notice of unit owner meetings are posted. In lieu of or in 1206 addition to the physical posting of the meeting notice, the association may, by reasonable rule, adopt a procedure for 1207 conspicuously posting and repeatedly broadcasting the notice and 1208 1209 the agenda on a closed-circuit cable television system serving

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1210 the cooperative association. However, if broadcast notice is 1211 used in lieu of a posted notice, the notice and agenda must be 1212 broadcast at least four times every broadcast hour of each day 1213 that a posted notice is otherwise required under this section. 1214 If broadcast notice is provided, the notice and agenda must be 1215 broadcast in a manner and for a sufficient continuous length of 1216 time to allow an average reader to observe the notice and read 1217 and comprehend the entire content of the notice and the agenda. 1218 In addition to any of the authorized means of providing notice 1219 of a meeting of the shareholders, the association may, by rule, 1220 adopt a procedure for conspicuously posting the meeting notice 1221 and the agenda on a website serving the cooperative association 1222 for at least the minimum period of time for which a notice of a 1223 meeting is also required to be physically posted on the 1224 cooperative property. Any rule adopted shall, in addition to 1225 other matters, include a requirement that the association send 1226 an electronic notice in the same manner as a notice for a meeting of the members, which must include a hyperlink to the 1227 1228 website where the notice is posted, to unit owners whose e-mail 1229 addresses are included in the association's official records. 1230 Unless a unit owner waives in writing the right to receive 1231 notice of the annual meeting, the notice of the annual meeting must be sent by mail, hand delivered, or electronically 1232 transmitted to each unit owner. An officer of the association 1233 1234 must provide an affidavit or United States Postal Service 277415 - h0841 - strike.docx

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1235 certificate of mailing, to be included in the official records 1236 of the association, affirming that notices of the association 1237 meeting were mailed, hand delivered, or electronically 1238 transmitted, in accordance with this provision, to each unit 1239 owner at the address last furnished to the association.

1240 1. The board of administration shall be elected by written 1241 ballot or voting machine. A proxy may not be used in electing 1242 the board of administration in general elections or elections to 1243 fill vacancies caused by recall, resignation, or otherwise 1244 unless otherwise provided in this chapter.

a. At least 60 days before a scheduled election, the 1245 1246 association shall mail, deliver, or transmit, whether by separate association mailing, delivery, or electronic 1247 1248 transmission or included in another association mailing, 1249 delivery, or electronic transmission, including regularly 1250 published newsletters, to each unit owner entitled to vote, a 1251 first notice of the date of the election. Any unit owner or 1252 other eligible person desiring to be a candidate for the board 1253 of administration must give written notice to the association at 1254 least 40 days before a scheduled election. Together with the 1255 written notice and agenda as set forth in this section, the 1256 association shall mail, deliver, or electronically transmit a second notice of election to all unit owners entitled to vote, 1257 together with a ballot that lists all candidates. Upon request 1258 1259 of a candidate, the association shall include an information

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sheet, no larger than 8 1/2 inches by 11 inches, which must be 1260 furnished by the candidate at least 35 days before the election, 1261 1262 to be included with the mailing, delivery, or electronic transmission of the ballot, with the costs of mailing, delivery, 1263 1264 or transmission and copying to be borne by the association. The 1265 association is not liable for the contents of the information 1266 sheets provided by the candidates. In order to reduce costs, the 1267 association may print or duplicate the information sheets on 1268 both sides of the paper. The division shall by rule establish 1269 voting procedures consistent with this subparagraph, including rules establishing procedures for giving notice by electronic 1270 1271 transmission and rules providing for the secrecy of ballots. Elections shall be decided by a plurality of those ballots cast. 1272 1273 There is no quorum requirement. However, at least 20 percent of 1274 the eligible voters must cast a ballot in order to have a valid 1275 election. A unit owner may not permit any other person to vote 1276 his or her ballot, and any such ballots improperly cast are 1277 invalid. A unit owner who needs assistance in casting the ballot 1278 for the reasons stated in s. 101.051 may obtain assistance in 1279 casting the ballot. Any unit owner violating this provision may 1280 be fined by the association in accordance with s. 719.303. The 1281 regular election must occur on the date of the annual meeting. This subparagraph does not apply to timeshare cooperatives. 1282 Notwithstanding this subparagraph, an election and balloting are 1283 1284 not required unless more candidates file a notice of intent to 277415 - h0841-strike.docx

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1285 run or are nominated than vacancies exist on the board. Any 1286 challenge to the election process must be commenced within 60 1287 days after the election results are announced.

1288 Within 90 days after being elected or appointed to the b. 1289 board, each new director shall certify in writing to the 1290 secretary of the association that he or she has read the 1291 association's bylaws, articles of incorporation, proprietary 1292 lease, and current written policies; that he or she will work to 1293 uphold such documents and policies to the best of his or her 1294 ability; and that he or she will faithfully discharge his or her 1295 fiduciary responsibility to the association's members. Within 90 1296 days after being elected or appointed to the board, in lieu of 1297 this written certification, the newly elected or appointed 1298 director may submit a certificate of having satisfactorily 1299 completed the educational curriculum administered by an 1300 education provider as approved by the division pursuant to the 1301 requirements established in chapter 718 within 1 year before or 90 days after the date of election or appointment. The 1302 1303 educational certificate is valid and does not have to be 1304 resubmitted as long as the director serves on the board without 1305 interruption. A director who fails to timely file the written 1306 certification or educational certificate is suspended from service on the board until he or she complies with this sub-1307 subparagraph. The board may temporarily fill the vacancy during 1308 the period of suspension. The secretary of the association shall 1309

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1310 cause the association to retain a director's written 1311 certification or educational certificate for inspection by the 1312 members for 5 years after a director's election or the duration 1313 of the director's uninterrupted tenure, whichever is longer. 1314 Failure to have such written certification or educational 1315 certificate on file does not affect the validity of any board 1316 action.

1317 2. Any approval by unit owners called for by this chapter, 1318 or the applicable cooperative documents, must be made at a duly noticed meeting of unit owners and is subject to this chapter or 1319 the applicable cooperative documents relating to unit owner 1320 1321 decisionmaking, except that unit owners may take action by 1322 written agreement, without meetings, on matters for which action 1323 by written agreement without meetings is expressly allowed by 1324 the applicable cooperative documents or law which provides for 1325 the unit owner action.

1326 3. Unit owners may waive notice of specific meetings if 1327 allowed by the applicable cooperative documents or law. Notice 1328 of meetings of the board of administration, shareholder 1329 meetings, except shareholder meetings called to recall board members under paragraph (f), and committee meetings may be given 1330 1331 by electronic transmission to unit owners who consent to receive notice by electronic transmission. A unit owner who consents to 1332 receiving notices by electronic transmission is solely 1333 responsible for removing or bypassing filters that may block 1334

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1335	receipt of mass emails sent to members on behalf of the
1336	association in the course of giving electronic notices.
1337	4. Unit owners have the right to participate in meetings
1338	of unit owners with reference to all designated agenda items.
1339	However, the association may adopt reasonable rules governing
1340	the frequency, duration, and manner of unit owner participation.
1341	5. Any unit owner may tape record or videotape meetings of
1342	the unit owners subject to reasonable rules adopted by the
1343	division.
1344	6. Unless otherwise provided in the bylaws, a vacancy
1345	occurring on the board before the expiration of a term may be
1346	filled by the affirmative vote of the majority of the remaining
1347	directors, even if the remaining directors constitute less than
1348	a quorum, or by the sole remaining director. In the alternative,
1349	a board may hold an election to fill the vacancy, in which case
1350	the election procedures must conform to the requirements of
1351	subparagraph 1. unless the association has opted out of the
1352	statutory election process, in which case the bylaws of the
1353	association control. Unless otherwise provided in the bylaws, a
1354	board member appointed or elected under this subparagraph shall
1355	fill the vacancy for the unexpired term of the seat being
1356	filled. Filling vacancies created by recall is governed by
1357	paragraph (f) and rules adopted by the division.
1358	

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1359 Notwithstanding subparagraphs (b)2. and (d)1., an association may, by the affirmative vote of a majority of the total voting 1360 1361 interests, provide for a different voting and election procedure 1362 in its bylaws, which vote may be by a proxy specifically 1363 delineating the different voting and election procedures. The 1364 different voting and election procedures may provide for 1365 elections to be conducted by limited or general proxy. 1366 Director or officer delinquencies.-A director or (m) 1367 officer more than 90 days delinquent in the payment of any 1368 monetary obligation due the association shall be deemed to have 1369 abandoned the office, creating a vacancy in the office to be 1370 filled according to law. 1371 Section 10. Paragraph (b) of subsection (1) of section 1372 719.107, Florida Statutes, is amended to read: 1373 719.107 Common expenses; assessment.-1374 (1)1375 (b) If so provided in the bylaws, the cost of 1376 communications services as defined in chapter 202, information 1377 services or Internet services a master antenna television system 1378 or duly franchised cable television service obtained pursuant to 1379 a bulk contract shall be deemed a common expense, and if not 1380 obtained pursuant to a bulk contract, such cost shall be considered common expense if it is designated as such in a 1381 written contract between the board of administration and the 1382 1383 company providing the communications services as defined in 277415 - h0841-strike.docx Published On: 1/22/2018 7:43:30 PM

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1384 <u>chapter 202, information services or Internet services</u> master 1385 <u>television antenna system or the cable television service</u>. The 1386 contract shall be for a term of not less than 2 years.

1387 Any contract made by the board after April 2, 1992, for 1. 1388 a community antenna system or duly franchised cable television 1389 service, communications services as defined in chapter 202, information services or Internet services may be canceled by a 1390 1391 majority of the voting interests present at the next regular or special meeting of the association. Any member may make a motion 1392 to cancel the contract, but if no motion is made or if such 1393 1394 motion fails to obtain the required majority at the next regular 1395 or special meeting, whichever is sooner, following the making of the contract, then such contract shall be deemed ratified for 1396 1397 the term therein expressed.

1398 2. Any such contract shall provide, and shall be deemed to provide if not expressly set forth, that any hearing impaired or 1399 1400 legally blind unit owner who does not occupy the unit with a nonhearing impaired or sighted person may discontinue the 1401 1402 service without incurring disconnect fees, penalties, or 1403 subsequent service charges, and as to such units, the owners 1404 shall not be required to pay any common expenses charge related 1405 to such service. If less than all members of an association share the expenses of cable television, the expense shall be 1406 shared equally by all participating unit owners. The association 1407 may use the provisions of s. 719.108 to enforce payment of the 1408

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1409 shares of such costs by the unit owners receiving cable
1410 television.

1411 Section 11. Paragraph (b) of subsection (3) of section 1412 719.303, Florida Statutes, is amended to read:

1413

719.303 Obligations of owners.-

1414 The association may levy reasonable fines for failure (3) 1415 of the unit owner or the unit's occupant, licensee, or invitee 1416 to comply with any provision of the cooperative documents or reasonable rules of the association. A fine may not become a 1417 lien against a unit. A fine may be levied by the board on the 1418 basis of each day of a continuing violation, with a single 1419 1420 notice and opportunity for hearing before a committee as provided in paragraph (b). However, the fine may not exceed \$100 1421 1422 per violation, or \$1,000 in the aggregate.

1423 A fine or suspension levied by the board of (b) 1424 administration may not be imposed unless the board first provides at least 14 days' written notice and an opportunity for 1425 1426 a hearing to the unit owner and, if applicable, any its 1427 occupant, licensee, or invitee of the unit owner sought to be 1428 fined or suspended and an opportunity for a hearing. The hearing 1429 must be held before a committee of at least three members 1430 appointed by the board who are not officers, directors, or employees of the association, or the spouse, parent, child, 1431 brother, or sister of an officer, director, or employee other 1432 unit owners who are neither board members nor persons residing 1433 277415 - h0841-strike.docx

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1434 in a board member's household. The role of the committee is limited to determining whether to confirm or reject the fine or 1435 1436 suspension levied by the board. If the committee does not 1437 approve agree with the proposed fine or suspension by majority 1438 vote, the fine or suspension it may not be imposed. If the 1439 proposed fine or suspension is approved by the committee, the 1440 fine payment is due 5 days after the date of the committee 1441 meeting at which the fine is approved. The association must 1442 provide written notice of such fine or suspension by mail or 1443 hand delivery to the unit owner and, if applicable, to any 1444 tenant, licensee, or invitee of the unit owner.

1445 Section 12. Paragraphs (a) and (c) of subsection (2) of 1446 section 720.303, Florida Statutes, are amended, to read:

1447 720.303 Association powers and duties; meetings of board; 1448 official records; budgets; financial reporting; association 1449 funds; recalls.-

1450

(2) BOARD MEETINGS.-

1451 Members of the board of administration may use e-mail (a) 1452 as a means of communication, but may not cast a vote on an 1453 association matter via e-mail. A meeting of the board of 1454 directors of an association occurs whenever a quorum of the 1455 board gathers to conduct association business. Meetings of the 1456 board must be open to all members, except for meetings between 1457 the board and its attorney with respect to proposed or pending litigation where the contents of the discussion would otherwise 1458 277415 - h0841-strike.docx

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1459 be governed by the attorney-client privilege. A meeting of the board must be held at a location that is accessible to a 1460 1461 physically handicapped person if requested by a physically 1462 handicapped person who has a right to attend the meeting. The 1463 provisions of this subsection shall also apply to the meetings 1464 of any committee or other similar body when a final decision will be made regarding the expenditure of association funds and 1465 1466 to meetings of any body vested with the power to approve or 1467 disapprove architectural decisions with respect to a specific parcel of residential property owned by a member of the 1468 1469 community.

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

Notices of all board meetings must be posted in a 1474 1. 1475 conspicuous place in the community at least 48 hours in advance 1476 of a meeting, except in an emergency. In the alternative, if 1477 notice is not posted in a conspicuous place in the community, 1478 notice of each board meeting must be mailed or delivered to each 1479 member at least 7 days before the meeting, except in an 1480 emergency. Notwithstanding this general notice requirement, for communities with more than 100 members, the association bylaws 1481 may provide for a reasonable alternative to posting or mailing 1482 of notice for each board meeting, including publication of 1483

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1484 notice, provision of a schedule of board meetings, or the conspicuous posting and repeated broadcasting of the notice on a 1485 1486 closed-circuit cable television system serving the homeowners' 1487 association. However, if broadcast notice is used in lieu of a 1488 notice posted physically in the community, the notice must be 1489 broadcast at least four times every broadcast hour of each day 1490 that a posted notice is otherwise required. When broadcast 1491 notice is provided, the notice and agenda must be broadcast in a manner and for a sufficient continuous length of time so as to 1492 1493 allow an average reader to observe the notice and read and 1494 comprehend the entire content of the notice and the agenda. The 1495 association may provide notice by electronic transmission in a 1496 manner authorized by law for meetings of the board of directors, 1497 committee meetings requiring notice under this section, and 1498 annual and special meetings of the members to any member who has 1499 provided a facsimile number or e-mail address to the association 1500 to be used for such purposes; however, a member must consent in 1501 writing to receiving notice by electronic transmission.

2. An assessment may not be levied at a board meeting unless the notice of the meeting includes a statement that assessments will be considered and the nature of the assessments. Written notice of any meeting at which special assessments will be considered or at which amendments to rules regarding parcel use will be considered must be mailed, delivered, or electronically transmitted to the members and

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1509 parcel owners and posted conspicuously on the property or 1510 broadcast on closed-circuit cable television not less than 14 1511 days before the meeting.

1512 Directors may not vote by proxy or by secret ballot at 3. 1513 board meetings, except that secret ballots may be used in the 1514 election of officers. This subsection also applies to the 1515 meetings of any committee or other similar body, when a final 1516 decision will be made regarding the expenditure of association 1517 funds, and to any body vested with the power to approve or disapprove architectural decisions with respect to a specific 1518 1519 parcel of residential property owned by a member of the 1520 community.

1521 Section 13. Paragraph (b) of subsection (2) of section 1522 720.305, Florida Statutes, is amended to read:

1523 720.305 Obligations of members; remedies at law or in 1524 equity; levy of fines and suspension of use rights.-

1525 (2)The association may levy reasonable fines. A fine may 1526 not exceed \$100 per violation against any member or any member's 1527 tenant, guest, or invitee for the failure of the owner of the 1528 parcel or its occupant, licensee, or invitee to comply with any 1529 provision of the declaration, the association bylaws, or 1530 reasonable rules of the association unless otherwise provided in the governing documents. A fine may be levied by the board for 1531 each day of a continuing violation, with a single notice and 1532 opportunity for hearing, except that the fine may not exceed 1533

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1534 \$1,000 in the aggregate unless otherwise provided in the 1535 governing documents. A fine of less than \$1,000 may not become a 1536 lien against a parcel. In any action to recover a fine, the 1537 prevailing party is entitled to reasonable attorney fees and 1538 costs from the nonprevailing party as determined by the court.

1539 A fine or suspension levied may not be imposed by the (b) 1540 board of administration may not be imposed unless the board first provides without at least 14 days' notice to the parcel 1541 1542 owner and, if applicable, any occupant, licensee, or invitee of 1543 the parcel owner, person sought to be fined or suspended and an 1544 opportunity for a hearing before a committee of at least three 1545 members appointed by the board who are not officers, directors, or employees of the association, or the spouse, parent, child, 1546 1547 brother, or sister of an officer, director, or employee. If the committee, by majority vote, does not approve a proposed fine or 1548 1549 suspension, the proposed fine or suspension it may not be 1550 imposed. The role of the committee is limited to determining 1551 whether to confirm or reject the fine or suspension levied by 1552 the board. If the proposed board of administration imposes a 1553 fine or suspension levied by the board is approved by the 1554 committee, the fine payment is due 5 days after the date of the 1555 committee meeting at which the fine is approved. The association must provide written notice of such fine or suspension by mail 1556 or hand delivery to the parcel owner and, if applicable, to any 1557 1558 tenant, licensee, or invitee of the parcel owner.

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1559 Section 14. Paragraph (a) of subsection (9) of section 720.306, Florida Statutes, is amended to read: 1560 1561 720.306 Meetings of members; voting and election 1562 procedures; amendments.-1563 (9) ELECTIONS AND BOARD VACANCIES.-1564 Elections of directors must be conducted in accordance (a) 1565 with the procedures set forth in the governing documents of the 1566 association. Except as provided in paragraph (b), all members of the association are eligible to serve on the board of directors, 1567 1568 and a member may nominate himself or herself as a candidate for 1569 the board at a meeting where the election is to be held; 1570 provided, however, that if the election process allows 1571 candidates to be nominated in advance of the meeting, the 1572 association is not required to allow nominations at the meeting. 1573 An election is not required unless more candidates are nominated 1574 than vacancies exist. If an election is not required because 1575 there are either an equal number or fewer qualified candidates 1576 than vacancies exist, and if nominations from the floor are not 1577 required pursuant to this section or the bylaws, write-in 1578 nominations are not permitted and such qualified candidates 1579 shall commence service on the board of directors, regardless of 1580 whether a quorum is attained at the annual meeting. Except as otherwise provided in the governing documents, boards of 1581 directors must be elected by a plurality of the votes cast by 1582 eligible voters. Any challenge to the election process must be 1583 277415 - h0841-strike.docx Published On: 1/22/2018 7:43:30 PM

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1584 commenced within 60 days after the election results are 1585 announced.

1586 Section 15. Paragraph (b) of subsection (3) of section 1587 720.3085, Florida Statutes, is amended to read:

720.3085 Payment for assessments; lien claims.-

(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.

1595 Any payment received by an association and accepted (b) 1596 shall be applied first to any interest accrued, then to any 1597 administrative late fee, then to any costs and reasonable 1598 attorney fees incurred in collection, and then to the delinquent 1599 assessment. This paragraph applies notwithstanding any 1600 restrictive endorsement, designation, or instruction placed on 1601 or accompanying a payment. A late fee is not subject to the 1602 provisions of chapter 687 and is not a fine. The foregoing is 1603 applicable notwithstanding s. 673.3111, any purported accord and 1604 satisfaction, or any restrictive endorsement, designation, or 1605 instruction placed on or accompanying a payment. The preceding 1606 sentence is intended to clarify existing law.

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Section 16. This act shall take effect July 1, 2018.

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1609							
1610	TITLE AMENDMENT						
1611	Remove everything before the enacting clause and insert:						
1612	An act relating to community associations; amending s.						
1613	718.111, F.S.; revising condominium association						
1614	recordkeeping and financial reporting requirements;						
1615	revising record retention policies; revising the list						
1616	of documents that the association is required to post						
1617	online; limiting an association's liability for						
1618	inadvertent disclosure of protected or restricted						
1619	information; amending s. 718.112, F.S.; revising						
1620	provisions relating to required association bylaws;						
1621	removing board term limits; authorizing an association						
1622	to adopt rules for posting certain notices on a						
1623	website; providing responsibilities for unit owners						
1624	who receive electronic notices; revising and providing						
1625	board member recall and challenge requirements;						
1626	authorizing the recovery of attorney fees and costs in						
1627	an action to challenge the validity of a board member						
1628	recall; amending s. 718.113, F.S.; revising voting						
1629	requirements relating to alterations and additions to						
1630	certain common elements or association property;						
1631	amending s. 718.3026, F.S.; removing a provision						
1632	relating to certain contracts or transactions						
1633	regarding conflicts of interest; amending s. 718.3027,						
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1634	F.S.; providing requirements for proposed activity
1635	that is identified as a conflict of interest; amending
1636	s. 718.303, F.S.; revising fine and suspension
1637	requirements; amending s. 718.707, F.S.; revising the
1638	time period for classification as a bulk assignee or
1639	bulk buyer; amending s. 719.104, F.S.; revising
1640	cooperative association recordkeeping requirements;
1641	amending s. 719.106, F.S.; revising requirements to
1642	serve as a board member; prohibiting a board member
1643	from voting via e-mail; authorizing an association to
1644	adopt rules for posting certain notices on a website;
1645	providing responsibilities for unit owners who receive
1646	electronic notices; providing that directors or
1647	officers who are delinquent in certain payments owed
1648	in excess of certain periods of time be deemed to have
1649	abandoned their offices; amending s. 719.107, F.S.;
1650	specifying that certain services which are obtained
1651	pursuant to a bulk contract are deemed a common
1652	expense; amending s. 719.303, F.S.; revising fine and
1653	suspension requirements; amending s. 720.303, F.S.;
1654	prohibiting a board member from voting via e-mail;
1655	amending s. 720.305, F.S.; revising fine and
1656	suspension requirements; amending s. 720.306, F.S.;
1657	revising election requirements; amending s. 720.3085,

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1658		F.S.;	providing	applicabil	ity; p	providing	an	effective	
1659		date.							
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