House

Florida Senate - 2019 Bill No. CS for SB 1200



LEGISLATIVE ACTION

Senate Comm: RCS 04/10/2019

The Committee on Rules (Stargel) recommended the following:

## Senate Amendment (with title amendment)

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Delete lines 88 - 144
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and insert:

1 2 3

4

5 site available for use. Any notice of nonpayment served by a 6 claimant who is not in privity with the contractor which 7 includes sums for retainage must specify the portion of the 8 amount claimed for retainage. An action for the labor, <u>services</u>, 9 <u>or materials</u>, or supplies may not be instituted against the 10 contractor or the surety unless the notice to the contractor and 11 notice of nonpayment have been served, if required by this Florida Senate - 2019 Bill No. CS for SB 1200



12 section. Notices required or permitted under this section must 13 shall be served in accordance with s. 713.18. A claimant may not 14 waive in advance his or her right to bring an action under the 15 bond against the surety. In any action brought to enforce a 16 claim against a payment bond under this section, the prevailing 17 party is entitled to recover a reasonable fee for the services of his or her attorney for trial and appeal or for arbitration, 18 19 in an amount to be determined by the court, which fee must be 20 taxed as part of the prevailing party's costs, as allowed in equitable actions. The time periods for service of a notice of 21 22 nonpayment or for bringing an action against a contractor or a 23 surety shall be measured from the last day of furnishing labor, 24 services, or materials by the claimant and may not be measured 25 by other standards, such as the issuance of a certificate of 26 occupancy or the issuance of a certificate of substantial 27 completion. The negligent inclusion or omission of any 28 information in the notice of nonpayment that has not prejudiced 29 the contractor or surety does not constitute a default that 30 operates to defeat an otherwise valid bond claim. A claimant who 31 serves a fraudulent notice of nonpayment forfeits his or her 32 rights under the bond. A notice of nonpayment is fraudulent if the claimant has willfully exaggerated the amount unpaid, 33 34 willfully included a claim for work not performed or materials 35 not furnished for the subject improvement, or prepared the 36 notice with such willful and gross negligence as to amount to a willful exaggeration. However, a minor mistake or error in a 37 38 notice of nonpayment, or a good faith dispute as to the amount 39 unpaid, does not constitute a willful exaggeration that operates to defeat an otherwise valid claim against the bond. The service 40

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| 41 | of a fraudulent notice of nonpayment is a complete defense to   |
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| 42 | the claimant's claim against the bond. The notice of nonpayment |
| 43 | under this subparagraph must supply the following information,  |
| 44 | current as of the date of the notice, and must be in            |
| 45 | substantially the following form:                               |
| 46 |   |
| 47 | NOTICE OF NONPAYMENT  |
| 48 |   |
| 49 | To: (name of contractor and address)                            |
| 50 | (name of surety and address)                                    |
| 51 | The undersigned claimant notifies you that:                     |
| 52 | 1. Claimant has furnished(describe labor, services, or          |
| 53 | materials) for the improvement of the real property             |
| 54 | identified as (property description) The corresponding          |
| 55 | amount unpaid to date is \$, of which \$ is unpaid              |
| 56 | retainage.  |
| 57 | 2. Claimant has been paid to date the amount of                 |
| 58 |   |
| 59 | =========== TITLE AMENDMENT=================                    |
| 60 | And the title is amended as follows:                            |
| 61 | Delete lines 4 - 5  |
| 62 | and insert:   |
| 63 | under oath; specifying that certain negligent                   |
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