By Senator Pizzo

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38-00162-22 20221780

A bill to be entitled

An act relating to community associations' building inspections; amending ss. 718.112, 719.106, and 720.303, F.S.; requiring that residential condominium, residential cooperative, and homeowners' association buildings be inspected upon reaching 30 years of age and every 5 years thereafter; requiring that the inspection be completed by a specified architect or engineer; requiring the boards of a condominium association, cooperative association, and homeowners' association, respectively, to convene within a specified time after receipt of the inspection report for a specified purpose; requiring such associations to provide a copy of the inspection report to the local authority having jurisdiction and to make the report available for inspection by their members within a specified time; requiring that a copy of the inspection report be maintained in the associations' official records; amending ss. 718.111 and 719.104, F.S.; requiring that a specified inspection report be maintained as an official record of condominium associations and cooperative associations, respectively; amending ss. 718.301 and 720.307, F.S.; requiring a developer to comply with certain building inspection requirements and to provide a specified inspection report upon the transition of association control under certain circumstances; providing an effective date.

38-00162-22 20221780

Be It Enacted by the Legislature of the State of Florida:

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Section 1. Paragraph (a) of subsection (12) of section 718.111, Florida Statutes, is amended to read:

718.111 The association.-

- (12) OFFICIAL RECORDS.-
- (a) From the inception of the association, the association shall maintain each of the following items, if applicable, which constitutes the official records of the association:
- 1. A copy of the plans, permits, warranties, and other items provided by the developer under s. 718.301(4).
- 2. A photocopy of the recorded declaration of condominium of each condominium operated by the association and each amendment to each declaration.
- 3. A photocopy of the recorded bylaws of the association and 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.
 - 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.
- 7. A current roster of all unit owners and their mailing addresses, unit identifications, voting certifications, and, if known, telephone numbers. The association shall also maintain the e-mail addresses and facsimile numbers of unit owners consenting to receive notice by electronic transmission. The e-mail addresses and facsimile numbers are not accessible to unit

38-00162-22 20221780

owners if consent to receive notice by electronic transmission is not provided in accordance with sub-subparagraph (c)3.e. However, the association is not liable for an inadvertent disclosure of the e-mail address or facsimile number for receiving electronic transmission of notices.

- 8. All current insurance policies of the association and condominiums 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.
- 10. Bills of sale or transfer for all property owned by the association.
- 11. Accounting records for the association and separate accounting records for each condominium that the association operates. Any person who knowingly or intentionally defaces or destroys such records, or who knowingly or intentionally fails to create or maintain such records, with the intent of causing harm to the association or one or more of its members, is personally subject to a civil penalty pursuant to s. 718.501(1)(d). The accounting records must include, but are not limited to:
- a. Accurate, itemized, and detailed records of all receipts 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 on the account, and the balance due.
 - c. All audits, reviews, accounting statements, and

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38-00162-22 20221780

financial reports of the association or condominium.

- d. All contracts for work to be performed. Bids for work to be performed are also considered official records and must be maintained by the association for at least 1 year after receipt of the bid.
- 12. Ballots, sign-in sheets, voting proxies, and all other papers and electronic records relating to voting by unit owners, which must be maintained for 1 year from the date of the election, vote, or meeting to which the document relates, notwithstanding paragraph (b).
- 13. All rental records if the association is acting as agent for the rental of condominium units.
- 14. A copy of the current question and answer sheet as described in s. 718.504.
- 15. A copy of the inspection $\frac{\text{reports}}{\text{report}}$ as described in ss. 718.112(2)(p) and 718.301(4)(p) $\frac{\text{s. 718.301(4)(p)}}{\text{c. 718.301(4)(p)}}$.
 - 16. Bids for materials, equipment, or services.
- 105 17. All affirmative acknowledgments made pursuant to s. 106 718.121(4)(c).
 - 18. All other written records of the association not specifically included in the foregoing which are related to the operation of the association.
 - Section 2. Paragraph (p) is added to subsection (2) of section 718.112, Florida Statutes, to read:
 - 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:
 - (p) Building inspections.—An association must ensure

38-00162-22 20221780

compliance with the Florida Building Code.

- 1. As to a residential condominium building that is four stories or more in height and located within a one-half mile radius of the Gulf of Mexico or Atlantic coast shoreline of the state, once the building reaches 30 years of age, and every 5 years thereafter, the board must have the condominium building inspected by a licensed architect or engineer authorized to practice in this state.
- 2. In accordance with the requirements of paragraph (c), the board shall convene a board meeting within 21 days after the date of receipt of the inspection report to vote on a plan to repair the condominium building if the inspection report indicates that repairs are needed.
- 3. Within 5 days after the date of receipt of the inspection report, the board shall:
- a. Provide a copy of the report to the local authority having jurisdiction; and
- b. Make the report available for inspection by any association member or an authorized representative of such member as required under s. 718.111(12).
- 4. The association shall maintain a copy of the inspection report as part of the association's official records in accordance with s. 718.111(12).
- Section 3. Paragraph (p) of subsection (4) of section 718.301, Florida Statutes, is amended to read:
- 718.301 Transfer of association control; claims of defect by association.—
- (4) At the time that unit owners other than the developer elect a majority of the members of the board of administration

38-00162-22 20221780 146 of an association, the developer shall relinquish control of the 147 association, and the unit owners shall accept control. 148 Simultaneously, or for the purposes of paragraph (c) not more than 90 days thereafter, the developer shall deliver to the 149 150 association, at the developer's expense, all property of the unit owners and of the association which is held or controlled 151 152 by the developer, including, but not limited to, the following items, if applicable, as to each condominium operated by the 153 154 association: 155 (p) 1. A report included in the official records, under seal 156 of an architect or engineer authorized to practice in this 157 state, attesting to required maintenance, useful life, and 158 replacement costs of the following applicable common elements 159 comprising a turnover inspection report: 160 a.1. Roof. 161 b.2. Structure. 162 c.3. Fireproofing and fire protection systems. 163 d.4. Elevators. e.5. Heating and cooling systems. 164 165 f. 6. Plumbing. 166 g.7. Electrical systems. 167 h.8. Swimming pool or spa and equipment. 168 i.9. Seawalls. j. 10. Pavement and parking areas. 169 170 k. 11. Drainage systems. 171 1.12. Painting. 172 m.13. Irrigation systems. 173 2. If a residential condominium building requires an inspection under s. 718.112(2)(p) before a developer 174

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38-00162-22 20221780

relinquishes control of the association, the developer must

comply with that paragraph and provide a copy of any inspection

reports generated to the association when the developer

relinquishes control of the association.

Section 4. Paragraph (a) of subsection (2) of section 719.104, Florida Statutes, is amended to read:

719.104 Cooperatives; access to units; records; financial reports; assessments; purchase of leases.—

- (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:
- 1. The plans, permits, warranties, and other items provided by the developer pursuant to s. 719.301(4).
 - 2. A photocopy of the cooperative documents.
 - 3. A copy of the current rules of the association.
- 4. A book or books containing the minutes of all meetings of the association, of the board of directors, and of the unit owners.
- 5. A current roster of all unit owners and their mailing addresses, unit identifications, voting certifications, and, if known, telephone numbers. The association shall also maintain the e-mail addresses and the numbers designated by unit owners for receiving notice sent by electronic transmission of those unit owners consenting to receive notice by electronic transmission. The e-mail addresses and numbers provided by unit owners to receive notice by electronic transmission shall be removed from association records when consent to receive notice

38-00162-22 20221780

by electronic transmission is revoked. However, the association is not liable for an erroneous disclosure of the e-mail address or the number for receiving electronic transmission of notices.

- 6. All current insurance policies of the association.
- 7. 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.
- 8. Bills of sale or transfer for all property owned by the association.
- 9. Accounting records for the association and separate accounting records for each unit it operates, according to good accounting practices. The accounting records shall include, but not be limited to:
- a. Accurate, itemized, and detailed records of all receipts 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.
- c. All audits, reviews, accounting statements, and financial reports of the association.
- d. All contracts for work to be performed. Bids for work to be performed shall also be considered official records and shall be maintained for a period of 1 year.
- 10. Ballots, sign-in sheets, voting proxies, and all other papers and electronic records relating to voting by unit owners, which shall be maintained for a period of 1 year after the date of the election, vote, or meeting to which the document relates.

38-00162-22 20221780

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

- 12. A copy of the current question and answer sheet as described in s. 719.504.
- 237 13. All affirmative acknowledgments made pursuant to s. 719.108(3)(b)3.
 - 14. A copy of the inspection report as described in s. 719.106(1)(n).
 - $\underline{15.14.}$ All other written records of the association not specifically included in the foregoing which are related to the operation of the association.
 - Section 5. Paragraph (n) is added to subsection (1) of section 719.106, Florida Statutes, to read:
 - 719.106 Bylaws; cooperative ownership.-
 - (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:
 - (n) Building inspections.—An association must ensure compliance with the Florida Building Code.
 - 1. As to a residential cooperative building that is four stories or more in height and located within a one-half mile radius of the Gulf of Mexico or Atlantic coast shoreline of the state, once the building reaches 30 years of age, and every 5 years thereafter, the board of administration must have the building inspected by a licensed architect or engineer authorized to practice in this state.
 - 2. In accordance with the requirements of paragraph (c),
 the board of administration shall convene a board meeting within
 21 days after the date of receipt of the inspection report to

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38-00162-22 20221780

vote on a plan to repair the cooperative building if the inspection report indicates that repairs are needed.

- 3. Within 5 days after the date of receipt of the inspection report, the board of administration shall:
- a. Provide a copy of the report to the local authority having jurisdiction; and
- b. Make the report available for inspection by any association member or an authorized representative of such member as required under s. 719.104(2).
- $\underline{4.}$ The association shall maintain a copy of the inspection report as part of the association's official records in accordance with s. 719.104(2).

Section 6. Present paragraph (n) of subsection (4) of section 720.303, Florida Statutes, is redesignated as paragraph (o) and a new paragraph (n) is added to that subsection, and subsection (1) of that section is amended, to read:

720.303 Association powers and duties; meetings of board; official records; budgets; financial reporting; association funds; recalls.—

- (1) POWERS AND DUTIES.-
- (a) An association which operates a community as defined in s. 720.301, must be operated by an association that is a Florida corporation. After October 1, 1995, the association must be incorporated and the initial governing documents must be recorded in the official records of the county in which the community is located. An association may operate more than one community. The officers and directors of an association have a fiduciary relationship to the members who are served by the association. The powers and duties of an association include

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38-00162-22 20221780

those set forth in this chapter and, except as expressly limited or restricted in this chapter, those set forth in the governing documents. After control of the association is obtained by members other than the developer, the association may institute, maintain, settle, or appeal actions or hearings in its name on behalf of all members concerning matters of common interest to the members, including, but not limited to, the common areas; roof or structural components of a building, or other improvements for which the association is responsible; mechanical, electrical, or plumbing elements serving an improvement or building for which the association is responsible; representations of the developer pertaining to any existing or proposed commonly used facility; and protesting ad valorem taxes on commonly used facilities. The association may defend actions in eminent domain or bring inverse condemnation actions. Before commencing litigation against any party in the name of the association involving amounts in controversy in excess of \$100,000, the association must obtain the affirmative approval of a majority of the voting interests at a meeting of the membership at which a quorum has been attained. This subsection does not limit any statutory or common-law right of any individual member or class of members to bring any action without participation by the association. A member does not have authority to act for the association by virtue of being a member. An association may have more than one class of members and may issue membership certificates. An association of 15 or fewer parcel owners may enforce only the requirements of those deed restrictions established prior to the purchase of each parcel upon an affected parcel owner or owners.

38-00162-22 20221780

(b) An association must ensure compliance with the Florida Building Code.

- 1. As to a building for which the association is responsible, which is four stories or more in height and located within one-half mile radius of the Gulf of Mexico or Atlantic coast shoreline of the state, once the building reaches 30 years of age, and every 5 years thereafter, the board of administration must have the building inspected by a licensed architect or engineer authorized to practice in this state.
- 2. In accordance with the requirements of subsection (2), the board of administration shall convene a board meeting within 21 days after the date of receipt of the inspection report to vote on a plan to repair the building if the inspection report indicates that repairs are needed.
- 3. Within 5 days after the date of receipt of the inspection report, the board of administration shall:
- a. Provide a copy of the report to the local authority having jurisdiction; and
- b. Make the report available for inspection by any parcel owner as required under subsection (5).
- 4. The association shall maintain a copy of the inspection report as part of the association's official records in accordance with subsection (5).
- (4) OFFICIAL RECORDS.—The association shall maintain each of the following items, when applicable, which constitute the official records of the association:
- (n) A copy of the inspection report as described in paragraph (1)(b).
 - Section 7. Paragraph (u) is added to subsection (4) of

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38-00162-22 20221780

section 720.307, Florida Statutes, to read:

720.307 Transition of association control in a community.— With respect to homeowners' associations:

- (4) At the time the members are entitled to elect at least a majority of the board of directors of the homeowners' association, the developer shall, at the developer's expense, within no more than 90 days deliver the following documents to the board:
- (u) If a building for which the association is responsible requires an inspection under s. 720.303(1)(b) before a developer relinquishes control of the association, the developer must comply with s. 720.303(1)(b) and provide a copy of any such inspection reports to the association when the developer relinquishes control of the association.

Section 8. This act shall take effect July 1, 2022.