

Civil Justice & Courts Policy Committee

Tuesday, February 2, 2010 8:00 AM - 9:45 AM Reed Hall (102 HOB)

Action Packet

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)

Summary:

Civil Justice & Courts Policy Committee

Tuesday February 02, 2010 08:00 am

HB 285 Favorable With Committee Substitute Yeas: 10 Nays: 3

HB 329 Temporarily Deferred

HB 561 Favorable With Committee Substitute

Yeas: 11 Nays: 2

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)

Attendance:

	Present	Absent	Excused
Carl Domino (Chair)	X		
Eric Eisnaugle	X		
Adam M. Fetterman	×		
Anitere Flores	X		
James Frishe	X		
Audrey Gibson	X		
Eduardo Gonzalez	X		
Tom Grady	×		
Dave Murzin	X		
H. Marlene O'Toole	×		
Ralph Poppell	X		
Darren Soto	X		
Michael Weinstein	X		
Totals:	13	0	0

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)
HB 285: Parental Authority

X Favorable With Committee Substitute

	Yea	Nay	No Vote	Absentee Yea	Absentee Nay
Eric Eisnaugle	X				
Adam M. Fetterman		X			
Anitere Flores	X				
James Frishe	X	, , , , , , , , , , , , , , , , , , , ,			
Audrey Gibson		X			
Eduardo Gonzalez		X			
Tom Grady	X				
Dave Murzin	X				
H. Marlene O'Toole	X				
Ralph Poppell	X				
Darren Soto	X				
Michael Weinstein	X				
Carl Domino (Chair)	X				
	Total Yeas: 10	Total Nays: 3	3		

Appearances:

Parental Authority (Bill & Amendment)
Michael A. Haggard, FJA President - Opponent
Florida Justice Association
13505 SW 73rd Ave
Miami Florida 33156
Phone: 786-506-9946

Parental Authority (Bill & Amendment) Stacey Webb (Lobbyist) - Proponent Associated Industries of Florida 120 South Monroe Tallahassee Florida 32301

Phone: 850-671-4401

Parental Authority (Bill & Amendment)

Maritza Delgado - Opponent Crime Victims Resource Network 782 NW 42 Avenue, #343 Miami Florida 33156

Phone: 786-231-4870

Parental Authority (Bill & Amendment) William Large (Lobbyist) - Proponent Florida Justice Refore Institute 210 S. Monroe Street Tallahassee Florida 32301

Phone: 850-222-0170

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)

Parental Authority

Winn Peeples (Lobbyist) - Proponent

Unlimited Sports/Florida Motorcycle Dealers Assoc.

207 West Park Avenue, Suite B Tallahassee Florida 32301

Phone: 850-524-2038

Parental Authority (Bill & Amendment)

Samantha Hunter Padgett, Deputy General Counsel (Lobbyist) - Proponent

Florida Retail Federation 227 S. Adams Street Tallahassee Florida 32301

Phone: 850-222-4082

Parental Authority (Bill & Amendment)

Warren Husband (Lobbyist) - Proponent

Florida Chamber of Commerce

PO Box 10909

Tallahassee Florida 32302

Phone: 850-205-9000

Parental Authority

Jim Brainerd, Attorney (Lobbyist) - Information Only

Florida Assoc. of Insurance Agents

2814 Rabbit Hill Road

Tallahassee Florida 32308

Phone: 850-508-6716

Parental Authority

Bob Harris (Lobbyist) - Proponent

Diving Equipment & Marketing Assn

2618 Centennial Place

Tallahassee Florida 32308

Phone: 850-222-0720

Parental Authority

David Cullen (Lobbyist) - Opponent

Advocacy Institute for Children

1674 University Pkwy

Sarasota Florida 34243

Phone: 941-323-2404

Print Date: 2/2/2010 2:19 pm Leagis ® Page 4 of 8

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COUNCIL/COMMITTEE ACTION ADOPTED ADOPTED AS AMENDED ADOPTED W/O OBJECTION FAILED TO ADOPT WITHDRAWN OTHER CY/N ACOPTEC WHO OBJECTION (Y/N) ACOPTEC WHO OBJECTION (Y/N) ACOPTEC WHO OBJECTION (Y/N) (Y/N) OTHER

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Horner offered the following:

Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Paragraph (g) of subsection (1) and subsection (3) of section 549.09, Florida Statutes, are amended to read:

549.09 Motorsport nonspectator liability release.

- (1) As used in this section:
- (g) "Nonspectators" means event participants who have signed a motorsport liability release, including a minor if the minor's parent or guardian has also signed the release.
- (3) (a) A motorsport liability release may be signed by more than one person if so long as the release form appears on each page, or side of a page, which is signed. A motorsport liability release shall be printed in 8 point type or larger.
- (b) A release signed by a minor is valid if the release is also signed by the minor's parent or guardian.

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Section 2. Subsection (2) of section 744.301, Florida Statutes, is amended to read:

744.301 Natural guardians.-

- (2) (a) Natural guardians are authorized, on behalf of any of their minor children, to:
- 1.(a) Settle and consummate a settlement of any claim or cause of action accruing to any of their minor children for damages to the person or property of any of said minor children;
- 2.(b) Collect, receive, manage, and dispose of the proceeds of any such settlement;
- 3.(c) Collect, receive, manage, and dispose of any real or personal property distributed from an estate or trust;
- 4.(d) Collect, receive, manage, and dispose of and make elections regarding the proceeds from a life insurance policy or annuity contract payable to, or otherwise accruing to the benefit of, the child; and
- 5.(e) Collect, receive, manage, dispose of, and make elections regarding the proceeds of any benefit plan as defined by s. 710.102, of which the minor is a beneficiary, participant, or owner, without appointment, authority, or bond, when the amounts received, in the aggregate, do not exceed \$15,000.
- (b) In addition to the authority granted in paragraph (a), natural guardians are authorized, on behalf of any of their minor children, to waive and release, in advance, any claim or cause of action that would accrue to any of their minor children to the same extent that any adult may do so on his or her own behalf.

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- 1. No waiver and release under this paragraph shall relieve a released party of liability for injuries sustained by a minor child for the released party's intentional misconduct, including any act of sexual misconduct committed against the minor child. As used in this paragraph "intentional misconduct" means that the released party had actual knowledge of the wrongfulness of the conduct and the high probability that injury to the minor child would result and, despite that knowledge, pursued a course of conduct resulting in injury.
- 2. No waiver and release under this paragraph shall relieve a released party of liability for injuries sustained by a minor child for the released party's gross negligence if such gross negligence is established by clear and convincing evidence. As used in this paragraph, "gross negligence" means conduct by act or omission so reckless or wanting in care that it constituted a conscious disregard or indifference to the life or safety of the minor child. In any civil action, no claim or cause of action under this subparagraph shall be permitted unless there is, along with the initial pleading, a reasonable showing by evidence in the record or proffered by the claimant that would provide a reasonable basis for stating a cause of action for gross negligence.
- 3. Liability that has been established for injuries sustained by a minor child under the circumstances described in subparagraphs 1. or 2. may not be imposed against an employer, principal, corporation, or other legal entity for the conduct of its employee or agent unless the claimant establishes, by clear and convincing evidence, that:

- a. The employer, principal, corporation, or other legal entity actively and knowingly participated in the employee's or agent's conduct;
- b. The officers or directors of the employer, principal, corporation, or other legal entity knowingly condoned, ratified, or consented to the employee's or agent's conduct; or
- The employer, principal, corporation, or other legal entity engaged in conduct that constituted intentional misconduct or gross negligence and contributed to the injuries suffered by the minor child.

Section 3. This act shall take effect July 1, 2010.

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TITLE AMENDMENT

Remove the entire title and insert:

A bill to be entitled

An act relating to parental authority; amending s. 549.09, F.S.; providing that a motorsport liability release signed by a minor is valid if the release is also signed by the minor's parent or quardian; amending s. 744.301, F.S.; authorizing natural guardians to waive and release, in advance, any claim or cause of action that would accrue to any of their minor children to the same extent that any adult may do so on his or her own behalf; providing that such waiver and release shall not relieve a party of liability for any acts of intentional misconduct committed against the minor child; providing that such waiver and

COUNCIL/COMMITTEE AMENDMENT

Bill No. HB 285 (2010)

Amen	dme	nt	No	_	1

release shall not relieve a party of liability for gross negligence against a minor child; specifying circumstances under which an employer, principal, corporation or other legal entity may be liable for injuries sustained by a minor child by conduct of an employee or agent; providing an effective date.

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HOUSE OF REPRESENTATIVES

Council/Committee on	Civil :	Justice & Courts	Policy Committee
Date 2-2-10	Action	1	int
HOUSE AMENDMENT (may be used in Counc		TING PURPOSES ONLY but <u>not</u> on House Floor)	r (vila) dob
Amendment No. 2		Bill No	2,4
(For filing with the Clerk, Council, Committee and Men			
Representative(s)/The Council/Commit	tee on	Soto/ Civ	il Justice
and courts po	licy Co	immittee	
offered the following amendment:			0 HB285
Amendment:			
on page, line(s) <u>58</u> -	-84,	
"a minor child.	that c	are not caus	sed by
an inherent rist	c of s	said activity.	"Inherent
risk of said ac	tivity"	means those ,	dangers
or conditions wh	ich ar	e an integro	1 part
of the activity	partici	oated in, incli	iding,
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(a) those dangers	00 00	anditions which	h cannot
be avoided by ta-	•		
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reusonable person u			
In such activ		***************************************	

Copy to Council/Committee Administrative Assistant

FORMER DISNEY EMPLOYEES ARRESTED FOR POSSESSING AND/OR ENGAGING IN CHILD PORNOGRAPHY



Charles Hurrey



Andrew Neston



Tony Guerra



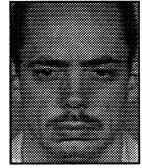
Paul Fazio



Michael T. Bott



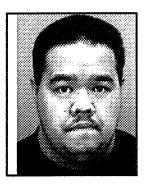
Timothy Lillo



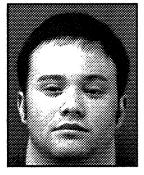
Michael Chartrand



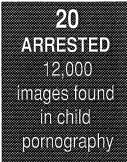
Christian Johnson



Kaulana Hirakawa



Adrijk Duran





Rodney Dillon



BY PURCHASING A TICKET

ANY NEGLIGENCE AGAINST A CHILD

IS WAIVED!!!

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)

HB 329 : Condominium Foreclosures

X Temporarily Deferred

Phone: 850-385-7900

Print Date: 2/2/2010 2:19 pm

Appearances:

Condominium Foreclosures
Alice Vickers, Attorney (Lobbyist) - Opponent
Florida Legal Services, Inc.
2425 Torreya Drive
Tallahassee Florida 32303

COUNCIL/COMMITTEE	ACTION	al 6-24
ADOPTED	(Y/N)	Adopted objection
ADOPTED AS AMENDED	(Y/N)	Mon
ADOPTED W/O OBJECTION	/(Y/N)	2-2-10
FAILED TO ADOPT	(Y/N)	118 329 TP-
WITHDRAWN	(Y/N)	DOST PORTO
OTHER		2-2-10

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative Robaina offered the following:

Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Subsection (4) is added to section 83.46, Florida Statutes, to read:

83.46 Rent; duration of tenancies.-

(4) (a) If assessments upon a condominium unit subject to a rental agreement are delinquent for more than 30 days, the association may require the tenant to pay the association any moneys the unit owner landlord owes the association, not to exceed the amount of moneys the tenant owes the unit owner landlord during the pendency of the rental agreement. Any payment made by the tenant to the association shall be credited to the unit owner landlord's account with the condominium association.

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- (b) If a unit is subject to a rental agreement, and if a unit or the unit owner's monetary obligations to the association become delinquent, the unit's tenant is jointly and severally liable with the unit and unit owner for the unit and unit owner's monetary obligations to the association.
- 1. The tenant's monetary obligations to the association include, but are not limited to, all assessments and installments, late charges, collection costs, attorney's fees and court costs, and other monetary obligations from the unit owner to the association, and any interest thereon, that come due against the unit or the unit owner from the date of the association's notice to the tenant, and accruing to the date all the monetary obligations are paid in full, regardless of whether the lease is terminated or otherwise concluded. In addition to all other remedies, the association may enforce the tenant's liability by evicting the tenant, either in the association's name or in the name of the unit owner, and by suspending the unit's right to utilize common elements other than those necessary for ingress and egress.
- 2. The liability of a tenant is limited to the amount of moneys due from the tenant to the unit owner. However, a tenant's prepayment of a lease obligation does not excuse the tenant for liability for the amount of the prepayment unless the prepayment is either expressly stated in the lease or is for an installment of monthly rent as expressly provided in the lease and paid within 5 days after the installment due date, and the tenant provides the association proof of payment in the form of a canceled check.

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3. Upon the association's notice to the tenant, the tenant shall pay all moneys, whether as rent or otherwise, owed pursuant to the lease, directly to the association until payment of the monetary obligations due and accruing from the unit owner to the association are paid in full, for which the unit owner, contingent upon the unit owner's default, transfers, assigns, conveys, sets over, and delivers to the association all moneys, whether as rent or otherwise, owed under the lease with the right, but without the obligation, to collect all of such moneys that may come due under the lease.

Section 2. Section 627.714, Florida Statutes, is created to read:

627.714 Residential condominium unit owner coverage; loss assessment coverage required; excess coverage provision required.-For policies issued or renewed on or after July 1, 2010, coverage under a unit owner's residential property policy shall include property loss assessment coverage of at least \$2,000 for all assessments made as a result of the same direct loss to the property, regardless of the number of assessments, owned by all members of the association collectively when such loss is of the type of loss covered by the unit owner's residential property insurance policy, to which a deductible shall apply of no more than \$250 per direct property loss. If a deductible was or will be applied to other property loss sustained by the unit owner resulting from the same direct loss to the property, no deductible shall apply to the loss assessment coverage. Every individual unit owner's residential property policy must contain a provision stating that the

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coverage afforded by such policy is excess coverage over the amount recoverable under any other policy covering the same property.

Section 3. Subsection (6) is added to section 718.106, Florida Statutes, to read:

718.106 Condominium parcels; appurtenances; possession and enjoyment.-

- Notwithstanding the provisions of this section, if a condominium unit is in foreclosure and the unit has unpaid assessments of 90 days or more, the association may, but is not required to, take one or more of the following actions:
- Deny any owner or tenant the right to occupy the condominium unit.
- (b) Deny any owner or tenant of the unit the use of the common areas. However, this paragraph shall not prevent any owner or tenant from using the common areas in order to leave the premises.
- Deny any owner or tenant of the unit use of recreational facilities.
- Deny any owner or tenant of the unit the use of a marina space, which may be enforced by towing of the vessel at the expense of the owner.
 - Deny any owner of his or her voting rights.

Notwithstanding any provision of this subsection, if a tenant is paying a fair market rent and the tenant pays the entire rental amount due for a rental period to the association, the association may not deny the tenant under this subsection the

right to occupy the unit, the use of common areas, the use of recreational facilities, or the use of parking areas during such rental period. Any rent paid by the tenant to the association shall be credited to the landlord's account with the condominium association for that unit pursuant to s. 83.46(4).

Section 4. Paragraphs (a), (b), (c), (d), (f), (g), (j), and (n) of subsection (11) of section 718.111, Florida Statutes, are amended to read:

718.111 The association.-

- (11) INSURANCE.—In order to protect the safety, health, and welfare of the people of the State of Florida and to ensure consistency in the provision of insurance coverage to condominiums and their unit owners, this subsection applies to every residential condominium in the state, regardless of the date of its declaration of condominium. It is the intent of the Legislature to encourage lower or stable insurance premiums for associations described in this subsection.
- (a) Adequate <u>property</u> hazard insurance, regardless of any requirement in the declaration of condominium for coverage by the association for full insurable value, replacement cost, or similar coverage, shall be based upon the replacement cost of the property to be insured as determined by an independent insurance appraisal or update of a prior appraisal. The replacement cost <u>full insurable value</u> shall be determined at least once every 36 months.
- 1. An association or group of associations may provide adequate property hazard insurance through a self-insurance fund that complies with the requirements of ss. 624.460-624.488.

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- The association may also provide adequate property hazard insurance coverage for a group of no fewer than three communities created and operating under this chapter, chapter 719, chapter 720, or chapter 721 by obtaining and maintaining for such communities insurance coverage sufficient to cover an amount equal to the probable maximum loss for the communities for a 250-year windstorm event. Such probable maximum loss must be determined through the use of a competent model that has been accepted by the Florida Commission on Hurricane Loss Projection Methodology. No policy or program providing such coverage shall be issued or renewed after July 1, 2008, unless it has been reviewed and approved by the Office of Insurance Regulation. The review and approval shall include approval of the policy and related forms pursuant to ss. 627.410 and 627.411, approval of the rates pursuant to s. 627.062, a determination that the loss model approved by the commission was accurately and appropriately applied to the insured structures to determine the 250-year probable maximum loss, and a determination that complete and accurate disclosure of all material provisions is provided to condominium unit owners prior to execution of the agreement by a condominium association.
- 3. When determining the adequate amount of <u>property hazard</u> insurance coverage, the association may consider deductibles as determined by this subsection.
- (b) If an association is a developer-controlled association, the association shall exercise its best efforts to obtain and maintain insurance as described in paragraph (a). Failure to obtain and maintain adequate property hazard

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insurance during any period of developer control constitutes a breach of fiduciary responsibility by the developer-appointed members of the board of directors of the association, unless the members can show that despite such failure, they have made their best efforts to maintain the required coverage.

- (c) Policies may include deductibles as determined by the board.
- 1. The deductibles shall be consistent with industry standards and prevailing practice for communities of similar size and age, and having similar construction and facilities in the locale where the condominium property is situated.
- 2. The deductibles may be based upon available funds, including reserve accounts, or predetermined assessment authority at the time the insurance is obtained.
- 3. The board shall establish the amount of deductibles based upon the level of available funds and predetermined assessment authority at a meeting of the board. Such meeting shall be open to all unit owners in the manner set forth in s. 718.112(2)(e). The notice of such meeting must state the proposed deductible and the available funds and the assessment authority relied upon by the board and estimate any potential assessment amount against each unit, if any. The meeting described in this paragraph may be held in conjunction with a meeting to consider the proposed budget or an amendment thereto.
- (d) An association controlled by unit owners operating as a residential condominium shall use its best efforts to obtain and maintain adequate <u>property</u> insurance to protect the association, the association property, the common elements, and

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the condominium property that is required to be insured by the association pursuant to this subsection.

- (f) Every <u>property</u> hazard insurance policy issued or renewed on or after January 1, 2009, for the purpose of protecting the condominium shall provide primary coverage for:
- 1. All portions of the condominium property as originally installed or replacement of like kind and quality, in accordance with the original plans and specifications.
- 2. All alterations or additions made to the condominium property or association property pursuant to s. 718.113(2).
- 3. The coverage shall exclude all personal property within the unit or limited common elements, and floor, wall, and ceiling coverings, electrical fixtures, appliances, water heaters, water filters, built-in cabinets and countertops, and window treatments, including curtains, drapes, blinds, hardware, and similar window treatment components, or replacements of any of the foregoing which are located within the boundaries of the unit and serve only such unit. Such property and any insurance thereupon shall be the responsibility of the unit owner.
- requirements of s. 627.714. Every hazard insurance policy issued or renewed on or after January 1, 2009, to an individual unit owner must contain a provision stating that the coverage afforded by such policy is excess coverage over the amount recoverable under any other policy covering the same property. Such policies must include special assessment coverage of no less than \$2,000 per occurrence. An insurance policy issued to an individual unit owner providing such coverage does not

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provide rights of subrogation against the condominium association operating the condominium in which such individual's unit is located.

1. All improvements or additions to the condominium property that benefit fewer than all unit owners shall be insured by the unit owner or owners having the use thereof, or may be insured by the association at the cost and expense of the unit owners having the use thereof.

2. The association shall require each owner to provide evidence of a currently effective policy of hazard and liability insurance upon request, but not more than once per year. Upon the failure of an owner to provide a certificate of insurance issued by an insurer approved to write such insurance in this state within 30 days after the date on which a written request is delivered, the association may purchase a policy of insurance on behalf of an owner. The cost of such a policy, together with reconstruction costs undertaken by the association but which are the responsibility of the unit owner, may be collected in the manner provided for the collection of assessments in s. 718.116.

1.3. All reconstruction work after a property casualty loss shall be undertaken by the association except as otherwise authorized in this section. A unit owner may undertake reconstruction work on portions of the unit with the prior written consent of the board of administration. However, such work may be conditioned upon the approval of the repair methods, the qualifications of the proposed contractor, or the contract that is used for that purpose. A unit owner shall obtain all

Amendment No. 1 required governmental permits and approvals prior to commencing reconstruction.

- 2.4. Unit owners are responsible for the cost of reconstruction of any portions of the condominium property for which the unit owner is required to carry property casualty insurance, and any such reconstruction work undertaken by the association shall be chargeable to the unit owner and enforceable as an assessment pursuant to s. 718.116. The association must be an additional named insured and loss payer on all casualty insurance policies issued to unit owners in the condominium operated by the association.
- 3.5. A multicondominium association may elect, by a majority vote of the collective members of the condominiums operated by the association, to operate such condominiums as a single condominium for purposes of insurance matters, including, but not limited to, the purchase of the property hazard insurance required by this section and the apportionment of deductibles and damages in excess of coverage. The election to aggregate the treatment of insurance premiums, deductibles, and excess damages constitutes an amendment to the declaration of all condominiums operated by the association, and the costs of insurance shall be stated in the association budget. The amendments shall be recorded as required by s. 718.110.
- (j) Any portion of the condominium property required to be insured by the association against <u>property casualty</u> loss pursuant to paragraph (f) which is damaged by casualty shall be reconstructed, repaired, or replaced as necessary by the association as a common expense. All <u>property hazard</u> insurance

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deductibles, uninsured losses, and other damages in excess of property hazard insurance coverage under the property hazard insurance policies maintained by the association are a common expense of the condominium, except that:

- 1. A unit owner is responsible for the costs of repair or replacement of any portion of the condominium property not paid by insurance proceeds, if such damage is caused by intentional conduct, negligence, or failure to comply with the terms of the declaration or the rules of the association by a unit owner, the members of his or her family, unit occupants, tenants, guests, or invitees, without compromise of the subrogation rights of any insurer as set forth in paragraph (g).
- 2. The provisions of subparagraph 1. regarding the financial responsibility of a unit owner for the costs of repairing or replacing other portions of the condominium property also apply to the costs of repair or replacement of personal property of other unit owners or the association, as well as other property, whether real or personal, which the unit owners are required to insure under paragraph (g).
- 3. To the extent the cost of repair or reconstruction for which the unit owner is responsible under this paragraph is reimbursed to the association by insurance proceeds, and, to the extent the association has collected the cost of such repair or reconstruction from the unit owner, the association shall reimburse the unit owner without the waiver of any rights of subrogation.
- 4. The association is not obligated to pay for reconstruction or repairs of property casualty losses as a

common expense if the <u>property casualty</u> losses were known or should have been known to a unit owner and were not reported to the association until after the insurance claim of the association for that <u>property casualty</u> was settled or resolved with finality, or denied on the basis that it was untimely filed.

(n) The association is not obligated to pay for any reconstruction or repair expenses due to property casualty loss to any improvements installed by a current or former owner of the unit or by the developer if the improvement benefits only the unit for which it was installed and is not part of the standard improvements installed by the developer on all units as part of original construction, whether or not such improvement is located within the unit. This paragraph does not relieve any party of its obligations regarding recovery due under any insurance implemented specifically for any such improvements.

Section 5. Paragraph (h) is added to subsection (1) of section 718.116, Florida Statutes, and subsection (2) of that section is amended, to read:

718.116 Assessments; liability; lien and priority; interest; collection; rent during foreclosure.—

(1)(a) A unit owner, regardless of how his or her title has been acquired, including by purchase at a foreclosure sale or by deed in lieu of foreclosure, is liable for all assessments which come due while he or she is the unit owner. Additionally, a unit owner is jointly and severally liable with the previous owner for all unpaid assessments that came due up to the time of transfer of title. This liability is without prejudice to any

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Amendment No. 1

right the owner may have to recover from the previous owner the amounts paid by the owner.

- (b) The liability of a first mortgagee or its successor or assignees who acquire title to a unit by foreclosure or by deed in lieu of foreclosure for the unpaid assessments that became due prior to the mortgagee's acquisition of title is limited to the lesser of:
- 1. The unit's unpaid common expenses and regular periodic assessments which accrued or came due during the 6 months immediately preceding the acquisition of title and for which payment in full has not been received by the association; or
- 2. One percent of the original mortgage debt. The provisions of this paragraph apply only if the first mortgagee joined the association as a defendant in the foreclosure action. Joinder of the association is not required if, on the date the complaint is filed, the association was dissolved or did not maintain an office or agent for service of process at a location which was known to or reasonably discoverable by the mortgagee.
- (h) Where it is anticipated that the assessments owed by a unit will in the near future be limited by paragraph (b), the board of administration may elect to negotiate with, and accept from, the first mortgagee or his or her successor or assignee a payment in full settlement of the future obligation that is less than the sum that will be due in the future as limited by paragraph (b). The settlement shall only limit the obligations owed by the unit should the mortgagee or his or her successor or assignee acquire title to the unit in the foreclosure case pending at the time of the settlement. A settlement or agreement

Amendment No. 1 under this paragraph does not limit the amount due from a unit owner under paragraph (a).

The liability for assessments may not be avoided by (2) waiver of the use or enjoyment of any common element, denial of the use or enjoyment of the unit, denial of the use or enjoyment of any common element, or by abandonment of the unit for which the assessments are made.

Section 6. This act shall take effect July 1, 2010.

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TITLE AMENDMENT

Remove the entire title and insert:

A bill to be entitled

An act relating to condominium associations; amending s. 83.46, F.S.; requiring certain condominium unit tenants to pay moneys owed on behalf of the unit to the association; providing liability; providing a tenant's obligations to the association; creating s. 627.714, F.S.; requiring that coverage under a unit owner's policy for certain assessments include at least a minimum amount of loss assessment coverage; requiring that every property insurance policy issued to an individual unit owner contain a specified provision; amending s. 718.106, F.S.; providing condominium associations with certain powers relating to owners and tenants of a unit in foreclosure and more than 90 days delinquent; providing an exception

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382 for a tenant who pays the rent directly to the 383 association; amending s. 718.111, F.S.; requiring that 384 adequate property insurance be based upon the replacement 385 cost of the property to be insured as determined by an 386 independent appraisal or update of a prior appraisal; 387 requiring that such replacement cost be determined at 388 least once within a specified period; providing means by 389 which an association may provide adequate property 390 insurance; providing requirements for such coverage for a 391 group of communities covering their probable maximum loss 392 for a specified windstorm event; authorizing an 393 association to consider deductibles when determining an 394 adequate amount of property insurance; providing that 395 failure to maintain adequate property insurance *3*96 constitutes a breach of fiduciary duty by the members of 397 the board of directors of an association; revising the 398 procedures for the board to establish the amount of 399 deductibles; requiring that an association controlled by 400 unit owners operating as a residential condominium use its 401 best efforts to obtain and maintain adequate property 402 insurance to protect the association and certain property; 403 requiring that every property insurance policy issued or 404 renewed on or after a specified date provide certain 405 coverage; excluding certain items from such requirement; 406 providing that excluded items and any insurance thereupon 407 are the responsibility of the unit owner; requiring that 408 condominium unit owners' policies conform to certain provisions of state law; deleting provisions relating to 409

COUNCIL/COMMITTEE AMENDMENT

Bill No. HB 329 (2010)

Amendment No. 1

certain hazard and casualty insurance policies; conforming provisions to changes made by the act; amending s. 718.116, F.S.; authorizing the board of administration to settle the future obligation of a lender to pay prior assessments owed; specifying that such settlement does not limit the personal liability of the unit owner; specifying additional circumstances for which liability for assessments may not be avoided; providing an effective date.

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)
HB 561: Condominiums

X Favorable With Committee Substitute

	Yea	Nay	No Vote	Absentee Yea	Absentee Nay
Eric Eisnaugle	X				
Adam M. Fetterman		X			
Anitere Flores	X				
James Frishe	X				
Audrey Gibson	X				
Eduardo Gonzalez	X				
Tom Grady	X				
Dave Murzin	X				
H. Marlene O'Toole	X				
Raiph Poppell	X				
Darren Soto		X			
Michael Weinstein	X				
Carl Domino (Chair)	X				
	Total Yeas: 11	Total Nays: 2	2		

Appearances:

Condominiums

Yeline Goin, Attorney (Lobbyist) - Proponent Community Association Leadership Lobby

Phone: 850-284-2460

Condominiums

Travis Moore (Lobbyist) - Proponent Community Associations Institute P.O. Box 781

Largo Florida 33779 Phone: 727-421-6902

Condominiums

David Hart, VP Gov't Affairs (Lobbyist) - Proponent

FHBA

201 E. Park Avenue Tallahassee Florida Phone: 850-224-4316

Condominiums

John Gatlin, Deputy Chief - Opponent

Florida Fire Chiefs Assoc 327 N. Adams Street Tallahassee Florida 32301 Phone: 850-891-6600

Print Date: 2/2/2010 2:19 pm

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)
Condominiums (Amendment)
Jim Brainerd, Attorney (Lobbyist) - Proponent
Florida Association of Insurance Agents
2814 Rabbit Hill Road
Tallahassee Florida 32308

Phone: 850-508-6716

Committee meeting was reported out: Tuesday, February 02, 2010 2:19:03PM

Print Date: 2/2/2010 2:19 pm Leagis ® Page 7 of 8

Adopted w/out objection a-2-10 (Y/N) ADOPTED ADOPTED AS AMENDED (Y/N) $\frac{1}{\sqrt{(X/N)}}$ ADOPTED W/O OBJECTION

FAILED TO ADOPT (Y/N)(Y/N)WITHDRAWN

COUNCIL/COMMITTEE ACTION

OTHER

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Bogdanoff offered the following:

Amendment

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Remove lines 144-148 and insert:

(13) A condominium that is less than three stories in height and has an exterior means of egress corridor is exempt from installing a manual fire alarm system as required in s. 9.6 of the most recent edition of the Life Safety Code adopted in the Florida Fire Prevention Code, or as same may be amended or renumbered.

Page 1 of 1

COUNCIL/COMMITTEE ACTION

ADOPTED	(Y/N)	
ADOPTED AS AMENDED	(Y/N)	Assorted what
ADOPTED W/O OBJECTION	\bigvee (Y/N)	Acopted w/aut objection
FAILED TO ADOPT	(Y/N)	2-2-10
WITHDRAWN	(Y/N)	

OTHER ____

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Bogdanoff offered the following:

Amendment

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Remove line 452 and insert: otherwise permitted by the bylaws. In the event that the bylaws governing documents

COUNCIL/COMMITTEE ACTION

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FAILED TO ADOPT	(Y/N)	objection,
WITHDRAWN	(Y/N)	2-2-10
OTHER	emperoration of contains	

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Bogdanoff offered the following:

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Remove line 598 and insert:

from service on the board. Notwithstanding the foregoing, a director shall not be automatically removed from the board if the director's failure to provide the completed education certificate results from a failure of the education provider to timely provide it. The secretary shall cause the

COUNCIL/COMMITTEE ACTION

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FAILED TO ADOPT	<u>/</u> (Y/N)	obection
WITHDRAWN	(Y/N)	
OTHER		2-2-10

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Bogdanoff offered the following:

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Remove lines 680-703 and insert:

of common areas with a sprinkler system or any other form of engineered lifesafety system before the end of 2019 2014.

1. A vote to forego retrofitting may be obtained by limited proxy or by a ballot personally cast at a duly called membership meeting, or by execution of a written consent by the member, and shall be effective upon the recording of a certificate attesting to such vote in the public records of the county where the condominium is located. The association shall mail, or hand deliver, or electronically transmit to each unit owner written notice at least 14 days prior to such membership meeting in which the vote to forego retrofitting of the required fire sprinkler system or any other form of engineered lifesafety system is to take place. Within 30 days after the association's

opt-out vote, notice of the results of the opt-out vote shall be mailed, or hand delivered, or electronically transmitted to all unit owners. Evidence of compliance with this 30-day notice shall be made by an affidavit executed by the person providing the notice and filed among the official records of the association. After such notice is provided to each owner, a copy of such notice shall be provided by the current owner to a new owner prior to closing and shall be provided by a unit owner to a renter prior to signing a lease.

2. If there has been a previous vote approving the association to forego retrofitting, a vote to require retrofitting may be obtained at a special meeting of the unit owners called by a petition of least 10 percent of the voting interests. Such a vote may only be called for once every 3 years. Notice

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COUNCIL/COMMITTEE	ACTION	
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ADOPTED W/O OBJECTION	(Y/N)	w/out
FAILED TO ADOPT	(Y/N)	objection
WITHDRAWN	(Y/N)	2-2-10
OTHER	Witness comments appropriate	

Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Bogdanoff offered the following:

Amendment (with title amendment)

Between lines 119-120, insert:

Section 1. Subsection (5) of section 719.1055, Florida Statutes, is amended to read:

719.1055 Amendment of cooperative documents; alteration and acquisition of property.--

compliance from a licensed electrical contractor or electrician may be accepted by the association's board as evidence of compliance of the cooperative units with the applicable fire and life safety code. Notwithstanding the provisions of chapter 633 or of any other code, statute, ordinance, administrative rule, or regulation, or any interpretation of the foregoing, a cooperative or unit owner is not obligated to retrofit the common elements, common areas, association-owned property, or

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units of a residential cooperative with a fire sprinkler system or any other form of engineered life safety system in a building that has been certified for occupancy by the applicable governmental entity, if the unit owners have voted to forego such retrofitting and engineered life safety system by the affirmative vote of two-thirds of all voting interests in the affected cooperative. However, a cooperative may not forego the retrofitting with a fire sprinkler system of common areas in a high-rise building. For purposes of this subsection, the term "high-rise building" means a building that is greater than 75 feet in height where the building height is measured from the lowest level of fire department access to the floor of the highest occupiable story. For purposes of this subsection, the term "common areas" means any enclosed hallway, corridor, lobby, stairwell, or entryway. In no event shall the local authority having jurisdiction require completion of retrofitting of common areas with a sprinkler system or other form of engineered lifesafety system before the end of 2019 2014.

(a) A vote to forego retrofitting may be obtained by limited proxy or by a ballot personally cast at a duly called membership meeting, or by execution of a written consent by the member, and shall be effective upon the recording of a certificate attesting to such vote in the public records of the county where the cooperative is located. The association shall mail, or hand deliver, or electronically transmit to each unit owner written notice at least 14 days prior to such membership meeting in which the vote to forego retrofitting of the required fire sprinkler system or any other form of engineered lifesafety

system is to take place. Within 30 days after the association's opt-out vote, notice of the results of the opt-out vote shall be mailed, or hand delivered, or electronically transmitted to all unit owners. Evidence of compliance with this 30-day notice shall be made by an affidavit executed by the person providing the notice and filed among the official records of the association. After such notice is provided to each owner, a copy of such notice shall be provided by the current owner to a new owner prior to closing and shall be provided by a unit owner to a renter prior to signing a lease.

(b) If there has been a previous vote approving the association to forego retrofitting, a vote to require retrofitting may be obtained at a special meeting of the unit owners called by a petition of least 10 percent of the voting interests. Such a vote may only be called for once every 3 years. Notice shall be provided as required for any regularly called meeting of the unit owners, and the notice shall state the purpose of the meeting. Electronic transmission may not be used as a method of giving notice of a meeting called in whole or in part for this purpose.

(c) (b) As part of the information collected annually from cooperatives, the division shall require associations to report the membership vote and recording of a certificate under this subsection and, if retrofitting has been undertaken, the perunit cost of such work. The division shall annually report to the Division of State Fire Marshal of the Department of Financial Services the number of cooperatives that have elected to forego retrofitting.

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 TITLE AMENDMENT

Remove line 2 and insert:

An act relating to community associations; amending s. 719.1055, F.S.; deleting a provision prohibiting an association from foregoing the retrofitting with a fire sprinkler system of common areas in a high-rise building; prohibiting local authorities having jurisdiction from requiring retrofitting with a sprinkler system or other engineered lifesafety system before a specified date; providing requirements for a special meeting of unit owners that may be called every 3 years in order to vote to require retrofitting of the sprinkler system or other engineered lifesafety system; providing meeting notice requirements; creating s. 627.714,

COUNCIL/COMMITTEE ACTION

ADOPTED	 (Y/N)
ADOPTED AS AMENDED	 (Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	 (Y/N)
WITHDRAWN	(Y/N)

Adopted wlout objection 2-2-10

OTHER

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Council/Committee hearing bill: Civil Justice & Courts Policy Committee

Representative(s) Bogdanoff offered the following:

Amendment

Remove lines 663-665 and insert:
unit owner is not obligated to retrofit the common elements,
common areas, association-owned property, or units of a
residential condominium with a fire sprinkler system or any
other form of engineered lifesafety system in a building that
has

Civil Justice & Courts Policy Committee

2/2/2010 8:00:00AM

Location: Reed Hall (102 HOB)

Other Business Appearance:

Foreclosure

Jennifer D. Bailey, Circuit Court Judge (State Employee) - Information Only Florida Supreme Court Task Force on Residential Mortgage Foreclosures 73 W. Flagler Street, #1307

Miami Florida 33130 Phone: 305-349-7152

Foreclosure Mediation
Anthony DiMarco (Lobbyist) - Information Only

Florida Bankers Association, EVP

1001 Thomasville Road Tallahassee Florida 32303

Phone: 850-224-2265

Supreme Court Administative Order Re: Foreclosures

David Muller, Co-Executive Director (Lobbyist) - Information Only

Community Association Leadership Lobby

6230 University Drive, Suite 204

Sarasota Florida

Phone: 941-366-8826

Supreme Court Administrative Order Re: Foreclosure Mandatory Mediations

Marc Ben-Ezra - Opponent

Ben-Ezra & Katz, P.A.

2901 Stirling Road, Suite 300 Ft. Lauderdale Florida 33312

Phone: 305-770-4100

Print Date: 2/2/2010 2:19 pm Leagis ® Page 8 of 8