A bill to be entitled 1 2 An act relating to homeowners' associations; creating 3 s. 189.101, F.S.; authorizing a local governing 4 authority to enforce deed restrictions on certain 5 property that is not part of a homeowners' 6 association; amending s. 720.303, F.S.; requiring a 7 community association manager or management firm, or 8 an association itself, to provide a specified report 9 to the Division of Florida Condominiums, Timeshares, 10 and Mobile Homes of the Department of Business and Professional Regulation every 3 years beginning on a 11 12 specified date; extending the date by which the 13 department must establish and implement a registration 14 system; requiring the department to provide a data 15 report by a specified date; extending the expiration date of such reporting requirements; amending s. 16 720.311, F.S.; authorizing the department to arbitrate 17 certain homeowners' association-related disputes at 18 19 its discretion; authorizing a mediator or arbitrator 20 to conduct mediation or arbitration only if he or she 21 has been certified as a county court or circuit court 2.2 civil mediator or arbitrator pursuant to the 23 requirements of the Florida Supreme Court; creating s. 24 720.317, F.S.; requiring the department to provide 25 training and educational programs for homeowners' 26 association members, directors, and officers;

Page 1 of 7

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27 authorizing the training to be presented using certain 28 methods; authorizing the department to review and 29 approve such training and educational programs; 30 requiring the department to maintain a current list of 31 approved programs and providers and to make the list 32 available to the associations in a reasonable and 33 cost-effective manner; creating s. 720.318, F.S.; 34 authorizing the department to enforce and ensure 35 compliance with certain provisions and rules; providing that the department has complete 36 jurisdiction to investigate complaints relating to 37 38 homeowners' associations; creating s. 720.319, F.S.; 39 providing a limitation on certain homeowner fees for a 40 transfer of title; providing an effective date. 41 42 Be It Enacted by the Legislature of the State of Florida: 43 44 Section 189.101, Florida Statutes, is created Section 1. 45 to read: 46 189.101 Deed restrictions.-A local governing authority may enforce a deed restriction on a property within the district if 47 48 the property is not part of a homeowners' association and the 49 restriction was included on the deed at the time of the 50 property's construction. A deed restriction added after 51 construction that was not intended to be placed on every parcel 52 in that community may not be enforced by a local governing Page 2 of 7

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53 authority. Section 2. Subsection (13) of section 720.303, Florida 54 55 Statutes, is amended to read: 720.303 Association powers and duties; meetings of board; 56 57 official records; budgets; financial reporting; association funds; recalls.-58 59 (13) REPORTING REQUIREMENT.-The community association 60 manager or management firm, or the association when there is no 61 community association manager or management firm, shall report 62 to the division by November 22, 2016 2013, and every 3 years 63 thereafter, in a manner and form prescribed by the division. 64 (a) The report shall include the association's: 65 1. Legal name. 66 2. Federal employer identification number. 3. Mailing and physical addresses. 67 Total number of parcels. 68 4. 69 Total amount of revenues and expenses from the 5. 70 association's annual budget. 71 For associations in which control of the association (b) 72 has not been transitioned to nondeveloper members, as set forth in s. 720.307, the report shall also include the developer's: 73 74 Legal name. 1. 75 Mailing address. 2. Total number of parcels owned on the date of reporting. 76 3. 77 The reporting requirement provided in this subsection (C) 78 shall be a continuing obligation on each association until the

Page 3 of 7

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79 required information is reported to the division.

80 (d) By October 1, <u>2016</u> 2013, the department shall
81 establish and implement a registration system through an
82 Internet website that provides for the reporting requirements of
83 paragraphs (a) and (b).

(e) The department shall prepare an annual report of the
data reported pursuant to this subsection and present it to the
Governor, the President of the Senate, and the Speaker of the
House of Representatives by December 1, 2016 2013, and each year
thereafter.

(f) The division shall adopt rules pursuant to ss.
120.536(1) and 120.54 to implement the provisions of this
subsection.

(g) This subsection shall expire on July 1, 2026 2016,
unless reenacted by the Legislature.

94 Section 3. Subsection (1) and paragraph (d) of subsection 95 (2) of section 720.311, Florida Statutes, are amended to read: 96 720.311 Dispute resolution.-

97 The Legislature finds that alternative dispute (1)resolution has made progress in reducing court dockets and 98 99 trials and in offering a more efficient, cost-effective option 100 to litigation. The filing of any petition for arbitration or the 101 serving of a demand for presuit mediation as provided for in this section shall toll the applicable statute of limitations. 102 103 Any recall dispute filed with the department pursuant to s. 104 720.303(10) shall be conducted by the department in accordance

Page 4 of 7

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105 with the provisions of ss. 718.112(2)(j) and 718.1255 and the rules adopted by the division. In addition, the department shall 106 107 conduct mandatory binding arbitration of election disputes 108 between a member and an association pursuant to s. 718.1255 and 109 rules adopted by the division. Neither election disputes nor 110 recall disputes are eligible for presuit mediation; these 111 disputes shall be arbitrated by the department. The department 112 may arbitrate other homeowners' association-related disputes at 113 its discretion, subject to any conflict with this chapter. At 114 the conclusion of the proceeding, the department shall charge 115 the parties a fee in an amount adequate to cover all costs and 116 expenses incurred by the department in conducting the proceeding. Initially, the petitioner shall remit a filing fee 117 118 of at least \$200 to the department. The fees paid to the 119 department shall become a recoverable cost in the arbitration 120 proceeding, and the prevailing party in an arbitration 121 proceeding shall recover its reasonable costs and attorney 122 attorney's fees in an amount found reasonable by the arbitrator. 123 The department shall adopt rules to effectuate the purposes of 124 this section.

125 (2)

(d) A mediator or arbitrator <u>may</u> shall be authorized to conduct mediation or arbitration under this section only if he or she has been certified as a <u>county court or</u> circuit court civil mediator or arbitrator, respectively, pursuant to the requirements established by the Florida Supreme Court.

Page 5 of 7

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131 Settlement agreements resulting from mediation do shall not have precedential value in proceedings involving parties other than 132 133 those participating in the mediation to support either a claim 134 or defense in other disputes. Section 4. Section 720.317, Florida Statutes, is created 135 136 to read: 137 720.317 Educational programs.-The department shall provide training and educational programs for homeowners' association 138 139 members, directors, and officers. The training may, in the 140 department's discretion, include web-based electronic media, 141 live training, and seminars in various locations throughout the 142 state. The department may review and approve training and educational programs for members, directors, and officers 143 offered by providers and shall maintain a current list of 144 145 approved programs and providers. The department shall make the 146 list available to the associations in a reasonable and cost-147 effective manner. 148 Section 5. Section 720.318, Florida Statutes, is created 149 to read: 150 720.318 Authority of the department.-The department may 151 enforce and ensure compliance with this chapter and rules 152 relating to the records access, financial management, and 153 elections of homeowners' associations. In performing its duties, 154 the department has complete jurisdiction to investigate 155 complaints and enforce compliance with respect to homeowners' 156 associations.

Page 6 of 7

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157	Section 6. Section 720.319, Florida Statutes, is created
158	to read:
159	720.319 Transfer of title fees for new homeownersAn
160	association fee for a transfer of title, including such fees
161	assessed at closing, for a new homeowner in an association that
162	is not developer controlled may not exceed 35 percent of the
163	association's fee for a transfer of title for that fiscal year.
164	Section 7. This act shall take effect July 1, 2016.

Page 7 of 7

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