By Senator Dean

5-00153-14 2014114

A bill to be entitled

An act relating to mobile home park lot tenancies; amending s. 723.059, F.S.; authorizing a mobile home park owner to increase the lot rental of the purchaser of a mobile home on a leased lot in the mobile home park; providing limitations on the amount of rent increase; providing guidelines for determining the amount of the adjustment; requiring a disclosure statement to be executed at the time of purchase; limiting the amount of lot rental increase on a lot that was previously subject to a lifetime lease; providing a penalty; providing an effective date.

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

Section 1. Section 723.059, Florida Statutes, is amended to read:

723.059 Rights of purchaser.-

- (1) The purchaser of a mobile home within a mobile home park may become a tenant of the park if such purchaser would otherwise qualify with the requirements of entry into the park under the park rules and regulations, subject to the approval of the park owner, but such approval may not be unreasonably withheld.
- (2) Properly <u>adopted</u> promulgated rules may provide for the screening of <u>a</u> any prospective purchaser to determine whether $\underline{\text{the}}$ or not such purchaser is qualified to become a tenant of the park.
 - (3) The purchaser of a mobile home who becomes a resident

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of the mobile home park in accordance with this section has the right to assume the remainder of the term of \underline{a} any rental agreement then in effect between the mobile home park owner and the seller and \underline{is} shall be entitled to rely on the terms and conditions of the prospectus or offering circular as delivered to the initial recipient.

- (4) This section does not However, nothing herein shall be construed to prohibit a mobile home park owner from increasing the rental amount to be paid by the purchaser upon the expiration of the assumed rental agreement. However, the initial increase is limited to a one-time fair and reasonable rent adjustment based upon the 12-month percentage change in the Consumer Price Index for All Urban Consumers, U.S. City Average, All Items, not seasonally adjusted, published by the Bureau of Labor Statistics of the United States Department of Labor, for the previous calendar year before the purchase of the mobile home and assumption of the rental lease agreement. The adjustment may not take effect until the next scheduled annual rent increase that provides at least 90 days' notice to all residents of a mobile home park in an amount deemed appropriate by the mobile home park owner, so long as such increase is disclosed to the purchaser prior to his or her occupancy and is imposed in a manner consistent with the initial offering circular or prospectus and this act.
- (5) Before signing the purchase agreement, the mobile home park owner or its agent shall explain to the purchaser and provide the purchaser with a copy of the provisions of this section, the terms of the one-time rent adjustment pursuant to subsection (4), and the manner in which all future annual rent

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increases will be determined. At the time of purchase, the purchaser and the mobile home park owner or its agent must sign a disclosure statement affirming that the purchaser received these items and that each of them was explained to the purchaser before the signing of the purchase agreement. The mobile home park owner or its agent is required to maintain a signed copy of the disclosure statement on file, provide a copy of the statement to the purchaser, and forward a copy of the statement to the Department of Business and Professional Regulation no later than 15 days after the sales transaction is completed.

- (6)(5) Lifetime leases, both those existing and those entered into after July 1, 1986, are shall be nonassumable unless otherwise provided in the lot rental agreement or unless the transferee is the homeowner's home owner's spouse. The mobile home park owner may increase the rent due under such lease to an amount no greater than the lowest monthly rental in the mobile home park at the time of the sale. The renewal provisions in automatically renewable leases, both those existing and those entered into after July 1, 1986, are not assumable unless otherwise provided in the lease agreement.
- (7) The Department of Business and Professional Regulation shall impose a penalty of up to \$5,000 on a mobile home park owner that fails to comply with the requirements of this section.
 - Section 2. This act shall take effect July 1, 2014.