A bill to be entitled 1 2 An act relating to mobile homes; amending s. 723.006, 3 F.S.; revising certain notice requirements for written 4 complaints; amending s. 723.031, F.S.; authorizing a 5 mobile home park owner to pass on non-ad valorem 6 assessments to a tenant under certain circumstances; 7 providing that a mobile home park owner is deemed to 8 have disclosed the passing on of certain taxes and 9 assessments under certain circumstances; requiring the 10 non-ad valorem assessments to be a part of the lot 11 rental amount; requiring that a renewed rental 12 agreement remain under the same terms unless certain 13 notice is provided; amending s. 723.059, F.S.; 14 authorizing a mobile home purchaser to cancel or 15 rescind the contract to purchase under certain circumstances; amending s. 723.075, F.S.; revising the 16 rights that mobile home owners exercise if they form 17 an association; authorizing mobile home owners to 18 19 become members upon incorporation of the association; 20 defining the terms "member" and "shareholder"; 21 deleting provisions relating to memberships of 2.2 successors to home owners; amending s. 723.078, F.S.; specifying voting requirements for homeowners' 23 24 associations; specifying the requirements for a 25 majority of votes; authorizing members to vote by 26 secret ballot and absentee ballot; providing an

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CODING: Words stricken are deletions; words underlined are additions.

27 effective date.

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

Section 1. Subsection (6) of section 723.006, Florida Statutes, is amended to read:

723.006 Powers and duties of division.—In performing its duties, the division has the following powers and duties:

- violation of any provision of this chapter or any rule adopted promulgated pursuant thereto, the division shall, within 30 days after receipt of a written complaint, periodically notify, in writing, the person who filed the complaint of the status of the complaint. Thereafter, the division shall notify the complainant of the status of the investigation within 90 days after receipt of the written complaint. Upon completion of the investigation, the division investigation, whether probable cause has been found, and the status of any administrative action, civil action, or appellate action, and if the division has found that probable cause exists, it shall notify, in writing, the complainant and the party complained against of the results of the investigation and disposition of the complaint.
- Section 2. Subsection (5) of section 723.031, Florida Statutes, is amended to read:
 - 723.031 Mobile home lot rental agreements.-
 - (5) The rental agreement shall contain the lot rental

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amount and services included. An increase in lot rental amount upon expiration of the term of the lot rental agreement shall be in accordance with ss. 723.033 and 723.037 or s. 723.059(4), whichever is applicable, provided that, pursuant to s. 723.059(4), the amount of the lot rental increase is disclosed and agreed to by the purchaser, in writing. An increase in lot rental amount shall not be arbitrary or discriminatory between similarly situated tenants in the park. \underline{A} No lot rental amount may \underline{not} be increased during the term of the lot rental agreement, except:

- (a) When the manner of the increase is disclosed in a lot rental agreement with a term exceeding 12 months and which provides for such increases not more frequently than annually.
 - (b) For pass-through charges as defined in s. 723.003.
- (c) That <u>a</u> no charge may <u>not</u> be collected <u>which</u> that results in payment of money for sums previously collected as part of the lot rental amount. The provisions hereof notwithstanding, the mobile home park owner may pass on, at any time during the term of the lot rental agreement, ad valorem property taxes, <u>non-ad valorem assessments</u>, and utility charges, or increases of either, provided that the ad valorem property taxes, <u>non-ad valorem assessments</u>, and the utility charges are not otherwise being collected in the remainder of the lot rental amount and provided further that the passing on of such ad valorem taxes, <u>non-ad valorem assessments</u>, or utility charges, or increases of either, was disclosed prior to tenancy, was

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being passed on as a matter of custom between the mobile home park owner and the mobile home owner, or such passing on was authorized by law. A park owner shall be deemed to have disclosed the passing on of ad valorem property taxes and non-ad valorem assessments if ad valorem property taxes or non-ad valorem assessments were disclosed as a factor for increasing the lot rental amount in the prospectus or rental agreement. Such ad valorem taxes, non-ad valorem assessments, and utility charges shall be a part of the lot rental amount as defined by this chapter. Other provisions of this chapter notwithstanding, pass-on charges may be passed on only within 1 year of the date a mobile home park owner remits payment of the charge. A mobile home park owner is prohibited from passing on any fine, interest, fee, or increase in a charge resulting from a park owner's payment of the charge after the date such charges become delinquent. Nothing herein shall prohibit a park owner and a homeowner from mutually agreeing to an alternative manner of payment to the park owner of the charges.

(d) If a notice of increase in lot rental amount is not given 90 days before the renewal date of the rental agreement, the rental agreement shall remain under the same terms until a 90-day notice of increase in lot rental amount is given. The notice may provide for a rental term shorter than 1 year in order to maintain the same renewal date.

Section 3. Subsection (1) of section 723.059, Florida Statutes, is amended to read:

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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. The purchaser of the mobile home may cancel or rescind the contract for purchase of the mobile home if the purchaser's tenancy has not been approved by the park owner 5 days before the closing of the purchase.

Section 4. Subsection (1) of section 723.075, Florida Statutes, is amended to read:

723.075 Homeowners' associations.-

chapter s. 723.071, the mobile home owners shall form an association in compliance with this section and ss. 723.077, 723.078, and 723.079, which shall be a corporation for profit or not for profit and of which not less than two-thirds of all of the mobile home owners within the park shall have consented, in writing, to become members or shareholders. Upon incorporation of the association such consent by two-thirds of the mobile home owners, all consenting mobile home owners in the park may become members or shareholders. The term "member" or "shareholder" means a mobile home owner who consents to be bound by the articles of incorporation, bylaws, and policies of the incorporated homeowners' association and their successors shall

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become members of the association and shall be bound by the provisions of the articles of incorporation, the bylaws of the association, and such restrictions as may be properly promulgated pursuant thereto. The association may not shall have a no member or shareholder who is not a bona fide owner of a mobile home located in the park. Upon incorporation and service of the notice described in s. 723.076, the association shall become the representative of all the mobile home owners in all matters relating to this chapter.

- Section 5. Paragraph (b) of subsection (2) of section 723.078, Florida Statutes, is amended to read:
 - 723.078 Bylaws of homeowners' associations.-
- (2) The bylaws shall provide and, if they do not, shall be deemed to include, the following provisions:
 - (b) Quorum; voting requirements; proxies.-
- 1. Unless otherwise provided in the bylaws, 30 percent of the total membership is required to constitute a quorum. Decisions shall be made by a majority of members represented at a meeting at which a quorum is present.
- 2. A member may not vote by general proxy but may vote by limited proxies substantially conforming to a limited proxy form adopted by the division. Limited proxies and general proxies may be used to establish a quorum. Limited proxies may be used for votes taken to amend the articles of incorporation or bylaws pursuant to this section, and any other matters for which this chapter requires or permits a vote of members, except that no

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proxy, limited or general, may be used in the election of board members. If a mobile home or subdivision lot is owned jointly, the owners of the mobile home, or subdivision lot, shall be counted as one for the purpose of determining the number of votes required for a majority. Only one vote per mobile home or subdivision lot shall be counted. Any number greater than 50 percent of the total number of votes constitutes a majority. Notwithstanding the provisions of this section, members may vote in person at member meetings or by secret ballot, including absentee ballots.

- 3. A proxy is effective only for the specific meeting for which originally given and any lawfully adjourned meetings thereof. In no event shall any proxy be valid for a period longer than 90 days after the date of the first meeting for which it was given. Every proxy shall be revocable at any time at the pleasure of the member executing it.
- 4. A member of the board of directors or a committee may submit in writing his or her agreement or disagreement with any action taken at a meeting that the member did not attend. This agreement or disagreement may not be used as a vote for or against the action taken and may not be used for the purposes of creating a quorum.
 - Section 6. This act shall take effect July 1, 2016.