1	A bill to be entitled
2	An act relating to the management and safety of
3	condominium and cooperative buildings; amending s.
4	468.4334, F.S.; revising professional practice
5	standards for community association managers and
6	community association management firms; amending s.
7	553.899, F.S.; revising legislative findings; revising
8	definitions; requiring condominium associations and
9	cooperative associations to have milestone inspections
10	performed on certain buildings after they reach 25
11	years of age; removing provisions relating to certain
12	buildings located near coastlines; revising the date
13	on which a building's certificate of occupancy was
14	issued to trigger the requirement of a milestone
15	inspection; authorizing an extension of the deadline
16	for the completion of a milestone inspection under
17	certain circumstances; requiring certain notice be
18	given to unit owners within a specified time period;
19	authorizing additional persons to conduct phase one
20	inspections; specifying the only persons authorized to
21	conduct phase two inspections; requiring certain
22	associations to enter into contracts with certain
23	persons within a specified timeframe; requiring that a
24	phase two inspection begin within a specified
25	timeframe; requiring certain inspection reports to
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26 bear certain attestations; authorizing the governing body of a municipality to adopt certain ordinances; 27 28 removing a specified review by the Florida Building 29 Commission; removing the requirement that the commission submit a certain report to the Governor and 30 31 Legislature by a specified date; requiring the 32 commission to create standardized milestone inspection 33 forms by a specified date; requiring local enforcement agencies to use such standardized forms to submit 34 certain reports; conforming provisions to changes made 35 36 by the act; amending s. 627.351, F.S.; revising 37 requirements for certain condominium unit owners 38 relating to the purchase of flood insurance as a 39 condition for maintaining certain policies issued by 40 Citizens Property Insurance Corporation; amending ss. 41 718.103 and 719.103, F.S.; revising the definition of 42 "structural integrity reserve study"; amending ss. 43 718.112 and 719.106, F.S.; requiring certain items 44 that will require maintenance, repair, or replacement within a certain timeframe to be included in reserve 45 46 accounts; removing a date by which certain structural 47 integrity reserve studies must be completed; providing 48 an exception to the requirement of a structural 49 integrity reserve study; requiring certain associations' budgets to include reserves, in an 50

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51 amount determined by a specified study, for certain 52 items; requiring the structural integrity reserve 53 study to include exterior doors; authorizing certain 54 inspections to be used in place of other inspections 55 under certain circumstances; requiring that the 56 inspector-prepared summary of the inspection report be 57 provided to certain persons within a specified time 58 period; conforming provisions to changes made by the 59 act; amending s. 718.1255, F.S.; revising the definition of a "dispute" for purposes of alternative 60 61 dispute resolution; requiring certain disputes to be 62 submitted to presuit mediation; creating ss. 718.13 63 and 719.132, F.S.; authorizing unit owners and certain entities to file an action in court for certain 64 injunctive relief; amending ss. 718.301 and 719.301, 65 66 F.S.; conforming provisions to changes made by the 67 act; amending ss. 718.503 and 719.503, F.S.; requiring 68 that certain provisions be included in certain 69 contracts entered into after specified dates under 70 certain circumstances; conforming provisions to 71 changes made by the act; providing effective dates. 72 73 Be It Enacted by the Legislature of the State of Florida: 74 75 Section 1. Paragraph (b) of subsection (1) of section Page 3 of 50

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76 468.4334, Florida Statutes, is amended to read: 77 468.4334 Professional practice standards; liability.-78 (1)79 (b) If a community association manager or a community association management firm has a contract with a community 80 association that has a building on the association's property 81 82 that is subject to s. 553.899, the community association manager 83 or the community association management firm must comply with 84 that section as directed by the board. 85 Section 2. Subsection (13) of section 553.899, Florida 86 Statutes, is renumbered as subsection (12), subsections (1) through (8) and (11) and present subsection (12) are amended, 87 and a new subsection (13) is added to that section, to read: 88 89 553.899 Mandatory structural inspections for condominium and cooperative buildings .-90 91 (1)The Legislature finds that maintaining the structural 92 integrity of a building throughout the its service life of the 93 building is of paramount importance in order to ensure that 94 buildings are structurally sound so as to not pose a threat to 95 the public health, safety, or welfare. As such, the Legislature

96 finds that the imposition of a statewide structural inspection 97 program for aging condominium and cooperative buildings in this 98 state is necessary to ensure that such buildings are safe for 99 continued use.

100

(2) As used in this section, the terms:

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101 "Milestone inspection" means a structural inspection (a) 102 of a building, including an inspection of load-bearing elements 103 walls and the primary structural members and primary structural 104 systems as those terms are defined in s. 627.706. Phase one of 105 the milestone inspection must be  $ext{performed}_{ au}$  by a general 106 contractor licensed under chapter 489 with at least 5 years' 107 experience building or constructing threshold buildings, a building code administrator or building code inspector licensed 108 109 under part XII of chapter 468 with at least 5 years' experience inspecting threshold buildings, or by a licensed architect or 110 111 engineer authorized to practice in this state. Phase two of the 112 milestone inspection must be performed by a licensed architect 113 or engineer authorized to practice in this state. Such 114 structural inspection must be completed with the purpose for the 115 purposes of attesting to the life safety and adequacy of the 116 structural components of the building and, to the extent 117 reasonably possible, determining the general structural 118 condition of the building as it affects the safety of such 119 building, including a determination of any necessary 120 maintenance, repair, or replacement of any structural component 121 of the building. The purpose of such inspection is not to determine if the condition of an existing building is in 122 123 compliance with the Florida Building Code or the firesafety 124 code.

125

(b) "Substantial structural deterioration" means

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126 substantial structural distress or a substantial structural 127 weakness that negatively affects a building's general structural 128 condition and integrity. The term does not include surface 129 imperfections such as cracks, distortion, sagging, deflections, 130 misalignment, signs of leakage, or peeling of finishes unless 131 the licensed general contractor, building code administrator, building code inspector, engineer, or architect performing the 132 133 phase one or phase two inspection determines that such surface 134 imperfections are a sign of substantial structural 135 deterioration.

136 (3) A condominium association under chapter 718 and a cooperative association under chapter 719 must have a milestone 137 138 inspection performed for each building that is three stories or 139 more in height by December 31 of the year in which the building 140 reaches 25  $\frac{30}{20}$  years of age, based on the date the certificate of 141 occupancy for the building was issued, and every 10 years thereafter. If the building is located within 3 miles of a 142 143 coastline as defined in s. 376.031, the condominium association 144 -cooperative association must have a milestone inspection 145 performed by December 31 of the year in which the building 146 reaches 25 years of age, based on the date the certificate of 147 occupancy for the building was issued, and every 10 years thereafter. The condominium association or cooperative 148 149 association must arrange for the milestone inspection to be performed and is responsible for ensuring compliance with the 150

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151 requirements of this section. The condominium association or 152 cooperative association is responsible for all costs associated 153 with the inspection. This subsection does not apply to 154 <u>associations that only include</u> <del>a</del> single-family, two-family, or 155 three-family <u>dwellings</u> <del>dwelling</del> with three or fewer habitable 156 stories above ground.

157 (4) If a milestone inspection is required under this section and the building's certificate of occupancy was issued 158 on or before December 31, 1994 July 1, 1992, the building's 159 160 initial milestone inspection must be performed before December 31, 2024. If a milestone inspection is required under this 161 section and the building's certificate of occupancy was issued 162 during the period of January 1, 1995, through December 31, 2000, 163 164 the building's initial milestone inspection must be performed 165 before December 31, 2026. The local enforcement agency may 166 extend the deadline for a building's initial milestone 167 inspection upon a showing of good cause by the condominium or 168 cooperative association that the association has entered into a 169 contract for the performance of the milestone inspection but 170 that the inspection cannot reasonably be completed before the 171 deadline. If the date of issuance for the certificate of 172 occupancy is not available, the date of issuance of the 173 building's certificate of occupancy shall be the date of 174 occupancy evidenced in any record of the local building 175 official.

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194

(7)

176 Upon determining that a building must have a milestone (5) 177 inspection, the local enforcement agency must provide written 178 notice of such required inspection to the condominium 179 association or cooperative association by certified mail, return 180 receipt requested. The condominium or cooperative association 181 must notify the unit owners of the required milestone inspection 182 within 14 days after receipt of the written notice from the 183 local enforcement agency and provide the date that the milestone 184 inspection must be completed.

185 Within 180 days after receiving the written notice (6) 186 under subsection (5), the condominium association or cooperative 187 association must complete phase one of the milestone inspection. For purposes of this section, completion of phase one of the 188 189 milestone inspection means the licensed general contractor, 190 building code administrator, building code inspector, engineer, 191 or architect who performed the phase one inspection submitted 192 the inspection report by e-mail, United States Postal Service, 193 or commercial delivery service to the local enforcement agency.

(a) For phase one of the milestone inspection, <u>a general</u>
<u>contractor licensed under chapter 489 with at least 5 years'</u>
<u>experience building or constructing threshold buildings, a</u>
<u>building code administrator or building code inspector licensed</u>
<u>under part XII of chapter 468 with at least 5 years' experience</u>
<u>inspecting threshold buildings, or</u> a licensed architect or

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A milestone inspection consists of two phases:

201 engineer authorized to practice in this state shall perform a visual examination of habitable and nonhabitable areas of a 202 203 building, including the major structural components of a 204 building, and provide a qualitative assessment of the structural 205 conditions of the building. If the general contractor, building 206 code administrator, building code inspector, architect, or 207 engineer finds no signs of substantial structural deterioration 208 to any building components under visual examination, phase two 209 of the inspection, as provided in paragraph (b), is not required. A general contractor, a building code administrator, a 210 211 building code inspector, an architect, or an engineer who completes a phase one milestone inspection shall prepare and 212 213 submit an inspection report pursuant to subsection (8).

214 A phase two of the milestone inspection must be (b) 215 performed if any substantial structural deterioration is 216 identified during phase one. Only a licensed architect or 217 engineer authorized to practice in this state may perform a 218 phase two milestone inspection. If a phase two inspection is 219 required, the association must contract, within 90 days after 220 receipt of the phase one inspection report, with a licensed architect or engineer to perform the phase two inspection. The 221 222 licensed architect or engineer contracted with to perform the 223 inspection must begin the phase two inspection within 90 days 224 after entering into a contract with the association. A phase two 225 inspection may involve destructive or nondestructive testing at

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226 the inspector's direction. The inspection may be as extensive or 227 as limited as necessary to fully assess areas of structural 228 distress in order to confirm that the building is structurally sound and safe for its intended use and to recommend a program 229 230 for fully assessing and repairing distressed and damaged 231 portions of the building. When determining testing locations, 232 the inspector must give preference to locations that are the 233 least disruptive and most easily repairable while still being 234 representative of the structure. An inspector who completes a 235 phase two milestone inspection shall prepare and submit an 236 inspection report pursuant to subsection (8).

237 Upon completion of a phase one or phase two milestone (8) 238 inspection, the general contractor, building code administrator, 239 building code inspector, architect, or engineer who performed 240 the inspection must submit a copy, or a sealed copy, if 241 applicable, of the inspection report with a separate summary of, 242 at minimum, the material findings and recommendations in the 243 inspection report to the condominium association or cooperative 244 association, and to the building official of the local 245 government which has jurisdiction. The inspection report must, 246 at a minimum, meet all of the following criteria:

(a)<u>1. Bear an attestation and signature, or electronic</u> signature, of the licensed general contractor, building code administrator, or building code inspector who performed the inspection; or

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2.51 2. Bear the seal and signature, or the electronic 252 signature, of the licensed engineer or architect who performed 253 the inspection, 254 255 indicating that such report complies with the statutory 256 requirements for the inspection. 257 (b) Indicate the manner and type of inspection forming the 258 basis for the inspection report. 259 (C) Identify any substantial structural deterioration, within a reasonable professional probability based on the scope 260 of the inspection, describe the extent of such deterioration, 261 262 and identify any recommended repairs for such deterioration. 263 State whether unsafe or dangerous conditions, as those (d) 264 terms are defined in the Florida Building Code, were observed. 265 Recommend any remedial or preventive repair for any (e) 266 items that are damaged but are not substantial structural 267 deterioration. 268 (f) Identify and describe any items requiring further 269 inspection. 270 (11) A board of county commissioners or the governing body 271 of a municipality may adopt an ordinance requiring that a condominium or cooperative association schedule or commence 272 273 repairs for substantial structural deterioration within a 274 specified timeframe after the local enforcement agency receives 275 a phase two inspection report; however, such repairs must be

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276 commenced within 365 days after receiving such report. If an 277 association fails to submit proof to the local enforcement 278 agency that repairs have been scheduled or have commenced for 279 substantial structural deterioration identified in a phase two 280 inspection report within the required timeframe, the local 281 enforcement agency must review and determine if the building is 282 unsafe for human occupancy.

283 (12) The Florida Building Commission shall review the 284 milestone inspection requirements under this section and make 285 recommendations, if any, to the Legislature to ensure 286 inspections are sufficient to determine the structural integrity 287 of a building. The commission must provide a written report of 288 any recommendations to the Governor, the President of the 289 Senate, and the Speaker of the House of Representatives by 290 December 31, 2022.

291 (13) By October 1, 2023, the Florida Building Commission 292 shall create a standardized milestone inspection report form for 293 the submission of such reports to local enforcement agencies by 294 general contractors, building code administrators, building code 295 inspectors, engineers, and architects. Local enforcement 296 agencies must require that the standardized form be used to 297 submit such reports. 298 Section 3. Paragraph (aa) of subsection (6) of section 299 627.351, Florida Statutes, is amended to read: 300 627.351 Insurance risk apportionment plans.-

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301	(6) CITIZENS PROPERTY INSURANCE CORPORATION
302	(aa) Except as otherwise provided in this paragraph, the
303	corporation shall require the securing and maintaining of flood
304	insurance as a condition of coverage of a personal lines
305	residential risk. The insured or applicant must execute a form
306	approved by the office affirming that flood insurance is not
307	provided by the corporation and that if flood insurance is not
308	secured by the applicant or insured from an insurer other than
309	the corporation and in addition to coverage by the corporation,
310	the risk will not be eligible for coverage by the corporation.
311	The corporation may deny coverage of a personal lines
312	residential risk to an applicant or insured who refuses to
313	secure and maintain flood insurance. The requirement to purchase
314	flood insurance shall be implemented as follows:
315	1. Except as provided in subparagraphs 2. and 3., all
316	personal lines residential policyholders must have flood
317	coverage in place for policies effective on or after:
318	a. January 1, 2024, for property valued at \$600,000 or
319	more.
320	b. January 1, 2025, for property valued at \$500,000 or
321	more.
322	c. January 1, 2026, for property valued at \$400,000 or
323	more.
324	d. January 1, 2027, for all other personal lines
325	residential property insured by the corporation.
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326 2. All personal lines residential policyholders whose 327 property insured by the corporation is located within the 328 special flood hazard area defined by the Federal Emergency 329 Management Agency must have flood coverage in place: 330 At the time of initial policy issuance for all new a. 331 personal lines residential policies issued by the corporation on 332 or after April 1, 2023. 333 By the time of the policy renewal for all personal b. 334 lines residential policies renewing on or after July 1, 2023. 335 Policyholders whose policies issued by the corporation 3. 336 do not provide coverage for the peril of wind are not required 337 to purchase flood insurance as a condition for maintaining their 338 policies issued by with the corporation, if such policy: 339 a. Does not provide coverage for the peril of wind. 340 b. Provides coverage under a condominium unit owners or 341 condominium tenant form and the policyholder's unit is covered 342 under a master flood policy issued to someone other than the 343 policyholder. 344 c. Provides coverage under a condominium unit owners or 345 condominium tenant form and the policyholder resides in a condominium unit with occupiable space that is not less than 40 346 347 feet above the grade plane, as defined in the Florida Building 348 Code. A unit located on the fifth floor above the grade plane or 349 higher is deemed to be not less than 40 feet above the grade plane, as defined in the Florida Building Code. A unit owner or 350

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351	a condominium association may submit a certification from an
352	engineer licensed under chapter 471, a surveyor and mapper
353	licensed under chapter 472, or an architect licensed under
354	chapter 481, detailing which units in the condominium
355	association are not less than 40 feet above the grade plane, as
356	defined in the Florida Building Code, and the corporation may
357	rely on such certification.
358	
359	The flood insurance required under this paragraph must meet, at
360	a minimum, the coverage available from the National Flood
361	Insurance Program or the requirements of subparagraphs s.
362	627.715(1)(a)1., 2., and 3.
363	Section 4. Subsection (25) of section 718.103, Florida
364	Statutes, is amended to read:
365	718.103 DefinitionsAs used in this chapter, the term:
366	(25) "Structural integrity reserve study" means a study of
367	the reserve funds required for future major repairs and
368	replacement of the common areas based on a visual inspection of
369	the common areas. A structural integrity reserve study may be
370	performed by any person qualified to perform such study.
371	However, the visual inspection portion of the structural
372	integrity reserve study must be performed by an engineer
373	licensed under chapter 471, a general contractor licensed under
374	chapter 489 with at least 5 years' experience building or
375	constructing threshold buildings as defined in s. 553.71, a
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376 building code administrator or building code inspector licensed 377 under part XII of chapter 468 with at least 5 years' experience 378 inspecting threshold buildings as defined in s. 553.71, or an 379 architect licensed under chapter 481. At a minimum, a structural 380 integrity reserve study must identify the common areas being 381 visually inspected, state the estimated remaining useful life 382 and the estimated replacement cost or deferred maintenance 383 expense of the common areas being visually inspected, and 384 provide a recommended annual reserve amount that achieves the 385 estimated replacement cost or deferred maintenance expense of 386 each common area being visually inspected by the end of the 387 estimated remaining useful life of each common area.

388 Section 5. Paragraphs (f), (g), and (h) of subsection (2) 389 of section 718.112, Florida Statutes, are amended to read: 390 718.112 Bylaws.-

391 (2) REQUIRED PROVISIONS.—The bylaws shall provide for the 392 following and, if they do not do so, shall be deemed to include 393 the following:

394 (f) A

(f) Annual budget.-

395 1. The proposed annual budget of estimated revenues and 396 expenses must be detailed and must show the amounts budgeted by 397 accounts and expense classifications, including, at a minimum, 398 any applicable expenses listed in s. 718.504(21). The board 399 shall adopt the annual budget at least 14 days before the start 400 of the association's fiscal year. In the event that the board

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401 fails to timely adopt the annual budget a second time, it is 402 deemed a minor violation and the prior year's budget shall 403 continue in effect until a new budget is adopted. A 404 multicondominium association must adopt a separate budget of 405 common expenses for each condominium the association operates 406 and must adopt a separate budget of common expenses for the 407 association. In addition, if the association maintains limited 408 common elements with the cost to be shared only by those 409 entitled to use the limited common elements as provided for in s. 718.113(1), the budget or a schedule attached to it must show 410 411 the amount budgeted for this maintenance. If, after turnover of 412 control of the association to the unit owners, any of the expenses listed in s. 718.504(21) are not applicable, they do 413 414 not need to be listed.

415 2.a. In addition to annual operating expenses, the budget 416 must include reserve accounts for capital expenditures and 417 deferred maintenance. These accounts must include, but are not 418 limited to, roof replacement, building painting, and pavement 419 resurfacing, regardless of the amount of deferred maintenance 420 expense or replacement cost, and any other item that has a 421 deferred maintenance expense or replacement cost that exceeds 422 \$10,000, and those items listed in paragraph (g) that will 423 require maintenance, repair, or replacement within the next 25 424 years. The amount to be reserved for an item is determined by 425 the association's most recent structural integrity reserve study

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426 that must be completed as provided in paragraph (g) by December 427 31, 2024. If the amount to be reserved for an item is not in the 428 association's initial or most recent structural integrity 429 reserve study or the association has not completed a structural 430 integrity reserve study, the amount must be computed using a 431 formula based upon estimated remaining useful life and estimated 432 replacement cost or deferred maintenance expense of the reserve 433 item. However, any item with a remaining useful life greater 434 than 25 years is not required to be included in the study. If an 435 association is required to complete a structural integrity 436 reserve study, the association's budget must maintain reserves, 437 in the amount recommended in the association's most recent 438 structural integrity reserve study, for the items listed in 439 paragraph (g). The association may adjust replacement reserve 440 assessments annually to take into account any changes in 441 estimates or extension of the useful life of a reserve item 442 caused by deferred maintenance. The members of a unit-owner-443 controlled association may determine, by a majority vote at a 444 duly called meeting of the association, to provide no reserves 445 or less reserves than required by this subsection. Effective 446 December 31, 2024, the members of a unit-owner-controlled association that is required to complete a structural integrity 447 448 reserve study may not determine to provide no reserves or less 449 reserves than required by this subsection for items listed in 450 paragraph (g).

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451 Before turnover of control of an association by a b. 452 developer to unit owners other than a developer under s. 453 718.301, the developer-controlled association may not vote to 454 waive the reserves or reduce funding of the reserves. If a 455 meeting of the unit owners has been called to determine whether 456 to waive or reduce the funding of reserves and no such result is 457 achieved or a quorum is not attained, the reserves included in 458 the budget shall go into effect. After the turnover, the 459 developer may vote its voting interest to waive or reduce the 460 funding of reserves.

461 3. Reserve funds and any interest accruing thereon shall 462 remain in the reserve account or accounts, and may be used only 463 for authorized reserve expenditures unless their use for other 464 purposes is approved in advance by a majority vote at a duly 465 called meeting of the association. Before turnover of control of 466 an association by a developer to unit owners other than the 467 developer pursuant to s. 718.301, the developer-controlled 468 association may not vote to use reserves for purposes other than 469 those for which they were intended. Effective December 31, 2024, 470 members of a unit-owner-controlled association that is required 471 to complete a structural integrity reserve study may not vote to 472 use reserve funds, or any interest accruing thereon, that are 473 reserved for items listed in paragraph (g) for any other purpose 474 other than their intended purpose.

475

4. The only voting interests that are eligible to vote on

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476 questions that involve waiving or reducing the funding of 477 reserves, or using existing reserve funds for purposes other 478 than purposes for which the reserves were intended, are the 479 voting interests of the units subject to assessment to fund the 480 reserves in question. Proxy questions relating to waiving or 481 reducing the funding of reserves or using existing reserve funds 482 for purposes other than purposes for which the reserves were 483 intended must contain the following statement in capitalized, 484 bold letters in a font size larger than any other used on the 485 face of the proxy ballot: WAIVING OF RESERVES, IN WHOLE OR IN 486 PART, OR ALLOWING ALTERNATIVE USES OF EXISTING RESERVES MAY 487 RESULT IN UNIT OWNER LIABILITY FOR PAYMENT OF UNANTICIPATED 488 SPECIAL ASSESSMENTS REGARDING THOSE ITEMS.

489

(g) Structural integrity reserve study.-

490 1. An association must have a structural integrity reserve 491 study completed at least every 10 years after the condominium's 492 creation for each building on the condominium property that is 493 three stories or higher in height which includes, at a minimum, 494 a study of the following items as related to the structural 495 integrity and safety of the building:

- 496 a. Roof.
- b. Load-bearing walls or other primary structural members.
- 498 c. Floor.
- d. Foundation.
- 500 e. Fireproofing and fire protection systems.

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501	f. Plumbing.
502	g. Electrical systems.
503	h. Waterproofing and exterior painting.
504	i. Windows and exterior doors.
505	j. Any other item that has a deferred maintenance expense
506	or replacement cost that exceeds \$10,000 and the failure to
507	replace or maintain such item negatively affects the items
508	listed in sub-subparagraphs ai., as determined by the licensed
509	engineer, general contractor, building code administrator,
510	building code inspector, or architect performing the visual
511	inspection portion of the structural integrity reserve study.
512	2. Before a developer turns over control of an association
513	to unit owners other than the developer, the developer must have
514	a structural integrity reserve study completed for each building
515	on the condominium property that is three stories or higher in
516	height.
517	3. Associations that existing on or before July 1, 2022,
518	which are controlled by unit owners other than the developer,
519	must have a structural integrity reserve study completed by
520	December 31, 2024, for each building on the condominium property
521	that is three stories or higher in height. An association that
522	is required to complete a milestone inspection on or before
523	December 31, 2026, in accordance with s. 553.899, may complete
524	the structural integrity reserve study simultaneously with the
525	milestone inspection. In no event may the structural integrity
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526	reserve study be completed after December 31, 2026.
527	4. If an association fails to complete a structural
528	integrity reserve study pursuant to this paragraph, such failure
529	is a breach of an officer's and director's fiduciary
530	relationship to the unit owners under s. 718.111(1).
531	5. If the milestone inspection required by s. 553.899, or
532	an inspection completed for a similar local requirement, was
533	performed within the past 5 years and meets the requirements of
534	this paragraph, such inspection may be used in place of the
535	visual inspection portion of the structural integrity reserve
536	study.
537	(h) Mandatory milestone inspectionsIf an association is
538	required to have a milestone inspection performed pursuant to s.
539	553.899, the association must arrange for the milestone
540	inspection to be performed and is responsible for ensuring
541	compliance with the requirements of s. 553.899. The association
542	is responsible for all costs associated with the inspection. If
543	the officers or directors of an association willfully and
544	knowingly fail to have a milestone inspection performed pursuant
545	to s. 553.899, such failure is a breach of the officers' and
546	directors' fiduciary relationship to the unit owners under s.
547	718.111(1)(a). <u>Within 60 days after</u> <del>Upon completion of a phase</del>
548	one or phase two milestone inspection and receipt of the
549	inspector-prepared summary of the <u>milestone</u> inspection report
550	from any phase one or phase two milestone inspection from the

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551	architect or engineer who performed the inspection, the
552	association must distribute a copy of the inspector-prepared
553	summary of the inspection report to each unit owner, regardless
554	of the findings or recommendations in the report, by United
555	States mail or personal delivery and by electronic transmission
556	to unit owners who previously consented to receive notice by
557	electronic transmission; must post a copy of the inspector-
558	prepared summary in a conspicuous place on the condominium
559	property; and must publish the full report and inspector-
560	prepared summary on the association's website, if the
561	association is required to have a website. If the visual
562	inspection portion of the structural integrity reserve study
563	required under paragraph (g) was performed within the past 5
564	years and meets the requirements for a milestone inspection in
565	s. 553.899, such inspection may be used in place of the phase
566	one milestone inspection.
567	Section 6. Effective July 1, 2027, subsection (5) of
568	section 718.1255, Florida Statutes, is amended, and paragraph
569	(d) is added to subsection (1) of that section, to read:
570	718.1255 Alternative dispute resolution; mediation;
571	nonbinding arbitration; applicability
572	(1) DEFINITIONSAs used in this section, the term
573	"dispute" means any disagreement between two or more parties
574	that involves:
575	(d) The failure of a board of administration, when
575	(a) me fattare of a board of administracton, when

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576	required by this chapter or a governing document of the
577	association, to:
578	1. Obtain a milestone inspection as required under s.
579	<u>553.899.</u>
580	2. Obtain a structural integrity reserve study as required
581	<u>under s. 718.112(2)(g).</u>
582	3. Fund reserve accounts as required for an item
583	identified in s. 718.112(2)(g).
584	4. Make or provide necessary maintenance or repairs of the
585	condominium property as recommended by a milestone inspection or
586	a structural integrity reserve study.
587	
588	"Dispute" does not include any disagreement that primarily
589	involves: title to any unit or common element; the
590	interpretation or enforcement of any warranty; the levy of a fee
591	or assessment, or the collection of an assessment levied against
592	a party; the eviction or other removal of a tenant from a unit;
593	alleged breaches of fiduciary duty by one or more directors; or
594	claims for damages to a unit based upon the alleged failure of
595	the association to maintain the common elements or condominium
596	property.
597	(5) PRESUIT MEDIATIONIn lieu of the initiation of
598	nonbinding arbitration as provided in subsections $(1)-(4)$ , a
599	party may submit a dispute to presuit mediation in accordance
600	with s. 720.311, except for:

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601 Disputes listed in paragraph (1) (d) are not subject to (a) 602 nonbinding arbitration under subsection (4) and must be 603 submitted to presuit mediation in accordance with s. 720.311.; 604 however, 605 Election and recall disputes are not eligible for (b) 606 mediation and such disputes must be arbitrated by the division 607 or filed in a court of competent jurisdiction. 608 Section 7. Section 718.13, Florida Statutes, is created to 609 read: 610 718.13 Injunctive relief.-(1) A unit owner may institute an action in a court of 611 612 competent jurisdiction in which the condominium is located to 613 seek injunctive relief against the association to: 614 (a) Enforce compliance with milestone inspection 615 requirements under s. 553.899 and structural integrity reserve 616 study requirements under s. 718.112(2)(g). 617 (b) Prevent irreparable injury to unit owners and the 618 association and to protect human health, safety, and welfare 619 caused or threatened by any violation of the milestone inspection requirements under s. 553.899 and structural 620 621 integrity reserve study requirements under s. 718.112(2)(g). 622 (2) The division may, in the name of the state, seek 623 injunctive relief in any court of competent jurisdiction in 624 which the condominium is located to obtain relief against the 625 association to enforce compliance with milestone inspection

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626 requirements under s. 553.899. A proceeding commenced under this 627 subsection is in addition to, and not in lieu of, any other 628 penalty or remedy under this chapter. 629 (3) Any local authority having jurisdiction to enforce 630 milestone inspection requirements may seek injunctive relief 631 from any court of competent jurisdiction in which the 632 condominium is located against the association to enforce 633 compliance with milestone inspection requirements under s. 634 553.899, upon an affidavit of the local authority having 635 jurisdiction specifying the manner in which the condominium does not conform to the requirements of s. 553.899. 636 637 Section 8. Paragraph (p) of subsection (4) of section 718.301, Florida Statutes, is amended to read: 638 639 718.301 Transfer of association control; claims of defect 640 by association.-641 (4) At the time that unit owners other than the developer 642 elect a majority of the members of the board of administration 643 of an association, the developer shall relinquish control of the 644 association, and the unit owners shall accept control. 645 Simultaneously, or for the purposes of paragraph (c) not more than 90 days thereafter, the developer shall deliver to the 646 647 association, at the developer's expense, all property of the 648 unit owners and of the association which is held or controlled 649 by the developer, including, but not limited to, the following items, if applicable, as to each condominium operated by the 650

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651	association:
652	(p) Notwithstanding when the certificate of occupancy was
653	issued or the height of the building, a milestone inspection
654	report in compliance with s. 553.899 included in the official
655	records, under seal of an architect or engineer <u>or under</u>
656	attestation of a general contractor, building code
657	administrator, or building code inspector authorized to practice
658	in this state indicating that such report complies with the
659	statutory requirements for the inspection, and attesting to
660	required maintenance, condition, useful life, and replacement
661	costs of the following applicable condominium property
662	comprising a turnover inspection report:
663	1. Roof.
664	2. Structure, including load-bearing walls and primary
665	structural members and primary structural systems as those terms
666	are defined in s. 627.706.
667	3. Fireproofing and fire protection systems.
668	4. Elevators.
669	5. Heating and cooling systems.
670	6. Plumbing.
671	7. Electrical systems.
672	8. Swimming pool or spa and equipment.
673	9. Seawalls.
674	10. Pavement and parking areas.
675	11. Drainage systems.
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676 12. Painting.

677 13. Irrigation systems.

678 14. Waterproofing.

Section 9. Paragraph (b) of subsection (1) and paragraph (a) of subsection (2) of section 718.503, Florida Statutes, are amended, and paragraph (d) is added to subsection (1) and paragraph (e) is added to subsection (2) of that section, to read:

684 718.503 Developer disclosure prior to sale; nondeveloper 685 unit owner disclosure prior to sale; voidability.-

686

(1) DEVELOPER DISCLOSURE.-

687 Copies of documents to be furnished to prospective (b) 688 buyer or lessee.-Until such time as the developer has furnished 689 the documents listed below to a person who has entered into a 690 contract to purchase a residential unit or lease it for more 691 than 5 years, the contract may be voided by that person, 692 entitling the person to a refund of any deposit together with 693 interest thereon as provided in s. 718.202. The contract may be 694 terminated by written notice from the proposed buyer or lessee 695 delivered to the developer within 15 days after the buyer or 696 lessee receives all of the documents required by this section. 697 The developer may not close for 15 days after the execution of 698 the agreement and delivery of the documents to the buyer as 699 evidenced by a signed receipt for documents unless the buyer is informed in the 15-day voidability period and agrees to close 700

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701 before the expiration of the 15 days. The developer shall retain 702 in his or her records a separate agreement signed by the buyer 703 as proof of the buyer's agreement to close before the expiration 704 of the voidability period. The developer must retain such proof 705 for a period of 5 years after the date of the closing of the 706 transaction. The documents to be delivered to the prospective 707 buyer are the prospectus or disclosure statement with all 708 exhibits, if the development is subject to s. 718.504, or, if 709 not, then copies of the following which are applicable: 710 The question and answer sheet described in s. 718.504, 1. 711 and declaration of condominium, or the proposed declaration if 712 the declaration has not been recorded, which shall include the certificate of a surveyor approximately representing the 713 714 locations required by s. 718.104. 715 The documents creating the association. 2. 716 3. The bylaws. 717 The ground lease or other underlying lease of the 4. 718 condominium. 719 The management contract, maintenance contract, and 5. 720 other contracts for management of the association and operation 721 of the condominium and facilities used by the unit owners having 722 a service term in excess of 1 year, and any management contracts 723 that are renewable. 724 The estimated operating budget for the condominium and 6. 725 a schedule of expenses for each type of unit, including fees Page 29 of 50

726 assessed pursuant to s. 718.113(1) for the maintenance of 727 limited common elements where such costs are shared only by 728 those entitled to use the limited common elements. 729 7. The lease of recreational and other facilities that

729 7. The lease of recreational and other facilities that730 will be used only by unit owners of the subject condominium.

731 8. The lease of recreational and other common facilities
732 that will be used by unit owners in common with unit owners of
733 other condominiums.

734

9. The form of unit lease if the offer is of a leasehold.

735 10. Any declaration of servitude of properties serving the 736 condominium but not owned by unit owners or leased to them or 737 the association.

11. If the development is to be built in phases or if the association is to manage more than one condominium, a description of the plan of phase development or the arrangements for the association to manage two or more condominiums.

742 12. If the condominium is a conversion of existing
743 improvements, the statements and disclosure required by s.
744 718.616.

745 13. The form of agreement for sale or lease of units.

746 14. A copy of the floor plan of the unit and the plot plan
747 showing the location of the residential buildings and the
748 recreation and other common areas.

749 15. A copy of all covenants and restrictions that will750 affect the use of the property and are not contained in the

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751	foregoing.
752	16. If the developer is required by state or local
753	authorities to obtain acceptance or approval of any dock or
754	marina facilities intended to serve the condominium, a copy of
755	any such acceptance or approval acquired by the time of filing
756	with the division under s. 718.502(1), or a statement that such
757	acceptance or approval has not been acquired or received.
758	17. Evidence demonstrating that the developer has an
759	ownership, leasehold, or contractual interest in the land upon
760	which the condominium is to be developed.
761	18. A copy of the inspector-prepared summary of the
762	milestone inspection report as described in <u>ss. 553.899 and</u>
763	718.112(2)(h) ss. 553.899 and 718.301(4)(p).
764	19. A copy of the association's most recent structural
765	integrity reserve study or a statement that the association has
766	not completed a structural integrity reserve study.
767	(d) Milestone inspection or structural integrity reserve
768	study
769	1. If the association is required to have a milestone
770	inspection as described in ss. 553.899 and 718.112(2)(h) or a
771	structural integrity reserve study as described in s.
772	718.112(2)(g), and the association has not completed the
773	milestone inspection or structural integrity reserve study, each
774	contract entered into on or after January 1, 2025, for the sale
775	<u>of a residential unit must contain in conspicuous type a</u>

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776 statement indicating that the association is required to have a 777 milestone inspection or a structural integrity reserve study and 778 the association has failed to complete such inspection or study, 779 as applicable. 780 2. If the association is required to have a milestone 781 inspection as described in ss. 553.899 and 718.112(2)(h) or a 782 structural integrity reserve study as described in s. 783 718.112(2)(g), and the association has completed such inspection 784 or study, each contract entered into on or after January 1, 785 2025, for the sale of a residential unit must contain a copy of 786 the most recent milestone inspection report or structural 787 integrity reserve study, as applicable. 788 3. If the association is not required to have a milestone 789 inspection as described in ss. 553.899 and 718.112(2)(h) or a 790 structural integrity reserve study as described in s. 791 718.112(2)(q), each contract entered into on or after January 1, 792 2025, for the sale of a residential unit must contain in 793 conspicuous type a statement indicating that the association is 794 not required to have a milestone inspection or a structural integrity reserve study, as applicable. 795 796 NONDEVELOPER DISCLOSURE.-(2) 797 Each unit owner who is not a developer as defined by (a) 798 this chapter must comply with this subsection before the sale of 799 his or her unit. Each prospective purchaser who has entered into a contract for the purchase of a condominium unit is entitled, 800

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801	at the seller's expense, to a current copy of all of the
802	following:
803	1. The declaration of condominium.
804	2. Articles of incorporation of the association.
805	3. Bylaws and rules of the association.
806	4. Financial information required by s. 718.111.
807	5. A copy of the inspector-prepared summary of the
808	milestone inspection report as described in <u>ss. 553.899 and</u>
809	<u>718.112(2)(h)</u> ss. 553.899 and 718.301(4)(p), if applicable.
810	6. The association's most recent structural integrity
811	reserve study or a statement that the association has not
812	completed a structural integrity reserve study.
813	7. The document entitled "Frequently Asked Questions and
814	Answers" required by s. 718.504.
815	(e)1. If the association is required to have a milestone
816	inspection as described in ss. 553.899 and 718.112(2)(h) or a
817	structural integrity reserve study as described in s.
818	718.112(2)(g), and the association has not completed the
819	milestone inspection or structural integrity reserve study, each
820	contract entered into on or after January 1, 2025, for the sale
821	of a residential unit must contain in conspicuous type a
822	statement indicating that the association is required to have a
823	milestone inspection or a structural integrity reserve study and
824	the association has failed to complete such inspection or study,
825	as applicable.

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826	2. If the association is required to have a milestone
827	inspection as described in ss. 553.899 and 718.112(2)(h) or a
828	structural integrity reserve study as described in s.
829	718.112(2)(g), and the association has completed such inspection
830	or study, each contract entered into on or after January 1,
831	2025, for the sale of a residential unit must contain a copy of
832	the most recent milestone inspection report or structural
833	integrity reserve study, as applicable.
834	3. If the association is not required to have a milestone
835	inspection as described in ss. 553.899 and 718.112(2)(h) or a
836	structural integrity reserve study as described in s.
837	718.112(2)(g), each contract entered into on or after January 1,
838	2025, for the sale of a residential unit must contain in
839	conspicuous type a statement indicating that the association is
840	not required to have a milestone inspection or a structural
841	integrity reserve study, as applicable.
842	Section 10. Subsection (24) of section 719.103, Florida
843	Statutes, is amended to read:
844	719.103 DefinitionsAs used in this chapter:
845	(24) "Structural integrity reserve study" means a study of
846	the reserve funds required for future major repairs and
847	replacement of the common areas based on a visual inspection of
848	the common areas. A structural integrity reserve study may be
849	performed by any person qualified to perform such study.
850	However, the visual inspection portion of the structural
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851 integrity reserve study must be performed by an engineer licensed under chapter 471, a general contractor licensed under 852 853 chapter 489 with at least 5 years' experience building or 854 constructing threshold buildings as defined in s. 553.71; a 855 building code administrator or building code inspector licensed 856 under part XII of chapter 468 with at least 5 years' experience 857 inspecting threshold buildings as defined in s. 553.71; or an 858 architect licensed under chapter 481. At a minimum, a structural 859 integrity reserve study must identify the common areas being 860 visually inspected, state the estimated remaining useful life 861 and the estimated replacement cost or deferred maintenance 862 expense of the common areas being visually inspected, and 863 provide a recommended annual reserve amount that achieves the 864 estimated replacement cost or deferred maintenance expense of 865 each common area being visually inspected by the end of the 866 estimated remaining useful life of each common area. 867 Section 11. Paragraphs (j), (k), and (l) of subsection (1) 868 of section 719.106, Florida Statutes, are amended to read: 869 719.106 Bylaws; cooperative ownership.-870 MANDATORY PROVISIONS. - The bylaws or other cooperative (1)documents shall provide for the following, and if they do not, 871 872 they shall be deemed to include the following: 873 (j) Annual budget.-874 1. The proposed annual budget of common expenses must be 875 detailed and must show the amounts budgeted by accounts and

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expense classifications, including, if applicable, but not limited to, those expenses listed in s. 719.504(20). The board of administration shall adopt the annual budget at least 14 days before the start of the association's fiscal year. In the event that the board fails to timely adopt the annual budget a second time, it is deemed a minor violation and the prior year's budget shall continue in effect until a new budget is adopted.

883 In addition to annual operating expenses, the budget 2. 884 must include reserve accounts for capital expenditures and 885 deferred maintenance. These accounts must include, but are not 886 be limited to, roof replacement, building painting, and pavement 887 resurfacing, regardless of the amount of deferred maintenance 888 expense or replacement cost, and for any other items for which 889 the deferred maintenance expense or replacement cost exceeds 890 \$10,000, and those items listed in paragraph (k) that will 891 require maintenance, repair, or replacement within the next 25 892 years. The amount to be reserved for an item is determined by 893 the association's most recent structural integrity reserve study 894 that must be completed as provided in paragraph (k) by December 895 31, 2024. If the amount to be reserved for an item is not in the 896 association's initial or most recent structural integrity 897 reserve study or the association has not completed a structural 898 integrity reserve study, the amount must be computed by means of 899 a formula which is based upon estimated remaining useful life and estimated replacement cost or deferred maintenance expense 900

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901 of the reserve item. However, any item with a remaining useful 902 life greater than 25 years is not required to be included in the 903 study. If an association is required to complete a structural 904 integrity reserve study, the association's budget must maintain 905 reserves, in the amount recommended in the association's most 906 recent structural integrity reserve study, for the items listed 907 in paragraph (k). The association may adjust replacement reserve 908 assessments annually to take into account any changes in 909 estimates or extension of the useful life of a reserve item 910 caused by deferred maintenance. The members of a unit-ownercontrolled association may determine, at a duly called meeting 911 912 of the association, for a fiscal year to provide no reserves or 913 reserves less adequate than required by this subsection. Before 914 turnover of control of an association by a developer to unit 915 owners other than a developer under s. 719.301, the developer-916 controlled association may not vote to waive the reserves or 917 reduce funding of the reserves. Effective December 31, 2024, a 918 unit-owner-controlled association that is required to complete a 919 structural integrity reserve study may not determine to provide 920 no reserves or reserves less adequate than required by this 921 paragraph for items listed in paragraph (k). If a meeting of the unit owners has been called to determine to provide no reserves, 922 923 or reserves less adequate than required, and such result is not 924 attained or a quorum is not attained, the reserves as included 925 in the budget shall go into effect.

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926 Reserve funds and any interest accruing thereon shall 3. 927 remain in the reserve account or accounts, and shall be used 928 only for authorized reserve expenditures unless their use for 929 other purposes is approved in advance by a vote of the majority 930 of the voting interests, voting in person or by limited proxy at 931 a duly called meeting of the association. Before turnover of 932 control of an association by a developer to unit owners other 933 than the developer under s. 719.301, the developer may not vote 934 to use reserves for purposes other than that for which they were intended. Effective December 31, 2024, members of a unit-owner-935 936 controlled association that is required to complete a structural 937 integrity reserve study may not vote to use reserve funds, or 938 any interest accruing thereon, that are reserved for items 939 listed in paragraph (k) for purposes other than their intended 940 purpose. 941 (k) Structural integrity reserve study.-942 An association must have a structural integrity reserve 1. 943 study completed at least every 10 years for each building on the

944 cooperative property that is three stories or higher in height 945 that includes, at a minimum, a study of the following items as 946 related to the structural integrity and safety of the building: 947 a. Roof. 948 b. Load-bearing walls or other primary structural members. 949 c. Floor.

- 950 d. Foundation.

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951	e. Fireproofing and fire protection systems.
952	f. Plumbing.
953	g. Electrical systems.
954	h. Waterproofing and exterior painting.
955	i. Windows and exterior doors.
956	j. Any other item that has a deferred maintenance expense
957	or replacement cost that exceeds \$10,000 and the failure to
958	replace or maintain such item negatively affects the items
959	listed in sub-subparagraphs ai., as determined by the licensed
960	engineer, general contractor, building code administrator,
961	building code inspector, or architect performing the visual
962	inspection portion of the structural integrity reserve study.
963	2. Before a developer turns over control of an association
964	to unit owners other than the developer, the developer must have
965	a structural integrity reserve study completed for each building
966	on the cooperative property that is three stories or higher in
967	height.
968	3. Associations that existing on or before July 1, 2022,
969	which are controlled by unit owners other than the developer,
970	must have a structural integrity reserve study completed by
971	December 31, 2024, for each building on the cooperative property
972	that is three stories or higher in height. <u>An association that</u>
973	is required to complete a milestone inspection on or before
974	December 31, 2026, in accordance with s. 553.899, may complete
975	the structural integrity reserve study simultaneously with the

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976	milestone inspection. In no event may the structural integrity
977	reserve study be completed after December 31, 2026.
978	4. If an association fails to complete a structural
979	integrity reserve study pursuant to this paragraph, such failure
980	is a breach of an officer's and director's fiduciary
981	relationship to the unit owners under s. 719.104(8).
982	5. If the milestone inspection required by s. 553.899, or
983	an inspection completed for a similar local requirement, was
984	performed within the past 5 years and meets the requirements of
985	this paragraph, such inspection may be used in place of the
986	visual inspection portion of the structural integrity reserve
987	study.
988	(1) Mandatory milestone inspectionsIf an association is
989	required to have a milestone inspection performed pursuant to s.
990	553.899, the association must arrange for the milestone
991	inspection to be performed and is responsible for ensuring
992	compliance with the requirements of s. 553.899. The association
993	is responsible for all costs associated with the inspection. If
994	the officers or directors of an association willfully and
995	knowingly fail to have a milestone inspection performed pursuant
996	to s. 553.899, such failure is a breach of the officers' and
997	directors' fiduciary relationship to the unit owners under s.
998	719.104(8)(a). <u>Within 60 days after</u> <del>Upon completion of a phase</del>
999	one or phase two milestone inspection and receipt of the
1000	inspector-prepared summary of the milestone inspection report

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1025

1001 from any phase one or phase two milestone inspection the 1002 architect or engineer who performed the inspection, the 1003 association must distribute a copy of the inspector-prepared 1004 summary of the inspection report to each unit owner, regardless 1005 of the findings or recommendations in the report, by United 1006 States mail or personal delivery and by electronic transmission 1007 to unit owners who previously consented to receive notice by 1008 electronic transmission; must post a copy of the inspector-1009 prepared summary in a conspicuous place on the cooperative 1010 property; and must publish the full report and inspector-1011 prepared summary on the association's website, if the association is required to have a website. If the visual 1012 1013 inspection portion of the structural integrity reserve study 1014 required under paragraph (k) was performed within the past 5 years and meets the requirements for a milestone inspection in 1015 1016 s. 553.899, such inspection may be used in place of the phase 1017 one milestone inspection. 1018 Section 12. Section 719.132, Florida Statutes, is created 1019 to read: 1020 719.132 Injunctive relief.-1021 (1) A unit owner may institute an action in a court of 1022 competent jurisdiction in which the cooperative is located to 1023 seek injunctive relief against the association to: 1024 (a) Enforce compliance with milestone inspection

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requirements under s. 553.899 and structural integrity reserve

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1026 requirements under s. 719.106(1)(k). 1027 (b) Prevent irreparable injury to unit owners and the 1028 association and to protect human health, safety, and welfare 1029 caused or threatened by any violation of the milestone 1030 inspection requirements under s. 553.899 and structural 1031 integrity reserve requirements under s. 719.106(1)(k). 1032 (2) The division may, in the name of the state, seek 1033 injunctive relief in any court of competent jurisdiction in 1034 which the cooperative is located to obtain relief against the 1035 association to enforce compliance with milestone inspection requirements under s. 553.899. A proceeding commenced under this 1036 1037 subsection is in addition to, and not in lieu of, any other 1038 penalty or remedy under this chapter. 1039 (3) Any local authority having jurisdiction to enforce 1040 milestone inspection requirements may seek injunctive relief 1041 from any court of competent jurisdiction in which the 1042 cooperative is located against the association to enforce 1043 compliance with milestone inspection requirements under s. 1044 553.899, upon an affidavit of the local authority having 1045 jurisdiction specifying the manner in which the cooperative does not conform to the requirements of s. 553.899. 1046 1047 Section 13. Paragraph (p) of subsection (4) of section 1048 719.301, Florida Statutes, is amended to read: 1049 719.301 Transfer of association control.-1050 (4) When unit owners other than the developer elect a

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1051 majority of the members of the board of administration of an 1052 association, the developer shall relinquish control of the 1053 association, and the unit owners shall accept control. 1054 Simultaneously, or for the purpose of paragraph (c) not more 1055 than 90 days thereafter, the developer shall deliver to the 1056 association, at the developer's expense, all property of the unit owners and of the association held or controlled by the 1057 1058 developer, including, but not limited to, the following items, 1059 if applicable, as to each cooperative operated by the 1060 association:

1061 (q) Notwithstanding when the certificate of occupancy was 1062 issued or the height of the building, a milestone inspection 1063 report in compliance with s. 553.899 included in the official 1064 records, under seal of an architect or engineer or under 1065 attestation of a general contractor, building code 1066 administrator, or building code inspector authorized to practice 1067 in this state indicating that such report complies with the 1068 statutory requirements for the inspection, attesting to required 1069 maintenance, condition, useful life, and replacement costs of 1070 the following applicable cooperative property comprising a 1071 turnover inspection report:

1072 1. Roof.

1073 2. Structure, including load-bearing walls and primary 1074 structural members and primary structural systems as those terms 1075 are defined in s. 627.706.

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1076	3. Fireproofing and fire protection systems.
1077	4. Elevators.
1078	5. Heating and cooling systems.
1079	6. Plumbing.
1080	7. Electrical systems.
1081	8. Swimming pool or spa and equipment.
1082	9. Seawalls.
1083	10. Pavement and parking areas.
1084	11. Drainage systems.
1085	12. Painting.
1086	13. Irrigation systems.
1087	14. Waterproofing.
1088	Section 14. Paragraph (b) of subsection (1) and paragraph
1089	(a) of subsection (2) of section 719.503, Florida Statutes, are
1090	amended, and paragraph (d) is added to subsection (1) and
1091	paragraph (d) is added to subsection (2) of that section, to
1092	read:
1093	719.503 Disclosure prior to sale
1094	(1) DEVELOPER DISCLOSURE.—
1095	(b) Copies of documents to be furnished to prospective
1096	buyer or lesseeUntil such time as the developer has furnished
1097	the documents listed below to a person who has entered into a
1098	contract to purchase a unit or lease it for more than 5 years,
1099	the contract may be voided by that person, entitling the person
1100	to a refund of any deposit together with interest thereon as
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1101 provided in s. 719.202. The contract may be terminated by 1102 written notice from the proposed buyer or lessee delivered to 1103 the developer within 15 days after the buyer or lessee receives 1104 all of the documents required by this section. The developer may not close for 15 days after the execution of the agreement and 1105 1106 delivery of the documents to the buyer as evidenced by a receipt 1107 for documents signed by the buyer unless the buyer is informed 1108 in the 15-day voidability period and agrees to close before the 1109 expiration of the 15 days. The developer shall retain in his or her records a separate signed agreement as proof of the buyer's 1110 1111 agreement to close before the expiration of the voidability period. The developer must retain such proof for a period of 5 1112 1113 years after the date of the closing transaction. The documents to be delivered to the prospective buyer are the prospectus or 1114 disclosure statement with all exhibits, if the development is 1115 1116 subject to s. 719.504, or, if not, then copies of the following 1117 which are applicable:

1118 1. The question and answer sheet described in s. 719.504, 1119 and cooperative documents, or the proposed cooperative documents 1120 if the documents have not been recorded, which shall include the 1121 certificate of a surveyor approximately representing the 1122 locations required by s. 719.104.

- 1123 1124
- 2. The documents creating the association.
- 11243. The bylaws.
- 1125
- 4. The ground lease or other underlying lease of the

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1126 cooperative.

5. The management contract, maintenance contract, and other contracts for management of the association and operation of the cooperative and facilities used by the unit owners having a service term in excess of 1 year, and any management contracts that are renewable.

1132 6. The estimated operating budget for the cooperative and 1133 a schedule of expenses for each type of unit, including fees 1134 assessed to a shareholder who has exclusive use of limited 1135 common areas, where such costs are shared only by those entitled 1136 to use such limited common areas.

1137 7. The lease of recreational and other facilities that 1138 will be used only by unit owners of the subject cooperative.

1139 8. The lease of recreational and other common areas that 1140 will be used by unit owners in common with unit owners of other 1141 cooperatives.

1142

9. The form of unit lease if the offer is of a leasehold.

1143 10. Any declaration of servitude of properties serving the 1144 cooperative but not owned by unit owners or leased to them or 1145 the association.

1146 11. If the development is to be built in phases or if the 1147 association is to manage more than one cooperative, a 1148 description of the plan of phase development or the arrangements 1149 for the association to manage two or more cooperatives.

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12. If the cooperative is a conversion of existing

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1153

1151 improvements, the statements and disclosure required by s. 1152 719.616.

13. The form of agreement for sale or lease of units.

1154 14. A copy of the floor plan of the unit and the plot plan 1155 showing the location of the residential buildings and the 1156 recreation and other common areas.

1157 15. A copy of all covenants and restrictions that will 1158 affect the use of the property and are not contained in the 1159 foregoing.

1160 16. If the developer is required by state or local authorities to obtain acceptance or approval of any dock or marina facilities intended to serve the cooperative, a copy of any such acceptance or approval acquired by the time of filing with the division pursuant to s. 719.502(1) or a statement that such acceptance or approval has not been acquired or received.

1166 17. Evidence demonstrating that the developer has an 1167 ownership, leasehold, or contractual interest in the land upon 1168 which the cooperative is to be developed.

1169 18. A copy of the inspector-prepared summary of the 1170 milestone inspection report as described in <u>ss. 553.899 and</u> 1171 <u>719.106(1)(1)</u> <u>ss. 553.899 and 719.301(4)(p)</u>, if applicable.

1172 19. A copy of the association's most recent structural 1173 integrity reserve study or a statement that the association has 1174 not completed a structural integrity reserve study.

1175

(d) Milestone inspection or structural integrity reserve

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1176	study
1177	1. If the association is required to have a milestone
1178	inspection as described in ss. 553.899 and 719.106(1)(1) or a
1179	structural integrity reserve study as described in s.
1180	719.106(1)(k), and the association has not completed the
1181	milestone inspection or structural integrity reserve study, each
1182	contract entered into on or after January 1, 2025, for the sale
1183	<u>of a residential unit must contain in conspicuous type a</u>
1184	statement indicating that the association is required to have a
1185	milestone inspection or a structural integrity reserve study and
1186	the association has failed to complete such inspection or study,
1187	as applicable.
1188	2. If the association is required to have a milestone
1189	inspection as described in ss. 553.899 and 719.106(1)(1) or a
1190	structural integrity reserve study as described in s.
1191	719.106(1)(k), and the association has completed such inspection
1192	or study, each contract entered into on or after January 1,
1193	2025, for the sale of a residential unit must contain a copy of
1194	the most recent milestone inspection report or structural
1195	integrity reserve study, as applicable.
1196	3. If the association is not required to have a milestone
1197	inspection as described in ss. 553.899 and 719.106(1)(1) or a
1198	structural integrity reserve study as described in s.
1199	719.106(1)(k), each contract entered into on or after January 1,
1200	2025, for the sale of a residential unit must contain in
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FLORIDA	HOUSE	OF REP	RESENTA	A T I V E S
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1201	conspicuous type a statement indicating that the association is
1202	not required to have a milestone inspection or a structural
1203	integrity reserve study, as applicable.
1204	(2) NONDEVELOPER DISCLOSURE
1205	(a) Each unit owner who is not a developer as defined by
1206	this chapter must comply with this subsection before the sale of
1207	his or her interest in the association. Each prospective
1208	purchaser who has entered into a contract for the purchase of an
1209	interest in a cooperative is entitled, at the seller's expense,
1210	to a current copy of all of the following:
1211	1. The articles of incorporation of the association.
1212	2. The bylaws and rules of the association.
1213	3. A copy of the question and answer sheet as provided in
1214	s. 719.504.
1215	4. A copy of the inspector-prepared summary of the
1216	milestone inspection report as described in <u>ss. 553.899 and</u>
1217	<u>719.106(1)(1)</u> <del>ss. 553.899 and 719.301(4)(p)</del> , if applicable.
1218	5. A copy of the association's most recent structural
1219	integrity reserve study or a statement that the association has
1220	not completed a structural integrity reserve study.
1221	(d)1. If the association is required to have a milestone
1222	inspection as described in ss. 553.899 and 719.106(1)(1) or a
1223	structural integrity reserve study as described in s.
1224	719.106(1)(k), and the association has not completed the
1225	milestone inspection or structural integrity reserve study, each

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1226	contract entered into on or after January 1, 2025, for the sale
1227	of a residential unit must contain in conspicuous type a
1228	statement indicating that the association is required to have a
1229	milestone inspection or a structural integrity reserve study and
1230	the association has failed to complete such inspection or study,
1231	as applicable.
1232	2. If the association is required to have a milestone
1233	inspection as described in ss. 553.899 and 719.106(1)(1) or a
1234	structural integrity reserve study as described in s.
1235	719.106(1)(k), and the association has completed such inspection
1236	or study, each contract entered into on or after January 1,
1237	2025, for the sale of a residential unit must contain a copy of
1238	the most recent milestone inspection report or structural
1239	integrity reserve study, as applicable.
1240	3. If the association is not required to have a milestone
1241	inspection as described in ss. 553.899 and 719.106(1)(l) or a
1242	structural integrity reserve study as described in s.
1243	719.106(1)(k), each contract entered into on or after January 1,
1244	2025, for the sale of a residential unit must contain in
1245	conspicuous type a statement indicating that the association is
1246	not required to have a milestone inspection or a structural
1247	integrity reserve study, as applicable.
1248	Section 15. Except as otherwise expressly provided in this
1249	act, this act shall take effect July 1, 2023.

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