By Senator DiCeglie

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A bill to be entitled An act relating to the My Safe Florida Condominium Pilot Program; creating s. 215.5587, F.S.; establishing the My Safe Florida Condominium Pilot Program within the Department of Financial Services; providing legislative intent; defining terms; providing requirements for associations and unit owners to participate in the pilot program; providing voting requirements; requiring the department to contract with specified entities for certain inspections; providing requirements for such entities; authorizing the department to conduct criminal record checks of certain inspectors; requiring inspectors to submit fingerprints and processing fees to the department; providing requirements for hurricane mitigation inspectors and inspections; requiring that applications for inspections and grants include specified statements; authorizing an association to receive an inspection without applying for a mitigation grant; providing mitigation grants for a specified purpose; providing requirements for an association receiving a mitigation grant; authorizing an association to select its own contractor if such contractor meets certain requirements; requiring the department to electronically verify a contractor's state license; requiring the association to complete construction to receive the final grant award; requiring the association to make the property available for final inspection once the project is

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completed; requiring that such construction be completed and that the association must submit a request for a final inspection within a specified timeframe; requiring that mitigation grants be matched by the association; providing a maximum state contribution based on the General Appropriations Act; providing requirements for mitigation projects; providing how mitigation grants may be used; requiring the department to develop a specified process to ensure efficiency; authorizing the department to contract for certain services; providing requirements for such contracts; requiring the department to implement a quality assurance and reinspection program; requiring the department to submit to the Legislature an annual report with specified information; providing an effective date.

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

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Section 1. Section 215.5587, Florida Statutes, is created to read:

215.5587 My Safe Florida Condominium Pilot Program.—There is established within the Department of Financial Services the My Safe Florida Condominium Pilot Program to be implemented pursuant to appropriations. The department shall provide fiscal accountability, contract management, and strategic leadership for the pilot program, consistent with this section. This section does not create an entitlement for associations or unit owners or obligate the state in any way to fund the inspection

18-00907A-24 20241366 59 or retrofitting of condominiums in the state. Implementation of 60 this pilot program is subject to annual legislative appropriations. It is the intent of the Legislature that the My 61 62 Safe Florida Condominium Pilot Program provide licensed 63 inspectors to perform inspections for and grants to eligible 64 associations as funding allows. 65 (1) DEFINITIONS.—As used in this section, the term: (a) "Association" has the same meaning as in s. 718.103. 66 67 (b) "Association property" has the same meaning as in s. 68 718.103. 69 (c) "Board of administration" has the same meaning as in s. 70 718.103. 71 (d) "Condominium" has the same meaning as in s. 718.103. 72 (e) "Condominium property" has the same meaning as in s. 73 718.103. 74 (f) "Department" means the Department of Financial 75 Services. 76 (g) "Property" means association property and condominium 77 property, as applicable. 78 (h) "Rebuild" means property under construction to replace 79 a structure that was destroyed or significantly damaged by a 80 hurricane and deemed unlivable by a regulatory authority. (i) "Unit" has the same meaning as in s. 718.103. 81 82 (j) "Unit owner" has the same meaning as in s. 718.103. (2) PARTICIPATION.— 83 (a) In order to apply for an inspection under subsection 84 (4) or a grant under subsection (5) for association property or 85

condominium property, an association must receive approval by a

majority vote of the board of administration or a majority vote

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of the total voting interests of the association to participate in the pilot program.

- (b) In order to apply for a grant under subsection (5) which improves one or more units within a condominium, an association must receive both of the following:
- 1. Approval by a majority vote of the board of administration or a majority vote of the total voting interests of the association to participate in a mitigation inspection.
- 2. A unanimous vote of all unit owners within the structure or building that is the subject of the mitigation grant.
- (c) A unit owner may participate in the pilot program through a mitigation grant awarded to the association but may not participate individually in the pilot program.
- (d) The votes required under this subsection may take place at the annual budget meeting of the association or at a unit owner meeting called for the purpose of taking such vote. Before a vote of the unit owners may be taken, the association must provide to the unit owners a clear disclosure of the pilot program on a form created by the department. The president and the treasurer of the board of administration must sign the disclosure form indicating that a copy of the form was provided to each unit owner of the association. The signed disclosure form and the minutes from the meeting at which the unit owners voted to participate in the pilot program must be maintained as part of the official records of the association. Within 14 days after an affirmative vote to participate in the pilot program, the association must provide written notice in the same manner as required under s. 718.112(2)(d) to all unit owners of the decision to participate in the pilot program.

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- (3) HURRICANE MITIGATION INSPECTORS.—
- (a) Licensed inspectors shall provide inspections of the property to determine the mitigation measures that are needed, the insurance premium discounts that may be available to the association, and the improvements to existing properties of the association that are needed to reduce a property's vulnerability to hurricane damage.
- (b) The department shall contract with wind certification entities to provide hurricane mitigation inspections. To qualify for selection by the department as a wind certification entity to provide hurricane mitigation inspections, the entity must, at a minimum, meet all of the following requirements:
- 1. Use hurricane mitigation inspectors who are licensed or certified as:
 - a. A building inspector under s. 468.607;
- b. A general, building, or residential contractor under s.
 489.111;
 - c. A professional engineer under s. 471.015;
 - d. A professional architect under s. 481.213; or
- e. A home inspector under s. 468.8314 who has completed at least 3 hours of hurricane mitigation training approved by the Construction Industry Licensing Board, which must include hurricane mitigation techniques, compliance with the uniform mitigation verification form, and completion of a proficiency exam.
- 2. Use hurricane mitigation inspectors who have undergone drug testing and a background screening. The department may conduct criminal record checks of inspectors used by wind certification entities. Inspectors must submit a set of

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146 fingerprints to the department for state and national criminal 147 history checks and must pay the fingerprint processing fee set forth in s. 624.501. The fingerprints must be sent by the 148 149 department to the Department of Law Enforcement and forwarded to 150 the Federal Bureau of Investigation for processing. The results 151 must be returned to the department for screening. The 152 fingerprints must be taken by a law enforcement agency, designated examination center, or other department-approved 153

- 3. Provide a quality assurance program, including a reinspection component.
 - (4) HURRICANE MITIGATION INSPECTIONS.—
- (a) The inspections provided to an association under this section must, at a minimum, include all of the following:
- 1. An inspection of the property, and a report that summarizes the results and identifies recommended improvements the association may take to mitigate hurricane damage.
- 2. A range of cost estimates regarding the recommended mitigation improvements.
- 3. Information regarding estimated insurance premium discounts, correlated to the current mitigation features and the recommended mitigation improvements identified by the inspection.
- (b) An application for an inspection must contain a signed or electronically verified statement made under penalty of perjury by the president of the board of administration that the association has submitted only a single application for each property that the association operates or maintains.
 - (c) An association may apply for and receive an inspection

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without also applying for a grant under subsection (5).

- (5) MITIGATION GRANTS.—Financial grants may be used to encourage associations to retrofit the property the association operates and maintains in order to make such property less vulnerable to hurricane damage.
 - (a) An application for a mitigation grant must:
- 1. Contain a signed or electronically verified statement made under penalty of perjury by the president of the board of administration that the association has submitted only a single application for each property that the association operates or maintains.
- 2. Include a notarized statement from the president of the board of administration containing the name and license number of the contractor the association intends to use for the mitigation project.
- 3. Include a notarized statement from the president of the board of administration which commits to the department that the association will complete the mitigation improvements. If the grant will be used to improve units, the application must also include an acknowledged statement from each unit owner who is required to provide approval for a grant under paragraph (2) (b).
- (b) An association may select its own contractor for the mitigation project as long as such contractor meets all qualification, certification, or licensing requirements in general law. A mitigation project must be performed by a properly licensed contractor who has secured all required local permits necessary for the project. The department must electronically verify that the contractor's state license number is accurate and up to date before approving a grant application.

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(c) An association awarded a grant must complete the entire mitigation project in order to receive the final grant award and must agree to make the property available for a final inspection once the mitigation project is finished to ensure the mitigation improvements are completed in a matter consistent with the intent of the pilot program and meet or exceed the applicable Florida Building Code requirements. Construction must be completed and the association must submit a request to the department for a final inspection, or request an extension of time, within 1 year after receiving grant approval. If the association fails to comply with this paragraph, the application is deemed abandoned and the grant money reverts back to the department.

- (d) All grants must be matched on the basis of \$1 provided by the association for \$2 provided by the state up to a maximum contribution as provided in the General Appropriations Act.
- (e) When recommended by a hurricane mitigation inspection report, grants for eligible associations may be used for the following improvements:
 - 1. Opening protection.
 - 2. Exterior doors, including garage doors.
 - 3. Reinforcing roof-to-wall connections.
 - 4. Improving the strength of roof-deck attachments.
 - 5. Secondary water barrier for roof.
- (f) Grants may be used for a previously inspected existing structure on the property or for a rebuild.
- (g)1. If improvements to protect the property which complied with the current applicable building code at the time have been previously installed, the association must use a

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mitigation grant to install improvements that do both of the following:

- a. Comply with or exceed the applicable building code in effect at the time the association applied for the grant.
- b. Provide more hurricane protection than the improvements that the association previously installed.
 - 2. The association may not use a mitigation grant to:
- a. Install the same type of improvements that were previously installed; or
- b. Pay a deductible for a pending insurance claim for damage that is part of the property for which grant funds are being received.
- (h) The department shall develop a process that ensures the most efficient means to collect and verify grant applications to determine eligibility and may direct hurricane mitigation inspectors to collect and verify grant application information or use the Internet or other electronic means to collect information and determine eligibility.
 - (6) CONTRACT MANAGEMENT.-
- (a) The department may contract with third parties for grant management, inspection services, contractor services, information technology, educational outreach, and auditing services. Such contracts are considered direct costs of the pilot program and are not subject to administrative cost limits. The department shall contract with providers that have a demonstrated record of successful business operations in areas directly related to the services to be provided and shall ensure the highest accountability for use of state funds, consistent with this section.

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(b) The department shall implement a quality assurance and reinspection program that determines whether initial inspections and mitigation improvements are completed in a manner consistent with the intent of the pilot program. The department may use a valid random sampling in order to perform the quality assurance portion of the pilot program.

- (7) REPORTS.—By February 1 of each year, the department shall submit a report to the President of the Senate and the Speaker of the House of Representatives on the activities of the pilot program and the use of state funds. The report must include all of the following information:
 - (a) The number of inspections requested.
 - (b) The number of inspections performed.
 - (c) The number of grant applications received.
- $\underline{\mbox{(d)}}$ The number of grants approved and the monetary value of each grant.
- (e) The estimated average annual amount of insurance premium discounts each association received and the total estimated annual amount of insurance premium discounts received by all associations participating in the pilot program.
- (f) The estimated average annual amount of insurance premium discounts each unit owner received as a result of the improvements to the building or structure.
 - Section 2. This act shall take effect July 1, 2024.