THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2681 Session of 2010

INTRODUCED BY WATSON, BOYD, MURT, HARPER, GEIST, CALTAGIRONE, CLYMER, DENLINGER, FAIRCHILD, GINGRICH, GOODMAN, GROVE, HELM, M. KELLER, O'NEILL, PYLE, READSHAW, SCAVELLO, SIPTROTH, SWANGER AND YOUNGBLOOD, AUGUST 30, 2010

REFERRED TO COMMITTEE ON FINANCE, AUGUST 30, 2010

AN ACT

Amending the act of July 7, 1947 (P.L.1368, No.542), entitled, 2 as amended, "An act amending, revising and consolidating the 3 laws relating to delinquent county, city, except of the first 4 and second class and second class A, borough, town, township, 5 school district, except of the first class and school 6 districts within cities of the second class A, and 7 institution district taxes, providing when, how and upon what 8 property, and to what extent liens shall be allowed for such 9 taxes, the return and entering of claims therefor; the collection and adjudication of such claims, sales of real 10 11 property, including seated and unseated lands, subject to the 12 lien of such tax claims; the disposition of the proceeds 13 thereof, including State taxes and municipal claims recovered 14 and the redemption of property; providing for the discharge 15 and divestiture by certain tax sales of all estates in 16 property and of mortgages and liens on such property, and the 17 proceedings therefor; creating a Tax Claim Bureau in each 18 county, except counties of the first and second class, to act 19 as agent for taxing districts; defining its powers and 20 duties, including sales of property, the management of 21 property taken in sequestration, and the management, sale and 22 disposition of property heretofore sold to the county 23 commissioners, taxing districts and trustees at tax sales; 24 providing a method for the service of process and notices; 25 imposing duties on taxing districts and their officers and on 26 tax collectors, and certain expenses on counties and for 27 their reimbursement by taxing districts; and repealing 28 existing laws," further providing for notice of filing of 29 returns and entry of claim.

The General Assembly of the Commonwealth of Pennsylvania

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- 1 hereby enacts as follows:
- 2 Section 1. Section 308 of the act of July 7, 1947 (P.L.1368,
- 3 No.542), known as the Real Estate Tax Sale Law, is amended by
- 4 adding a subsection to read:
- 5 Section 308. Notice of Filing of Returns and Entry of
- 6 Claim.--* * *
- 7 (b.1) In addition to the warning provision required pursuant
- 8 to subsection (b), the notice given in the manner provided by
- 9 this section shall contain the following provision which shall
- 10 be conspicuously placed upon said notice and set in at least 10-
- 11 point type in a box as:
- 12 WARNING
- 13 "YOUR MORTGAGE CONTRACT MAY CONTAIN TERMS ALLOWING YOUR
- 14 <u>LENDER, AN ASSIGNEE, OR A LEGAL REPRESENTATIVE OF YOUR LENDER</u>
- ON THE MORTGAGE CONTRACT, TO PAY THE DELINQUENT REAL ESTATE
- 16 TAXES DUE ON YOUR PROPERTY AND THEN TO ADJUST (INCREASE) YOUR
- 17 MORTGAGE PAYMENTS TO RECOUP SUCH PAYMENTS DIRECTLY FROM YOU.
- 18 YOUR FAILURE TO MAKE SUCH INCREASED MORTGAGE PAYMENTS IN A
- 19 TIMELY FASHION MAY RESULT IN THE LENDER, AN ASSIGNEE, OR
- 20 LEGAL REPRESENTATIVE OF THE MORTGAGE CONTRACT IN PURSUING A
- 21 MORTGAGE FORECLOSURE ACTION AGAINST YOU. SUCH AN ACTION COULD
- 22 LEAD TO THE SALE OF YOUR PROPERTY MUCH SOONER THAN A SALE
- 23 CONDUCTED BY THE COUNTY TAX CLAIM BUREAU FOR NONPAYMENT OF
- TAXES. IF YOU HAVE ANY QUESTIONS, PLEASE CONSULT YOUR
- 25 ATTORNEY, YOUR MORTGAGE LENDER OR THE COUNTY LAWYER REFERRAL
- 26 SERVICE."
- 27 * * *
- 28 Section 2. This act shall take effect in 60 days.