THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 323 Session of 2015

INTRODUCED BY GROVE, SAYLOR, BLOOM, PHILLIPS-HILL, ROZZI, GREINER, PICKETT, LAWRENCE, DIAMOND, RADER, KORTZ AND A. HARRIS, APRIL 24, 2015

AS REPORTED FROM COMMITTEE ON JUDICIARY, HOUSE OF REPRESENTATIVES, AS AMENDED, SEPTEMBER 30, 2015

AN ACT

1 2 3 4 5 6	Amending Title 42 (Judiciary and Judicial Procedure) of the Pennsylvania Consolidated Statutes, in organization JURISDICTION of appellate courts, providing for the commerce division of the Superior Court. COMMERCE COURT PROGRAM; AND, IN ORGANIZATION AND JURISDICTION OF COURTS OF COMMON PLEAS, PROVIDING FOR COMMERCE COURTS.	< < <
7	The General Assembly of the Commonwealth of Pennsylvania	
8	hereby enacts as follows:	
9	Section 1. Title 42 of the Pennsylvania Consolidated	
10	Statutes is amended by adding a section SECTIONS to read:	<
11	Section 541.1. Commerce division.	<
12	(a) Establishment. The commerce division is established in	
13	the Superior Court.	
14	(b) Composition. The division shall consist of judges	
15	appointed by the President Judge of the Superior Court,	
16	including no more than three senior judges:	
17	(c) Status of the commerce divisionThe commerce division-	
18	of the Superior Court is an administrative unit composed of	
19	those judges of the court responsible for the transaction of	

1	specified classes of the business of the court.
2	(d) Jurisdiction.
3	(1) The following types of appeals under the
4	jurisdiction of the Superior Court pursuant to section 742
5	(relating to appeals from courts of common pleas) shall be
6	heard by the commerce division:
7	(i) Actions relating to the internal affairs,
8	governance, dissolution, liquidation, rights or
9	obligations between or among owners and liability or
10	indemnity of managers of corporations, partnerships,
11	limited partnerships, limited liability partnerships,
12	professional associations, business trusts, joint
13	ventures or other business enterprises, including any
14	actions involving the interpretation of the rights or
15	obligations under the organic law, articles of
16	incorporation, by laws or agreements governing such
17	enterprises.
18	(ii) Disputes between or among two or more business
19	enterprises relating to a transaction, business
20	<u>relationship or a contract. An appeal under the</u>
21	jurisdiction of the commerce division pursuant to this
22	<u>paragraph may include an individual named as a party so</u>
23	long as the dispute is not prohibited under paragraph
24	<u>(2).</u>
25	(2) The following types of appeals shall not be heard by
26	the commerce division:
27	(i) Personal injury, survival or wrongful death
28	matters.
29	(ii) Individual consumer claims against businesses
30	or insurers, including products liability and personal

- 2 -

1	<u>injury cases.</u>			
2	(iii) Matters involving occupational health or			
3	<u>safety.</u>			
4	(iv) Environmental claims not involved in the sale			
5	<u>or disposition of a business.</u>			
6	(v) Matters of eminent domain.			
7	(vi) Malpractice claims, other than those brought by			
8	business enterprises against attorneys, accountants,			
9	architects or other professionals in connection with the			
10	rendering of professional services to the business			
11	<u>enterprise.</u>			
12	(vii) Employment law cases, except those that the			
13	President Judge deems are commercial in nature.			
14	(viii) Individual residential real estate and			
15	noncommercial landlord-tenant disputes.			
16	(ix) Domestic relations matters, including actions			
17	related to distribution of marital property, custody or			
18	support.			
19	Section 2. Section 542 of Title 42 is amended to read:			
20	§ 542. Powers of Superior Court.			
21	The Superior Court and its divisions shall have all powers			
22	necessary or appropriate in aid of its jurisdiction which are			
23	agreeable to the usages and principles of law.			
24	Section 3. Title 42 is amended by adding a section to read:			
25	<u>§ 728. Appeals from the commerce division of the Superior</u>			
26	<u>Court.</u>			
27	The Supreme Court shall have exclusive jurisdiction of			
28	appeals from orders of the commerce division of the Superior			
29	<u>Court.</u>			
30	Section 4. Section 951 of Title 42 is amended by adding a			
201	2015010222010225			

- 3 -

20150HB0323PN2275

1	subsection to read:
2	§ 951. Court Divisions.
3	* * *
4	(c.1) Commerce division. Any court of common pleas may
5	establish a commerce court division.
6	* * *
7	<u>§ 743. COMMERCE COURT PROGRAM.</u> <
8	(A) APPEALSTHE SUPERIOR COURT MAY ESTABLISH FROM
9	AVAILABLE FUNDS A COMMERCE COURT PROGRAM THAT SHALL HAVE
10	SPECIALIZED JURISDICTION. IN A COMMERCE COURT PROGRAM
11	ESTABLISHED UNDER THIS SECTION, THE SPECIALIZED JURISDICTION OF
12	APPEALS RELATING TO THE FOLLOWING MATTERS MAY BE VESTED IN THE
13	PROGRAM:
14	(1) THE INTERNAL AFFAIRS, GOVERNANCE, DISSOLUTION,
15	LIQUIDATION, RIGHTS OR OBLIGATIONS BETWEEN OR AMONG OWNERS
16	AND LIABILITY OR INDEMNITY OF MANAGERS OF BUSINESS
17	CORPORATIONS, PARTNERSHIPS, LIMITED PARTNERSHIPS, LIMITED
18	LIABILITY PARTNERSHIPS, PROFESSIONAL ASSOCIATIONS, BUSINESS
19	TRUSTS, JOINT VENTURES OR OTHER BUSINESS ENTERPRISES,
20	INCLUDING ANY ACTIONS INVOLVING THE INTERPRETATION OF THE
21	RIGHTS OR OBLIGATIONS UNDER THE ORGANIC LAW, ARTICLES OF
22	INCORPORATION, BY-LAWS OR AGREEMENTS GOVERNING THESE
23	ENTERPRISES.
24	(2) DISPUTES BETWEEN OR AMONG TWO OR MORE BUSINESS
25	ENTERPRISES RELATING TO A TRANSACTION, BUSINESS RELATIONSHIP
26	OR A CONTRACT.
27	(B) RULESTHE COURT MAY ADOPT RULES FOR THE ADMINISTRATION
28	OF THE PROGRAM ESTABLISHED UNDER THIS SECTION. THE RULES MAY NOT
29	BE INCONSISTENT WITH THIS SECTION OR ANY RULE ESTABLISHED BY THE
30	SUPREME COURT.

20150HB0323PN2275

- 4 -

1 § 916.1. COMMERCE COURTS.

2 (A) ESTABLISHMENT.--THE COURT OF COMMON PLEAS OF A JUDICIAL 3 DISTRICT MAY ESTABLISH FROM AVAILABLE FUNDS A COMMERCE COURT 4 THAT SHALL HAVE SPECIALIZED JURISDICTION. IN A COURT OF COMMON 5 PLEAS THAT HAS ESTABLISHED A COMMERCE COURT UNDER THIS SECTION, 6 THE EXCLUSIVE JURISDICTION OF CASES RELATING TO THE FOLLOWING 7 MATTERS MAY BE VESTED IN THE COMMERCE COURT: 8 (1) THE INTERNAL AFFAIRS, GOVERNANCE, DISSOLUTION, 9 LIQUIDATION, RIGHTS OR OBLIGATIONS BETWEEN OR AMONG OWNERS 10 AND LIABILITY OR INDEMNITY OF MANAGERS OF BUSINESS CORPORATIONS, PARTNERSHIPS, LIMITED PARTNERSHIPS, LIMITED 11 LIABILITY PARTNERSHIPS, PROFESSIONAL ASSOCIATIONS, BUSINESS 12 13 TRUSTS, JOINT VENTURES OR OTHER BUSINESS ENTERPRISES, 14 INCLUDING ANY ACTIONS INVOLVING THE INTERPRETATION OF THE 15 RIGHTS OR OBLIGATIONS UNDER THE ORGANIC LAW, ARTICLES OF 16 INCORPORATION, BY-LAWS OR AGREEMENTS GOVERNING THESE 17 ENTERPRISES. (2) DISPUTES BETWEEN OR AMONG TWO OR MORE BUSINESS 18 19 ENTERPRISES RELATING TO A TRANSACTION, BUSINESS RELATIONSHIP 20 OR A CONTRACT. 21 (B) RULES.--THE COURT MAY ADOPT LOCAL RULES FOR THE 2.2 ADMINISTRATION OF COMMERCE COURTS ESTABLISHED UNDER THIS SECTION. THE LOCAL RULES MAY NOT BE INCONSISTENT WITH THIS 23 24 SECTION OR ANY RULE ESTABLISHED BY THE SUPREME COURT. 25 (C) STATEWIDE COMMERCE COURTS COORDINATOR.--TO THE EXTENT 26 THAT FUNDS ARE AVAILABLE, THE SUPREME COURT MAY APPOINT A 27 STATEWIDE COMMERCE COURT COORDINATOR. THE COORDINATOR MAY: 28 (1) ENCOURAGE AND ASSIST IN THE ESTABLISHMENT OF 29 COMMERCE COURTS IN EACH JUDICIAL DISTRICT. 30 (2) DEVELOP MODEL GUIDELINES FOR THE ADMINISTRATION OF

- 5 -

- 1 <u>COMMERCE COURTS AND THEIR RELATED SERVICES.</u>
- 2 (3) ESTABLISH PROCEDURES FOR MONITORING COMMERCE COURTS

3 AND FOR EVALUATING THE EFFECTIVENESS OF COMMERCE COURTS.

4 (D) ADVISORY COMMITTEE. -- THE SUPREME COURT MAY ESTABLISH,

5 FROM AVAILABLE FUNDS, AN INTERDISCIPLINARY AND INTERBRANCH

6 ADVISORY COMMITTEE TO ADVISE AND ASSIST THE STATEWIDE COMMERCE

7 COURTS COORDINATOR IN MONITORING AND ADMINISTRATING COMMERCE

- 8 <u>COURTS STATEWIDE.</u>
- 9 Section 5 2. This act shall take effect in 60 days.

<--