## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1122 Session of 2013

INTRODUCED BY GINGRICH, KAUFFMAN, ELLIS, GABLER, SWANGER, MACKENZIE, REGAN, BARRAR, TOOHIL, EVERETT, C. HARRIS, COHEN, LONGIETTI AND R. BROWN, APRIL 8, 2013

AS REPORTED FROM COMMITTEE ON LOCAL GOVERNMENT, HOUSE OF REPRESENTATIVES, AS AMENDED, MAY 15, 2013

## AN ACT

Amending Title 68 (Real and Personal Property) of the Pennsylvania Consolidated Statutes, IN CREATION, ALTERATION AND TERMINATION OF CONDOMINIUMS, FURTHER PROVIDING FOR CONTENTS OF DECLARATION AND FLEXIBLE CONDOMINIUMS AND FOR AMENDMENT OF DECLARATION; AND, IN CREATION, ALTERATION AND TERMINATION OF PLANNED COMMUNITIES, further providing for contents of declaration for flexible planned communities and for amendment of declaration. The General Assembly of the Commonwealth of Pennsylvania 10 hereby enacts as follows: 11 Section 1. Sections 3206(2), 3219(A), 5206(2) and 5219(A)(3) <-of Title 68 of the Pennsylvania Consolidated Statutes are 13 amended to read: § 3206. CONTENTS OF DECLARATION; FLEXIBLE CONDOMINIUMS. 14 <--15 THE DECLARATION FOR A FLEXIBLE CONDOMINIUM SHALL INCLUDE, IN 16 ADDITION TO THE MATTERS SPECIFIED IN SECTION 3205 (RELATING TO 17 CONTENTS OF DECLARATION; ALL CONDOMINIUMS): \* \* \* 18 (2) A STATEMENT OF THE TIME LIMIT, [NOT EXCEEDING SEVEN 19 20 YEARS AFTER THE RECORDING OF THE DECLARATION, ] UPON WHICH ANY

- 1 OPTION RESERVED UNDER PARAGRAPH (1) WILL LAPSE TOGETHER WITH
- 2 A STATEMENT OF ANY CIRCUMSTANCES THAT WILL TERMINATE THE
- 3 OPTION BEFORE THE EXPIRATION OF THE TIME LIMIT. THE TIME
- 4 LIMIT SHALL NOT EXCEED THE LATER OF:
- 5 <u>(I) TEN YEARS AFTER THE RECORDING OF THE</u>
- 6 DECLARATION; OR
- 7 (II) IN THE CASE OF A PRELIMINARY PLAT CALLING FOR
- 8 THE INSTALLATION OF IMPROVEMENTS IN SECTIONS, 120 DAYS
- 9 <u>AFTER MUNICIPAL APPROVAL OR DENIAL OF EACH PARTICULAR</u>
- 10 SECTION'S FINAL PLAT WHICH WAS FILED PRIOR TO THE
- 11 <u>DEADLINE APPROVED OR MODIFIED BY THE MUNICIPAL GOVERNING</u>
- BODY PURSUANT TO SECTION 508(4)(V) OF THE ACT OF JULY 31,
- 13 <u>1968 (P.L.805, NO.247), KNOWN AS THE PENNSYLVANIA</u>
- 14 <u>MUNICIPALITIES PLANNING CODE, OR IN THE EVENT OF AN</u>
- 15 APPEAL FROM THE MUNICIPAL APPROVAL OR DENIAL OF SUCH
- 16 FINAL PLAT, 120 DAYS AFTER A FINAL JUDGMENT ON APPEAL.
- 17 \* \* \*
- 18 § 3219. AMENDMENT OF DECLARATION.
- 19 (A) NUMBER OF VOTES REQUIRED.--[EXCEPT IN CASES OF
- 20 AMENDMENTS THAT MAY BE EXECUTED BY A DECLARANT UNDER SECTION
- 21 3210(E) AND (F) (RELATING TO PLATS AND PLANS), 3211(A) (RELATING
- 22 TO CONVERSION AND EXPANSION OF FLEXIBLE CONDOMINIUMS) OR 3212(A)
- 23 (RELATING TO WITHDRAWAL OF WITHDRAWABLE REAL ESTATE); THE
- 24 ASSOCIATION UNDER SUBSECTION (F) OR SECTION 3107 (RELATING TO
- 25 EMINENT DOMAIN), 3207(D) (RELATING TO LEASEHOLD CONDOMINIUMS),
- 26 3209(C) (RELATING TO LIMITED COMMON ELEMENTS) OR 3215(A)
- 27 (RELATING TO SUBDIVISION OR CONVERSION OF UNITS); OR CERTAIN
- 28 UNIT OWNERS UNDER SECTION 3209(B) (RELATING TO LIMITED COMMON
- 29 ELEMENTS), 3214(A) (RELATING TO RELOCATION OF BOUNDARIES BETWEEN
- 30 ADJOINING UNITS), 3215(B) (RELATING TO SUBDIVISION OR CONVERSION

1	OF UNITS) OR 3220(B) (RELATING TO TERMINATION OF CONDOMINIUM),
2	AND EXCEPT AS LIMITED BY SUBSECTION (D) AND SECTION 3221
3	(RELATING TO RIGHTS OF SECURED LENDERS), THE]
4	(1) THE DECLARATION, INCLUDING THE PLATS AND PLANS, MAY
5	BE AMENDED ONLY BY VOTE OR AGREEMENT OF UNIT OWNERS OF UNITS
6	TO WHICH AT LEAST [67%]:
7	(I) SIXTY-SEVEN PERCENT OF THE VOTES IN THE
8	ASSOCIATION ARE ALLOCATED[, OR];
9	(II) ANY LARGER MAJORITY THE DECLARATION SPECIFIES[
10	THE DECLARATION MAY SPECIFY]; OR
11	(III) A SMALLER NUMBER [ONLY] AS SPECIFIED IN THE
12	DECLARATION IF ALL OF THE UNITS ARE RESTRICTED
13	EXCLUSIVELY TO NONRESIDENTIAL USE.
14	(2) PARAGRAPH (1) IS LIMITED TO SUBSECTION (D) AND
15	SECTION 3221 (RELATING TO RIGHTS OF SECURED LENDERS).
16	(3) PARAGRAPH (1) SHALL NOT APPLY TO ANY OF THE
17	FOLLOWING:
18	(I) AMENDMENTS EXECUTED BY A DECLARANT UNDER:
19	(A) SECTION 3210(E) AND (F) (RELATING TO PLATS
20	AND PLANS);
21	(B) SECTION 3211(A) (RELATING TO CONVERSION AND
22	EXPANSION OF FLEXIBLE CONDOMINIUMS); OR
23	(C) SECTION 3212(A) (RELATING TO WITHDRAWAL OF
24	WITHDRAWABLE REAL ESTATE).
25	(II) AMENDMENTS EXECUTED BY THE ASSOCIATION UNDER:
26	(A) SUBSECTION (F);
27	(B) SECTION 3107 (RELATING TO EMINENT DOMAIN);
28	(C) SECTION 3207(D) (RELATING TO LEASEHOLD
29	<pre>CONDOMINIUMS);</pre>
30	(D) SECTION 3209(C) (RELATING TO LIMITED COMMON

1	ELEMENTS); OR
2	(E) 3215(A) (RELATING TO SUBDIVISION OR
3	CONVERSION OF UNITS).
4	(III) AMENDMENTS EXECUTED BY CERTAIN UNIT OWNERS
5	<u>UNDER:</u>
6	(A) SECTION 3209(B);
7	(B) SECTION 3214(A) (RELATING TO RELOCATION OF
8	BOUNDARIES BETWEEN ADJOINING UNITS);
9	(C) SECTION 3215(B) (RELATING TO SUBDIVISION OR
10	CONVERSION OF UNITS); OR
11	(D) SECTION 3220(B) (RELATING TO TERMINATION OF
12	CONDOMINIUM).
13	(IV) AMENDMENTS EXECUTED BY A DECLARANT WHICH
14	CONFORM THE MAXIMUM TIME LIMIT FOR EXERCISING DECLARANT
15	OPTIONS TO THE TIME LIMIT AUTHORIZED BY SECTION 3206(2)
16	(RELATING TO CONTENTS OF DECLARATION; FLEXIBLE
17	CONDOMINIUMS).
18	* * *
19	§ 5206. Contents of declaration for flexible planned
20	communities.
21	The declaration for a flexible planned community shall
22	include, in addition to the matters specified in section 5205
23	(relating to contents of declaration; all planned communities),
24	all of the following:
25	* * *
26	(2) A statement of the time limit, [not exceeding seven
27	years after the recording of the declaration, ] upon which any
28	option reserved under paragraph (1) will lapse, together with
29	a statement of circumstances that will terminate the option
30	before the expiration of the time limit. The time limit shall

1	<pre>not exceed the later of:</pre>
2	(i) ten years after the recording of the
3	<pre>declaration; or</pre>
4	(ii) in the case of a preliminary plat calling for
5	the installation of improvements in sections, 120 days
6	after municipal approval or denial of each particular
7	section's final plat which was filed prior to the
8	deadline approved or modified by the municipal governing
9	body pursuant to section 508(4)(v) of the act of July 31,
10	1968 (P.L.805, No.247), known as the Pennsylvania
11	Municipalities Planning Code, or in the event of an
12	appeal from the municipal approval or denial of such
13	final plat, 120 days after a final judgment on appeal.
14	* * *
15	§ 5219. Amendment of declaration.
16	(a) Number of votes required
17	* * *
18	(3) Paragraph (1) shall not apply to any of the
19	following:
20	(i) Amendments executed by a declarant under:
21	(A) section 5210(e) or (f) (relating to plats
22	and plans);
23	(B) section 5211(a) (relating to conversion and
24	expansion of flexible planned communities); or
25	(C) section 5212(a) (relating to withdrawal of
26	withdrawable real estate).
27	(ii) Amendments executed by the association under:
28	(A) subsection (f);
29	(B) section 5107 (relating to eminent domain);
30	(C) section 5207(d) (relating to leasehold

1	<pre>planned communities);</pre>
2	(D) section 5209 (relating to limited common
3	elements); or
4	(E) section 5215 (relating to subdivision or
5	conversion of units).
6	(iii) Amendments executed by certain unit owners
7	under:
8	(A) section 5209(b);
9	(B) section 5214(a) (relating to relocation of
10	boundaries between units);
11	(C) section 5215; or
12	(D) section 5220(b) (relating to termination of
13	planned community).
14	(iv) Amendments executed by a declarant which
15	conform the maximum time limit for exercising declarant
16	options to the time limit authorized by section 5206(2)
17	(relating to contents of declaration for flexible planned
18	<pre>communities).</pre>
19	Section 2. The amendment of 68 Pa.C.S. § 5206(2) shall apply <
20	SECTION 2. THIS ACT SHALL APPLY AS FOLLOWS:
21	(1) THE AMENDMENT OF 68 PA.C.S. §§ 3206(2) AND 5206(2)
22	SHALL APPLY to all CONDOMINIUMS AND planned communities, <
23	RESPECTIVELY, created by declarations recorded less than
24	seven years prior to the effective date of this act.
25	(2) THE AMENDMENT OF THE FOLLOWING PROVISIONS SHALL NOT <
26	AFFECT ANY OTHER PROVISION OF TITLE 68:
27	(I) 68 PA.C.S. § 3206(2).
28	(II) 68 PA.C.S. § 3219(A).
29	(III) 68 PA.C.S. § 5206(2).
30	(IV) 68 PA.C.S. § 5219(A)(3).

1 Section 3. This act shall take effect immediately.