## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **SENATE BILL**

No. 31

Session of 2007

INTRODUCED BY DINNIMAN, COSTA, EARLL, FONTANA, MUSTO, ORIE, RAFFERTY, O'PAKE, C. WILLIAMS AND FERLO, FEBRUARY 5, 2007

REFERRED TO URBAN AFFAIRS AND HOUSING, FEBRUARY 5, 2007

## AN ACT

Amending Title 68 (Real and Personal Property) of the Pennsylvania Consolidated Statutes, further providing, in condominiums, cooperatives and planned communities, for contents of declarations, for public offering statements and for resales.
The General Assembly of the Commonwealth of Pennsylvania
hereby enacts as follows:
Section 1. Sections 3205(9) and 3402(a)(5) of Title 68 of
the Pennsylvania Consolidated Statutes are amended to read:
§ 3205. Contents of declaration; all condominiums.
The declaration for a condominium must contain:
* * *
(9) $\underline{\text{(i)}}$ Any restrictions created by the declarant on
use, occupancy and alienation of the units[.], including
any restrictions on the display of religious symbols by
unit owners on units and common elements.
(ii) Where one or more restrictions on the display
of religious symbols contained in the declaration,
bylaws, rules or regulations are in effect on the

effective date of this subparagraph, the declarant or

unit owners' association, as appropriate, shall provide a

written copy of such restrictions to each unit owner

within 30 days.

symbols contained in the declaration, bylaws or regulations that is adopted after the effective date of this subparagraph may apply to any current unit owner at the time the restriction is adopted or any purchaser who did not receive actual notice of the restriction in the public offering statement from the declarant or, in the case of a resale by a unit owner, in the certificate from the unit owner.

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- 15 § 3402. Public offering statement; general provisions.
- 16 (a) General rule.--Except as provided in subsection (b), a
- 17 public offering statement must contain or fully and accurately
- 18 disclose:
- 19 \* \* \*
- 20 (5) Copies and a brief narrative description of the significant features of the declaration (other than the plats 21 22 and plans), and the bylaws, rules and regulations, the 23 agreement of sale, copies of any contracts and leases to be 24 signed by the purchasers prior to or at closing and a brief 25 narrative description of any other contracts or leases or 26 agreements of a material nature to the condominium that will 27 or may be subject to cancellation by the association under 28 section 3305 (relating to termination of contracts and leases 29 of declarant). The narrative description shall include any restriction on the display of religious symbols by unit 30

- 1 owners on units and common elements, and the restriction
- 2 <u>shall be placed on a separate page or in a separate section</u>
- 3 that is identified by a caption that states "restrictions on
- 4 <u>the display of religious symbols."</u>
- 5 \* \* \*
- 6 Section 2. Section 3407(a) of Title 68 is amended by adding
- 7 a paragraph to read:
- 8 § 3407. Resales of units.
- 9 (a) Information supplied by unit owner. -- In the event of a
- 10 resale of a unit by a unit owner other than a declarant, the
- 11 unit owner shall furnish to a purchaser before execution of any
- 12 contract for sale of a unit, or otherwise before conveyance, a
- 13 copy of the declaration (other than the plats and plans), the
- 14 bylaws, the rules or regulations of the association and a
- 15 certificate containing:
- 16 \* \* \*
- 17 (18) A statement of whether the declaration contains
- 18 <u>restrictions on displays of religious symbols by unit owners</u>
- on units or common elements.
- 20 \* \* \*
- 21 Section 3. Sections 4205(a)(10) and 4403(a)(4) of Title 68
- 22 are amended to read:
- 23 § 4205. Contents of declaration.
- 24 (a) General rule. -- The declaration for a cooperative must
- 25 contain:
- 26 \* \* \*
- 27 (10) Any restrictions on:
- 28 (i) Use and occupancy of the units.
- 29 (ii) Alienation or encumbering of the cooperative
- interests.

(iii) The amount for which a cooperative interest
may be sold or the amount that may be received by a
proprietary lessee upon sale, condemnation or casualty
loss to the unit or the cooperative or termination of the
cooperative.

(iv) (A) The display of religious symbols by proprietary lessees on units and common elements.

- (B) Where one or more restrictions on the display of religious symbols contained in the declaration, bylaws, rules or regulations are in effect on the effective date of this subparagraph, the declarant or proprietary lessees' association, as appropriate, shall provide a written copy of such restrictions to each proprietary lessee within 30 days.
- symbols contained in the declaration, bylaws, rules or regulations that is adopted after the effective date of this subparagraph may apply to any current proprietary lessee at the time the restriction is adopted or any purchaser who did not receive actual notice of the restriction in the public offering statement from the declarant or, in the case of a resale by a proprietary lessee, in the certificate from the proprietary lessee.

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- 27 § 4403. Public offering statement; general provisions.
- 28 (a) General rule.--Except as provided in subsection (b), a 29 public offering statement must contain or fully and accurately
- 30 disclose:

1 \* \* \*

- 2 (4) Copies and a brief narrative description of the 3 significant features of the declaration, any other recorded covenants, conditions, restrictions and reservations 4 5 affecting the cooperative, the bylaws, the agreement of sale 6 and any rules or regulations of the association; copies and a 7 brief narrative description of any contracts, leases or 8 agreements to be signed by purchasers prior to or at closing; 9 and a brief narrative description of any other contracts, 10 leases or agreements of a material nature to the cooperative. 11 The narrative description shall include any restriction on 12 the display of religious symbols by proprietary lessees on 13 units and common elements, and the restriction shall be 14 placed on a separate page or in a separate section that is identified by a caption that indicates restrictions on the 15 16 display of religious symbols.
- 17 \* \* \*
- 18 Section 4. Section 4409(a) of Title 68 is amended by adding 19 a paragraph to read:
- 20 § 4409. Resales of cooperative interests.
- 21 (a) Information supplied by proprietary lessee. -- Except in
- 22 the case of a sale where delivery of a public offering statement
- 23 is required or unless the transaction is exempt under section
- 24 4401(b) (relating to applicability; waiver), a proprietary
- 25 lessee shall furnish to a purchaser before execution of any
- 26 contract of sale of a cooperative interest or, if there is no
- 27 contract of sale, before the time of conveyance a copy of the
- 28 declaration (other than the plats and plans), the bylaws and the
- 29 rules or regulations of the association, including all
- 30 amendments to such documents to the date of their delivery to

1 the purchaser, and a certificate containing:

2 \* \* \*

- 3 (22) A statement of whether the declaration or bylaws
- 4 contain restrictions on the display of religious symbols by
- 5 proprietary lessees on units and common elements.
- 6 \* \* \*
- 7 Section 5. Sections 5205(10) and 5402(a)(5) of Title 68 are
- 8 amended to read:
- 9 § 5205. Contents of declaration; all planned communities.
- 10 The declaration for a planned community must contain:
- 11 \* \* \*
- 12 (10) (i) Any restrictions created by the declarant on
- use, occupancy and alienation of the units and any
- 14 easement or license rights that unit owners are to have
- with respect to the use or enjoyment of any of the common
- 16 elements and that are not contained in other documents
- 17 which are recorded[.], including any restrictions on the
- display of religious symbols by unit owners on units and
- 19 common elements.
- 20 <u>(ii) Where one or more restrictions on the display</u>
- of religious symbols contained in the declaration,
- 22 bylaws, rules or regulations are in effect on the
- 23 effective date of this subparagraph, the declarant or
- 24 <u>unit owners' association, as appropriate, shall provide a</u>
- 25 written copy of such restrictions to each unit owner
- within 30 days.
- 27 (iii) No restriction on the display of religious
- 28 symbols contained in the declaration, bylaws, rules or
- 29 <u>regulations that is adopted after the effective date of</u>
- this subparagraph may apply to any current unit owner at

- 1 <u>the time the restriction is adopted or any purchaser who</u>
- 2 <u>did not receive actual notice of the restriction in the</u>
- 3 <u>public offering statement from the declarant or, in the</u>
- 4 <u>case of a resale by a unit owner, in the declaration from</u>
- 5 <u>the unit owner.</u>
- 6 \* \* \*
- 7 § 5402. Public offering statement; general provisions.
- 8 (a) General rule.--Except as provided in subsection (b), a
- 9 public offering statement must contain or fully and accurately
- 10 disclose:
- 11 \* \* \*
- 12 (5) A brief narrative description of any options
- reserved by a declarant to withdraw withdrawable real estate
- under section 5206(1) (relating to contents of declaration
- for flexible planned communities) and the expected effect
- that withdrawal would have on the remaining portion of the
- 17 planned community. The narrative shall include any
- 18 <u>restriction on the display of religious symbols by unit</u>
- 19 owners on units and common elements, and the restriction
- shall be placed on a separate page or in a separate section
- 21 that is identified by a caption that indicates restrictions
- on the display of religious symbols.
- 23 \* \* \*
- Section 6. Section 5407(a) of Title 68 is amended by adding
- 25 a paragraph to read:
- 26 § 5407. Resales of units.
- 27 (a) Information supplied by unit owner. -- In the event of a
- 28 resale of a unit by a unit owner other than a declarant, the
- 29 unit owner shall furnish to a purchaser before execution of any
- 30 contract for sale of a unit or otherwise before conveyance a

- 1 copy of the declaration other than the plats and plans, the
- 2 bylaws, the rules or regulations of the association and a
- 3 certificate containing:
- \* \* \* 4
- 5 (18) A statement of whether the declaration contains
- restrictions on displays of religious symbols by unit owners 6
- 7 on units or common elements.
- \* \* \* 8
- 9 Section 7. This act shall take effect in 60 days.