## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **SENATE BILL** No. 1110 <sup>Session of</sup> 2007

## INTRODUCED BY C. WILLIAMS, RAFFERTY, TARTAGLIONE, M. WHITE, STOUT, O'PAKE, EARLL, HUGHES AND FONTANA, OCTOBER 15, 2007

REFERRED TO URBAN AFFAIRS AND HOUSING, OCTOBER 15, 2007

## AN ACT

1 2 3 4	Amending Title 68 (Real and Personal Property) of the Pennsylvania Consolidated Statutes, providing for the definition of "property manager"; and further providing for assessments for common expenses.
5	The General Assembly of the Commonwealth of Pennsylvania
6	hereby enacts as follows:
7	Section 1. Section 3103 of Title 68 of the Pennsylvania
8	Consolidated Statutes is amended by adding a definition to read:
9	§ 3103. Definitions.
10	The following words and phrases when used in this subpart and
11	in the declaration and bylaws shall have the meanings given to
12	them in this section unless specifically provided otherwise or
13	unless the context clearly indicates otherwise:
14	* * *
15	"Property manager." An individual that meets all of the
16	<u>following:</u>
17	(1) Is one of the following:
18	(i) Licensed as a real estate broker under the act
19	of February 19, 1980 (P.L.15, No.9), known as the Real

1	Estate Licensing and Registration Act.
2	(ii) Licensed under the Real Estate Licensing and
3	Registration Act and is overseen by an employing licensed
4	<u>real estate broker.</u>
5	(2) Is contracted by a unit owners' association for the
6	leasing, managing, marketing and overall maintenance of real
7	property in the condominium.
8	* * *
9	Section 2. Section 3314 of Title 68 is amended by adding a
10	subsection to read:
11	§ 3314. Assessments for common expenses.
12	* * *
13	(a.1) Separate accountsThe following provisions shall
14	apply if an association employs a property manager:
15	(1) The property manager shall establish and maintain a
16	separate account that is in the sole name of the association.
17	Additional accounts may be established in the sole name of
18	the association to the extent appropriate for the separate
19	payment of general common expenses and limited common
20	expenses.
21	(2) The property manager shall not commingle the
22	proceeds of an account of the association with any of the
23	<u>following:</u>
24	(i) The proceeds of any account not in the sole name
25	of the association that is managed by the property
26	manager.
27	(ii) The proceeds of any account if the property
28	manager owns an interest in the account.
29	* * *
30	Section 3. Section 4103 of Title 68 is amended by adding a
2007	70S1110B1451 - 2 -

1 definition to read:

2 § 4103. Definitions.

3 Subject to additional definitions contained in subsequent 4 provisions of this subpart which are applicable to specific provisions of this subpart, the following words and phrases when 5 used in this subpart and in the declaration and bylaws shall 6 have the meanings given to them in this section unless the 7 8 context clearly indicates otherwise: \* \* \* 9 "Property manager." An individual that meets all of the 10 11 following: 12 (1) Is one of the following: 13 (i) Licensed as a real estate broker under the act of February 19, 1980 (P.L.15, No.9), known as the Real 14 Estate Licensing and Registration Act. 15 (ii) Licensed under the Real Estate Licensing and 16 Registration Act and is overseen by an employing licensed 17 18 real estate broker. (2) Is contracted by a proprietary lessees' association 19 20 for the leasing, managing, marketing and overall maintenance of real property in the cooperative. 21 \* \* \* 22 23 Section 4. Section 4314 of Title 68 is amended by adding a subsection to read: 24 25 § 4314. Assessments for common expenses.

26 \* \* \*

27 (a.1) Separate accounts.--The following provisions shall

28 apply if an association employs a property manager:

29 (1) The property manager shall establish and maintain a

30 <u>separate account that is in the sole name of the association.</u>

20070S1110B1451

- 3 -

1	Additional accounts may be established in the sole name of
2	the association to the extent appropriate for the separate
3	payment of general common expenses and limited common
4	expenses.
5	(2) The property manager shall not commingle the
6	proceeds of an account of the association with any of the
7	<u>following:</u>
8	(i) The proceeds of any account not in the sole name
9	of the association that is managed by the property
10	manager.
11	(ii) The proceeds of any account if the property
12	manager owns an interest in the account.
13	* * *
14	Section 5. Section 5103 of Title 68 is amended by adding a
15	definition to read:
16	§ 5103. Definitions.
17	The following words and phrases when used in this subpart and
18	in the declaration and bylaws shall have the meanings given to
19	them in this section unless specifically provided otherwise or
20	unless the context clearly indicates otherwise:
21	* * *
22	"Property manager." An individual that meets all of the
23	<u>following:</u>
24	(1) Is one of the following:
25	(i) Licensed as a real estate broker under the act
26	of February 19, 1980 (P.L.15, No.9), known as the Real
27	Estate Licensing and Registration Act.
28	(ii) Licensed under the Real Estate Licensing and
29	Registration Act and is overseen by an employing licensed
30	<u>real estate broker.</u>

20070S1110B1451

- 4 -

1	(2) Is contracted by a unit owners' association for the
2	leasing, managing, marketing and overall maintenance of real
3	property in the planned community.
4	* * *
5	Section 6. Section 5314 of Title 68 is amended by adding a
6	subsection to read:
7	§ 5314. Assessments for common expenses.
8	* * *
9	(a.1) Separate accountsThe following provisions shall
10	apply if an association employs a property manager:
11	(1) The property manager shall establish and maintain a
12	separate account that is in the sole name of the association.
13	Additional accounts may be established in the sole name of
14	the association to the extent appropriate for the separate
15	payment of general common expenses and limited common
16	expenses.
17	(2) The property manager shall not commingle the
18	proceeds of an account of the association with any of the
19	<u>following:</u>
20	(i) The proceeds of any account not in the sole name
21	of the association that is managed by the property
22	manager.
23	(ii) The proceeds of any account if the property
24	manager owns an interest in the account.
25	* * *
26	Section 7. This act shall take effect in 60 days.