## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 1253 Session of 2011

INTRODUCED BY BLAKE, FONTANA, TARTAGLIONE, FERLO, MENSCH, COSTA, HUGHES, SCHWANK, McILHINNEY, BOSCOLA, BREWSTER, EARLL, YUDICHAK, WAUGH AND BROWNE, SEPTEMBER 20, 2011

REFERRED TO ENVIRONMENTAL RESOURCES AND ENERGY, SEPTEMBER 20, 2011

## AN ACT

Amending the act of June 2, 1959 (P.L.454, No.86), entitled "An 1 act permitting the recording of leases, subleases and 2 agreements to lease or sublease; permitting the recording of 3 memoranda thereof; prescribing the minimum contents of such 5 memoranda; prescribing the effect of recording such instruments, including provisions thereof for the purchase of or refusal on the demised premises; and specifying that the 7 recording of such a memorandum shall be a sufficient 8 recording of the full lease, sublease, or agreement in 9 connection with the assignment or mortgaging of the lessee's 10 interest therein," providing for requirement for certain 11 leases and imposing a duty of certain lessees relating to the 12 recording of mortgages. 13 14 The General Assembly of the Commonwealth of Pennsylvania 15 hereby enacts as follows: 16 Section 1. The act of June 2, 1959 (P.L.454, No.86), entitled "An act permitting the recording of leases, subleases 17 and agreements to lease or sublease; permitting the recording of 18 19 memoranda thereof; prescribing the minimum contents of such 20 memoranda; prescribing the effect of recording such instruments, 21 including provisions thereof for the purchase of or refusal on the demised premises; and specifying that the recording of such 22

- 1 a memorandum shall be a sufficient recording of the full lease,
- 2 sublease, or agreement in connection with the assignment or
- 3 mortgaging of the lessee's interest therein," is amended by
- 4 adding sections to read:
- 5 <u>Section 6.1. Any agreement for the conveyance, lease,</u>
- 6 <u>sublease</u>, agreement or memorandum thereof of property for the
- 7 purposes of granting mineral rights including oil or gas
- 8 <u>exploration or extraction shall include a specific provision</u>
- 9 <u>notifying the owner or lessor that such conveyance, lease,</u>
- 10 sublease, agreement or memorandum thereof may be the subject of
- 11 a mortgage by the lessee.
- 12 Section 6.2. Within thirty days of the recording by a lessee
- 13 of any mortgage of property that is the subject of any recorded
- 14 <u>lease</u>, <u>sublease</u>, <u>agreement or memorandum thereof concerning a</u>
- 15 grant of mineral rights including oil or gas exploration or
- 16 extraction, the lessee shall notify, by first class mail, the
- 17 recorded owner of the real estate identified in the deed and the
- 18 occupant at the address of the real estate identified in the
- 19 deed, if that address is different from the record owner's
- 20 address, that a mortgage on the lease, sublease, agreement or
- 21 memorandum thereof has been recorded by the lessee.
- 22 Section 2. This act shall take effect in 60 days.