THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 401

Session of 2017

INTRODUCED BY GROVE, MARSICO, PICKETT, ORTITAY, BLOOM, BAKER, RYAN, NEILSON, PHILLIPS-HILL, MILLARD, D. COSTA, LAWRENCE AND WARD, FEBRUARY 8, 2017

REFERRED TO COMMITTEE ON JUDICIARY, FEBRUARY 8, 2017

AN ACT

- Amending Title 42 (Judiciary and Judicial Procedure) of the
 Pennsylvania Consolidated Statutes, in jurisdiction of
 appellate courts, providing for commerce court program; and,
 in organization and jurisdiction of courts of common pleas,
 providing for commerce courts.

 The General Assembly of the Commonwealth of Pennsylvania
 hereby enacts as follows:

 Section 1. Title 42 of the Pennsylvania Consolidated

 Statutes is amended by adding sections to read:
- 10 § 743. Commerce court program.
- 11 (a) Appeals. -- The Superior Court may establish from
- 12 available funds a commerce court program that shall have
- 13 specialized jurisdiction. In a commerce court program
- 14 <u>established under this section</u>, the specialized jurisdiction of
- 15 appeals relating to the following matters may be vested in the
- 16 program:
- 17 (1) The internal affairs, governance, dissolution,
- 18 <u>liquidation, rights or obligations between or among owners</u>
- 19 and liability or indemnity of managers of business

- 1 corporations, partnerships, limited partnerships, limited
- 2 liability partnerships, professional associations, business
- 3 <u>trusts, joint ventures or other business enterprises,</u>
- 4 <u>including any actions involving the interpretation of the</u>
- 5 <u>rights or obligations under the organic law, articles of</u>
- 6 <u>incorporation</u>, bylaws or agreements governing these
- 7 <u>enterprises</u>.
- 8 (2) Disputes between or among two or more business
- 9 enterprises relating to a transaction, business relationship
- 10 or a contract.
- 11 (b) Rules.--The court may adopt rules for the administration
- 12 of the program established under this section. The rules may not
- 13 be inconsistent with this section or any rule established by the
- 14 <u>Supreme Court.</u>
- 15 § 916.1. Commerce courts.
- 16 (a) Establishment. -- The court of common pleas of a judicial
- 17 district may establish from available funds a commerce court
- 18 that shall have specialized jurisdiction. In a court of common
- 19 pleas that has established a commerce court under this section,
- 20 the exclusive jurisdiction of cases relating to the following
- 21 <u>matters may be vested in the commerce court:</u>
- 22 (1) The internal affairs, governance, dissolution,
- 23 liquidation, rights or obligations between or among owners
- 24 and liability or indemnity of managers of business
- 25 corporations, partnerships, limited partnerships, limited
- 26 liability partnerships, professional associations, business
- 27 <u>trusts, joint ventures or other business enterprises,</u>
- including any actions involving the interpretation of the
- 29 rights or obligations under the organic law, articles of
- incorporation, bylaws or agreements governing these

- 1 enterprises.
- 2 (2) Disputes between or among two or more business
- 3 enterprises relating to a transaction, business relationship
- 4 <u>or a contract.</u>
- 5 (b) Rules. -- The court may adopt local rules for the
- 6 <u>administration of commerce courts established under this</u>
- 7 <u>section</u>. The local rules may not be inconsistent with this
- 8 <u>section or any rule established by the Supreme Court.</u>
- 9 (c) Statewide commerce courts coordinator. -- To the extent
- 10 that funds are available, the Supreme Court may appoint a
- 11 Statewide commerce court coordinator. The coordinator may:
- 12 (1) Encourage and assist in the establishment of
- 13 <u>commerce courts in each judicial district.</u>
- 14 (2) Develop model guidelines for the administration of
- 15 <u>commerce courts and their related services.</u>
- 16 (3) Establish procedures for monitoring commerce courts
- 17 and for evaluating the effectiveness of commerce courts.
- 18 (d) Advisory committee. -- The Supreme Court may establish,
- 19 from available funds, an interdisciplinary and interbranch
- 20 advisory committee to advise and assist the Statewide commerce
- 21 courts coordinator in monitoring and administrating commerce
- 22 courts Statewide.
- 23 Section 2. This act shall take effect in 60 days.