1. Community titles schemes involve the collective ownership and management of common property and body corporate assets. Under the *Body Corporate and Community Management Act 1997*, most costs associated with living in a scheme are proportioned by a lot owner’s allocated contribution schedule lot entitlement.
2. On 19 February 2010, following a review of the lot entitlement system, the Government announced proposed reforms to the system. Under the reforms, contribution schedule lot entitlements in new community titles schemes will be set (and adjusted) in accordance with legislative guidelines. For existing community titles schemes which have had their contribution schedule lot entitlements adjusted, the Government will introduce amendments to provide lot owners with an opportunity to revert contribution schedule lot entitlements for all the lots in the scheme to their original settings prior to any adjustment orders.
3. The proposed new lot entitlements system is contained in the Body Corporate and Community Management and Other Legislation Amendment Bill 2010.
4. The Bill also establishes a new regulation module called the Two-Lot Schemes Module which is designed to simplify the management of common property for people who live in community titles schemes consisting of only two residential lots.
5. The Bill and Explanatory Notes were released for public consultation on 12 August 2010. Consultation closed on 23 September 2010. All submissions received consideration in settling the Bill in its final form.
6. Cabinet approved that the Body Corporate and Community Management and Other Legislation Amendment Bill 2010 be introduced into the Legislative Assembly.
7. *Attachments*
* [Body Corporate and Community Management and Other Legislation Amendment Bill 2010](Attachments/Bill.pdf)
* [Explanatory Notes](Attachments/ExNotes.pdf)