## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1791 Session of 2023

## INTRODUCED BY HOWARD, MADDEN, KINSEY, SANCHEZ, HILL-EVANS, DELLOSO, D. WILLIAMS, CERRATO, PARKER AND GREEN, OCTOBER 24, 2023

REFERRED TO COMMITTEE ON JUDICIARY, OCTOBER 24, 2023

## AN ACT

1 2 3	Amending Title 12 (Commerce and Trade) of the Pennsylvania Consolidated Statutes, in commercial protection, prohibiting confession of judgment provisions.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Part IV of Title 12 of the Pennsylvania
7	Consolidated Statutes is amended by adding a chapter to read:
8	CHAPTER 59
9	MISCELLANEOUS PROVISIONS
10	<u>Sec.</u>
11	5901. Confession of judgment provisions prohibited.
12	§ 5901. Confession of judgment provisions prohibited.
13	(a) General ruleA contract or agreement entered into
14	between parties may not contain a provision that authorizes one
15	party to confess judgment against another party to the contract
16	<u>or agreement.</u>
17	(b) ExceptionsSubsection (a) does not apply to a contract
18	or agreement entered into:

1	(1)	prior to the effective date of this section; or
2	(2)	by the Commonwealth or a municipality pursuant to
3	statute.	

- 4 (c) Effect.--A confession of judgment provision in violation
- 5 of this section is void and unenforceable.
- 6 Section 2. This act shall take effect in 60 days.