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. The current approach to setting and adjusting contribution schedule lot entitlements has been a matter of anxiety for many people. As such, the Government undertook a review of the lot entitlements system.
3. In February 2010, the Government announced proposed reforms to the lot entitlements system. Under the reforms, contribution schedule lot entitlements for lots 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 is proposing to 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.
4. The proposed new lot entitlements system is contained in the draft Body Corporate and Community Management Amendment Bill 2010.
5. Cabinet approved the public release of the Body Corporate and Community Management Amendment Bill 2010 and Explanatory Notes for consultation.
6. *Attachments*
* [Body Corporate and Community Management Amendment Bill 2010 exposure draft](Attachments/BCCM%20Bill%20-%20Exposure%20Draft.pdf)
* [Explanatory Notes exposure draft](Attachments/Exposure%20Draft%20-%20BCCM%20-%20Explanatory%20Notes.docx)