HB 2008-5 (LC 2997) 4/12/17 (EMM/ps)

Requested by Representative FAHEY

## PROPOSED AMENDMENTS TO HOUSE BILL 2008

On <u>page 1</u> of the printed bill, line 2, after "provisions;" delete the rest of the line and delete line 3 and insert "amending ORS 62.809, 62.813, 90.643 and 90.645; and declaring an emergency.".

4 Delete lines 5 through 21 and delete pages 2 through 12 and insert:

5 "SECTION 1. ORS 90.645 is amended to read:

6 "90.645. (1)(a) If a manufactured dwelling park, or a portion of the park 7 that includes the space for a manufactured dwelling, is to be closed and the 8 land or leasehold converted to a use other than as a manufactured dwelling 9 park, and the closure is not required by the exercise of eminent domain or 10 by order of federal, state or local agencies, the landlord may terminate a 11 month-to-month or fixed term rental agreement for a manufactured dwelling 12 park space:

"[(a)] (A) By giving the tenant not less than 365 days' notice in writing
 before the date designated in the notice for termination; and

"[(b)] (B) By paying a tenant, for each space for which a rental agreement
is terminated, one of the following amounts:

"[(A)] (i) [\$5,000] \$6,000 if the manufactured dwelling is a single-wide
 dwelling;

"[(B)] (ii) [\$7,000] \$8,000 if the manufactured dwelling is a double-wide
 dwelling; or

((C)] (iii) [\$9,000] \$10,000 if the manufactured dwelling is a triple-wide

1 or larger dwelling.

"(b) The Office of Manufactured Dwelling Park Community Relations of the Housing and Community Services Department shall establish by rule a process to annually recalculate the amounts described
in paragraph (a) of this subsection to reflect inflation.

"(2) Notwithstanding subsection (1) of this section, if a landlord closes a
manufactured dwelling park under this section as a result of converting the
park to a subdivision under ORS 92.830 to 92.845, the landlord:

9 "(a) May terminate a rental agreement by giving the tenant not less than 10 180 days' notice in writing before the date designated in the notice for ter-11 mination.

"(b) Is not required to make a payment under subsection [(1)(b)] (1) of this
section to a tenant who:

14 "(A) Buys the space or lot on which the tenant's manufactured dwelling 15 is located and does not move the dwelling; or

"(B) Sells the manufactured dwelling to a person who buys the space orlot.

"(3) A notice given under subsection (1) or (2) of this section shall, at aminimum:

"(a) State that the landlord is closing the park, or a portion of the park,
and converting the land or leasehold to a different use;

22 "(b) Designate the date of closure; and

<sup>23</sup> "(c) Include the tax credit notice described in ORS 90.650.

"(4) Except as provided in subsections (2) and (5) of this section, the landlord must pay a tenant the full amount required under subsection [(1)(b)] (1) of this section regardless of whether the tenant relocates or abandons the manufactured dwelling. The landlord shall pay at least one-half of the payment amount to the tenant within seven days after receiving from the tenant the notice described in subsection (5)(a) of this section. The landlord shall pay the remaining amount no later than seven days after the

HB 2008-5 4/12/17 Proposed Amendments to HB 2008 1 tenant ceases to occupy the space.

2 "(5) Notwithstanding subsection (1) of this section:

"(a) A landlord is not required to make a payment to a tenant as provided in subsection (1) of this section unless the tenant gives the landlord not less than 30 days' and not more than 60 days' written notice of the date within the 365-day period on which the tenant will cease tenancy, whether by relocation or abandonment of the manufactured dwelling.

8 "(b) If the manufactured dwelling is abandoned:

"(A) The landlord may condition the payment required by subsection (1)
of this section upon the tenant waiving any right to receive payment under
ORS 90.425 or 90.675.

"(B) The landlord may not charge the tenant to store, sell or dispose ofthe abandoned manufactured dwelling.

"(6)(a) A landlord may not charge a tenant any penalty, fee or unaccrued
 rent for moving out of the manufactured dwelling park prior to the end of
 the 365-day notice period.

"(b) A landlord may charge a tenant for rent for any period during which the tenant occupies the space and may deduct from the payment amount required by subsection (1) of this section any unpaid moneys owed by the tenant to the landlord.

"(7) A landlord may not increase the rent for a manufactured dwelling park space after giving a notice of termination under this section to the tenant of the space.

"(8) This section does not limit a landlord's right to terminate a tenancy
for nonpayment of rent under ORS 90.394 or for other cause under ORS
90.380 (5)(b), 90.396, 90.398 or 90.632 by complying with ORS 105.105 to
105.168.

"(9) If a landlord is required to close a manufactured dwelling park by the
exercise of eminent domain or by order of a federal, state or local agency,
the landlord shall notify the park tenants no later than 15 days after the

1 landlord receives notice of the exercise of eminent domain or of the agency 2 order. The notice to the tenants shall be in writing, designate the date of 3 closure, state the reason for the closure, describe the tax credit available 4 under section 17, chapter 906, Oregon Laws 2007, and any government relo-5 cation benefits known by the landlord to be available to the tenants and 6 comply with any additional content requirements under ORS 90.650.

"SECTION 2. ORS 90.645, as amended by section 2a, chapter 906, Oregon
Laws 2007, is amended to read:

9 "90.645. (1)(a) If a manufactured dwelling park, or a portion of the park 10 that includes the space for a manufactured dwelling, is to be closed and the 11 land or leasehold converted to a use other than as a manufactured dwelling 12 park, and the closure is not required by the exercise of eminent domain or 13 by order of federal, state or local agencies, the landlord may terminate a 14 month-to-month or fixed term rental agreement for a manufactured dwelling 15 park space:

"[(a)] (A) By giving the tenant not less than 365 days' notice in writing
 before the date designated in the notice for termination; and

"[(b)] (B) By paying a tenant, for each space for which a rental agreement
is terminated, one of the following amounts:

"[(A)] (i) [\$5,000] **\$6,000** if the manufactured dwelling is a single-wide dwelling;

22 "[(B)] (ii) [\$7,000] \$8,000 if the manufactured dwelling is a double-wide 23 dwelling; or

"[(C)] (iii) [\$9,000] 10,000 if the manufactured dwelling is a triple-wide or larger dwelling.

"(b) The Office of Manufactured Dwelling Park Community Relations of the Housing and Community Services Department shall establish by rule a process to annually recalculate the amounts described
in paragraph (a) of this subsection to reflect inflation.

30 "(2) Notwithstanding subsection (1) of this section, if a landlord closes a

HB 2008-5 4/12/17 Proposed Amendments to HB 2008 manufactured dwelling park under this section as a result of converting the
park to a subdivision under ORS 92.830 to 92.845, the landlord:

"(a) May terminate a rental agreement by giving the tenant not less than
180 days' notice in writing before the date designated in the notice for termination.

6 "(b) Is not required to make a payment under subsection [(1)(b)] (1) of this 7 section to a tenant who:

8 "(A) Buys the space or lot on which the tenant's manufactured dwelling
9 is located and does not move the dwelling; or

10 "(B) Sells the manufactured dwelling to a person who buys the space or 11 lot.

"(3) A notice given under subsection (1) or (2) of this section shall, at a minimum:

"(a) State that the landlord is closing the park, or a portion of the park,
 and converting the land or leasehold to a different use;

16 "(b) Designate the date of closure; and

17 "(c) Include the tax notice described in ORS 90.650.

"(4) Except as provided in subsections (2) and (5) of this section, the 18 landlord must pay a tenant the full amount required under subsection 19 [(1)(b)] (1) of this section regardless of whether the tenant relocates or 20abandons the manufactured dwelling. The landlord shall pay at least one-half 21of the payment amount to the tenant within seven days after receiving from 22the tenant the notice described in subsection (5)(a) of this section. The 23landlord shall pay the remaining amount no later than seven days after the 24tenant ceases to occupy the space. 25

<sup>26</sup> "(5) Notwithstanding subsection (1) of this section:

"(a) A landlord is not required to make a payment to a tenant as provided in subsection (1) of this section unless the tenant gives the landlord not less than 30 days' and not more than 60 days' written notice of the date within the 365-day period on which the tenant will cease tenancy, whether by relo1 cation or abandonment of the manufactured dwelling.

2 "(b) If the manufactured dwelling is abandoned:

"(A) The landlord may condition the payment required by subsection (1)
of this section upon the tenant waiving any right to receive payment under
ORS 90.425 or 90.675.

6 "(B) The landlord may not charge the tenant to store, sell or dispose of 7 the abandoned manufactured dwelling.

8 "(6)(a) A landlord may not charge a tenant any penalty, fee or unaccrued 9 rent for moving out of the manufactured dwelling park prior to the end of 10 the 365-day notice period.

"(b) A landlord may charge a tenant for rent for any period during which the tenant occupies the space and may deduct from the payment amount required by subsection (1) of this section any unpaid moneys owed by the tenant to the landlord.

"(7) A landlord may not increase the rent for a manufactured dwelling
 park space after giving a notice of termination under this section to the
 tenant of the space.

"(8) This section does not limit a landlord's right to terminate a tenancy
for nonpayment of rent under ORS 90.394 or for other cause under ORS
90.380 (5)(b), 90.396, 90.398 or 90.632 by complying with ORS 105.105 to
105.168.

"(9) If a landlord is required to close a manufactured dwelling park by the 22exercise of eminent domain or by order of a federal, state or local agency, 23the landlord shall notify the park tenants no later than 15 days after the 24landlord receives notice of the exercise of eminent domain or of the agency 25order. The notice to the tenants shall be in writing, designate the date of 26closure, state the reason for the closure, describe any government relocation 27benefits known by the landlord to be available to the tenants and comply 28with any additional content requirements under ORS 90.650. 29

30 "(10) The Office of Manufactured Dwelling Park Community Relations

shall adopt rules establishing a sample form for the notice described in subsection (3) of this section.

3 "SECTION 3. ORS 90.643 is amended to read:

"90.643. (1) A manufactured dwelling park may be converted to a planned
community subdivision of manufactured dwellings pursuant to ORS 92.830 to
92.845. When a manufactured dwelling park is converted pursuant to ORS
92.830 to 92.845:

8 "(a) Conversion does not require closure of the park pursuant to ORS 9 90.645 or termination of any tenancy on any space in the park or any lot in 10 the planned community subdivision of manufactured dwellings.

"(b) After approval of the tentative plan under ORS 92.830 to 92.845, the manufactured dwelling park ceases to exist, notwithstanding the possibility that four or more lots in the planned community subdivision may be available for rent.

"(2) If a park is converted to a subdivision under ORS 92.830 to 92.845,
and the landlord closes the park as a result of the conversion, ORS 90.645
applies to the closure.

"(3) If a park is converted to a subdivision under ORS 92.830 to 92.845,
but the landlord does not close the park as a result of the conversion:

"(a) A tenant who does not buy the space occupied by the tenant's manufactured dwelling may terminate the tenancy and move. If the tenant terminates the tenancy after receiving the notice required by ORS 92.839 and before the expiration of the 60-day period described in ORS 92.840 (2), the landlord shall pay the tenant as provided in ORS 90.645 [(1)(b)] (1).

"(b) If the landlord and the tenant continue the tenancy on the lot created
in the planned community subdivision, the tenancy is governed by ORS
90.100 to 90.465, except that the following provisions apply and, in the case
of a conflict, control:

"(A) ORS 90.510 (4) to (7) applies to a rental agreement and rules and regulations concerning the use and occupancy of the subdivision lot until the declarant turns over administrative control of the planned community subdivision of manufactured dwellings to a homeowners association pursuant to ORS 94.600 and 94.604 to 94.621. The landlord shall provide each tenant with a copy of the bylaws, rules and regulations of the homeowners association at least 60 days before the turnover meeting described in ORS 94.609.

6 "(B) ORS 90.530 applies regarding pets.

7 "(C) ORS 90.545 applies regarding the extension of a fixed term tenancy.

8 "(D) ORS 90.600 (1) to (4) applies to an increase in rent.

9 "(E) ORS 90.620 applies to a termination by a tenant.

"(F) ORS 90.630 applies to a termination by a landlord for cause. However, the sale of a lot in the planned community subdivision occupied by a tenant to someone other than the tenant is a good cause for termination under ORS 90.630 that the tenant cannot cure or correct and for which the landlord must give written notice of termination that states the cause of termination at least 180 days before termination.

"(G) ORS 90.632 applies to a termination of tenancy by a landlord due to
 the physical condition of the manufactured dwelling.

<sup>18</sup> "(H) ORS 90.634 applies to a lien for manufactured dwelling unit rent.

"(I) ORS 90.680 applies to the sale of a manufactured dwelling occupying a lot in the planned community subdivision. If the intention of the buyer of the manufactured dwelling is to leave the dwelling on the lot, the landlord may reject the buyer as a tenant if the buyer does not buy the lot also.

"(J) ORS 90.710 applies to a cause of action for a violation of ORS 90.510
(4) to (7), 90.630, 90.680 or 90.765.

25 "(K) ORS 90.725 applies to landlord access to a rented lot in a planned 26 community subdivision.

"(L) ORS 90.730 (2), (3), (4) and (7) apply to the duty of a landlord to maintain a rented lot in a habitable condition.

"(M) ORS 90.750 applies to the right of a tenant to assemble or canvass.
"(N) ORS 90.755 applies to the right of a tenant to speak on political is-

1 sues and to post political signs.

2 "(O) ORS 90.765 applies to retaliatory conduct by a landlord.

"(P) ORS 90.771 applies to the confidentiality of information provided to
the Office of Manufactured Dwelling Park Community Relations of the
Housing and Community Services Department about disputes.

"SECTION 4. Section 5 of this 2017 Act is added to and made a part
of ORS 90.842 to 90.850.

8 "SECTION 5. In addition to providing notice as required by ORS 9 90.842, upon sale of a manufactured dwelling park under ORS 90.842 to 90.850 or upon any sale, transfer, exchange or other conveyance of a 11 manufactured dwelling park described in ORS 90.848, the owner shall 12 give notice of the conveyance to the Office of Manufactured Dwelling 13 Park Community Relations stating:

"(1) The number of vacant spaces and homes in the manufactured
 dwelling park;

"(2) If applicable, the final sale price of the manufactured dwelling
 park;

18 **"(3)** The date the conveyance became final; and

<sup>19</sup> "(4) The name, address and telephone number of the new owner.

<sup>20</sup> "SECTION 6. ORS 62.809 is amended to read:

"62.809. (1) A person may become a member of a manufactured dwelling
park nonprofit cooperative if the person:

23 "(a) Is a natural person;

"(b) Owns a manufactured dwelling that is, or is to be, located in a manufactured dwelling park of the cooperative and occupied by the person;

<sup>26</sup> "(c) Pays the membership fee required by the cooperative; and

"(d) Meets any additional membership qualifications established in the
articles of incorporation or bylaws of the cooperative.

"(2) A manufactured dwelling park nonprofit cooperative shall accept as
 a member any person who meets the qualifications described in subsection

1 (1) of this section.

"(3) Membership in a manufactured dwelling park nonprofit cooperative
entitles the member to rent space for a manufactured dwelling in a manufactured dwelling park of the cooperative and to occupy the manufactured
dwelling.

"(4) The total number of memberships available for issuance by a manu-6 factured dwelling park nonprofit cooperative may not exceed the number of 7 manufactured dwelling spaces in the manufactured dwelling park of the co-8 operative. A cooperative shall create or issue one membership for each 9 manufactured dwelling that is, or is to be, located in a manufactured dwell-10 ing park of the cooperative and occupied by the dwelling owner. A person 11 may not own more than one membership in the same cooperative. A mem-12bership may not be issued to a person unless the person meets the quali-13 fications for membership described in subsection (1) of this section. 14

15 "(5) A cooperative shall issue memberships for a fee determined by the 16 directors of the cooperative. The directors may periodically adjust the fee 17 amount as provided in the articles of incorporation or bylaws of the coop-18 erative. Except for periodic adjustments, the membership fee charged by the 19 cooperative shall be the same for all members.

"(6) A member may sell or redeem membership in the cooperative only to the cooperative. A member may not sell or redeem membership to the cooperative for more than the price the member paid for the membership.

"(7) Except as provided in this section, the articles of incorporation or
 bylaws of the cooperative shall establish the methods for accepting and ter minating membership and for the sale or redemption of a membership.

"(8)(a) A member may sell to another person the member's manufactured dwelling located in the manufactured dwelling park of a cooperative. The member selling the manufactured dwelling must arrange to sell or redeem the membership to the cooperative as described in subsection (6) of this section. "(b) A person that buys a manufactured dwelling located in the park of a cooperative from any person may apply to become a member of the coop-erative.

## 3 "(c) Except as provided in paragraph (d) of this subsection:

"(A) If a member of the cooperative transfers title to a manufactured dwelling located in the park of the cooperative to a person other than a lienholder, and [no buyer] a new owner of the manufactured dwelling [from the member or from another person becomes] does not become a member of the cooperative within six months after the member transfers title, the owner of the manufactured dwelling must remove the manufactured dwelling from the park of the cooperative.

"(**B**) If title to a manufactured dwelling located in the park of a cooperative is transferred to a lienholder, and [*no*] **a** buyer of the manufactured dwelling from the lienholder or from a person that acquired title from the lienholder [*becomes*] **does not become** a member of the cooperative within 12 months after title is transferred to the lienholder, the owner of the manufactured dwelling must remove the manufactured dwelling from the park of the cooperative.

"(d) An owner of a manufactured dwelling is not required to remove
 the manufactured dwelling as described in paragraph (c) of this sub section if the cooperative agrees with the owner in writing to:

"(A) Waive or extend the deadline by which the buyer or subsequent
buyer must remove the manufactured dwelling; or

"(B) Store the manufactured dwelling on the space for a specified
period of time.

"[(c)] (e) Notwithstanding ORS 446.626, if a manufactured dwelling located in a manufactured dwelling park of a cooperative was recorded in the county deed records before title to the manufactured dwelling was transferred from the record owner of the manufactured dwelling, the county shall continue to list the manufactured dwelling in the deed records until the earlier of: "(A) Twelve months after title is transferred from the record owner to a person other than a lienholder shown on the deed record for the manufactured dwelling, unless the county is notified that a subsequent buyer of the manufactured dwelling has become a member of the cooperative;

5 "(B) Twelve months after title is transferred to a lienholder shown on the 6 deed record for the manufactured dwelling, unless the county is notified that 7 a subsequent buyer of the manufactured dwelling has become a member of 8 the cooperative; or

"(C) Issuance of a trip permit under ORS 446.631 for moving the dwelling.
"(9) If a newly created manufactured dwelling park originates as a manufactured dwelling park nonprofit cooperative, a manufactured dwelling
owner must become a member of the cooperative before residing in the park. **"SECTION 7.** ORS 62.813 is amended to read:

"62.813. (1) If a lienholder provides a manufactured dwelling park nonprofit cooperative with a written request for notification regarding a manufactured dwelling on which the lienholder has a lien, the cooperative shall provide the lienholder with written notice of a termination of occupancy or membership if:

"(a) A member of the cooperative who is identified in the lienholder re quest for notification terminates occupancy in the manufactured dwelling
 park of the cooperative and the cooperative knows of the termination;

"(b) A member of the cooperative who is identified in the lienholder re quest for notification terminates membership in the cooperative; or

"(c) The cooperative terminates, or gives notice of cause for terminating,
the occupancy or membership of a member of the cooperative who is identified in the lienholder request for notification.

"(2) If a member or the cooperative terminates the member's occupancy in the park or membership in the cooperative, and the member fails to move or sell the manufactured dwelling, a lienholder that has foreclosed on the lien on the manufactured dwelling may:

HB 2008-5 4/12/17 Proposed Amendments to HB 2008 "(a) Remove the manufactured dwelling from the park after satisfying any
obligation to the cooperative;

"(b) Subject to subsection (3) of this section, sell the manufactured
4 dwelling; or

5 "(c) Require the cooperative to enter into a storage agreement that allows 6 the lienholder to store the manufactured dwelling on the space for up to 12 7 months if the lienholder pays the space rent and reasonably maintains the 8 manufactured dwelling and space.

9 "(3) The buyer of a manufactured dwelling sold by a lienholder under 10 subsection (2)(b) of this section takes possession of the manufactured dwell-11 ing subject to ORS 62.809 (8) and any obligation to the cooperative. During 12 the term of a storage agreement described in subsection (2)(c) of this section, 13 the lienholder may remove or sell the manufactured dwelling as provided in 14 subsection (2)(a) or (b) of this section.

"(4) A lienholder and a cooperative that are subject to a storage
 agreement under subsection (2)(c) of this section may agree in writing
 to extend the term of the agreement beyond 12 months.

"[(4)] (5) If the member of the cooperative terminated occupancy in the park without terminating membership in the cooperative, an application for membership by the buyer or moving of the manufactured dwelling shall act to transfer the membership of the terminating owner to the cooperative.

"<u>SECTION 8.</u> (1) Section 5 of this 2017 Act and the amendments to
ORS 90.643 and 90.645 by sections 1 to 3 of this 2017 Act apply to manufactured dwelling park closures for which notice is given to tenants
on or after the effective date of this 2017 Act.

"(2) The amendments to ORS 62.809 and 62.813 by sections 6 and 7
 of this 2017 Act apply to transfers of title and termination of cooper ative memberships occurring on or after the effective date of this 2017
 Act.

30 "SECTION 9. This 2017 Act being necessary for the immediate

- 1 preservation of the public peace, health and safety, an emergency is
- 2 declared to exist, and this 2017 Act takes effect on its passage.".

3