H-0995.2

HOUSE BILL 1440

State of Washington 52nd Legislature 1991 Regular Session

By Representatives Winsley, Franklin, Ballard, Nelson, Leonard, Ogden, Wineberry and Miller.

Read first time January 29, 1991. Referred to Committee on Housing.

- AN ACT Relating to mobile home affairs; amending RCW 59.21.060,
- 2 59.22.020, 59.22.050, 82.08.065, and 82.45.090; adding new sections to
- 3 chapter 43.131 RCW; adding a new section to chapter 59.22 RCW; and
- 4 repealing RCW 59.22.050 and 59.22.900.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 59.21.060 and 1990 c 171 s 6 are each amended to read
- 7 as follows:
- 8 (1) There is hereby imposed a fee of ((sixty-five)) fifteen dollars
- 9 on every transfer of title on new or used mobile homes where ownership
- 10 of the mobile home is changed by any transaction including but not
- 11 limited to sales and gift transactions and transfers of ownership which
- 12 involve elimination of title under chapter 65.20 (([RCW])) RCW, but not
- 13 <u>including court-mandated divorce transactions or the removal of a</u>
- 14 deceased spouse's name from the mobile home title. The county auditor
- 15 ((or county treasurer)) shall collect the fee as provided in chapter

- 1 ((82.08 or)) 82.45 RCW. The fee collected under this section shall be
- 2 forwarded to the state treasurer. The state treasurer shall deposit
- 3 ((fifty dollars of each fee collected in the mobile home park
- 4 relocation fund created under RCW 59.21.050 and the remaining fifteen
- 5 dollars of)) each fee collected in the mobile home affairs account
- 6 created by RCW 59.22.070.
- 7 (2) The department of revenue, the department of licensing, and
- 8 the state treasurer may enact any rules necessary to carry out this
- 9 section.
- 10 Sec. 2. RCW 59.22.020 and 1988 c 280 s 3 are each amended to read
- 11 as follows:
- 12 The following definitions shall apply throughout this chapter
- 13 unless the context clearly requires otherwise:
- 14 (1) "Account" means the mobile home affairs account created under
- 15 <u>RCW 59.22.070.</u>
- 16 (2) "Affordable" means that, where feasible, low-income residents
- 17 should not pay more than thirty percent of their monthly income for
- 18 housing costs.
- 19 $((\frac{2}{2}))$ (3) "Conversion costs" includes the cost of acquiring the
- 20 mobile home park, the costs of planning and processing the conversion,
- 21 the costs of any needed repairs or rehabilitation, and any expenditures
- 22 required by a government agency or lender for the project.
- 23 $((\frac{3}{3}))$ <u>(4)</u> "Department" means the department of community
- 24 development.
- 25 (5) "Fee" means the mobile home title transfer fee created under
- 26 RCW 59.21.060.
- 27 (((4))) (6) "Fund" means the mobile home park purchase fund created
- 28 pursuant to RCW 59.22.030.

- 1 (((5))) "Housing costs" means the total cost of owning,
- 2 occupying, and maintaining a mobile home and a lot or space in a mobile
- 3 home park.
- 4 (((6))) (8) "Individual interest in a mobile home park" means any
- 5 interest which is fee ownership or a lesser interest which entitles the
- 6 holder to occupy a lot or space in a mobile home park for a period of
- 7 not less than either fifteen years or the life of the holder.
- 8 Individual interests in a mobile home park include, but are not limited
- 9 to, the following:
- 10 (a) Ownership of a lot or space in a mobile home park or
- 11 subdivision;
- 12 (b) A membership or shares in a stock cooperative, or a limited
- 13 equity housing cooperative; or
- 14 (c) Membership in a nonprofit mutual benefit corporation which
- 15 owns, operates, or owns and operates the mobile home park.
- 16 $((\frac{7}{}))$ <u>(9)</u> "Low-income resident" means an individual or household
- 17 who resided in the mobile home park prior to application for a loan
- 18 pursuant to this chapter and with an annual income at or below eighty
- 19 percent of the median income for the county of standard metropolitan
- 20 statistical area of residence. Net worth shall be considered in the
- 21 calculation of income with the exception of the resident's
- 22 mobile/manufactured home which is used as their primary residence.
- (((8))) (10) "Low-income spaces" means those spaces in a mobile
- 24 home park operated by a resident organization which are occupied by
- 25 low-income residents.
- 26 $((\frac{9}{}))$ <u>(11)</u> "Mobile home park" means a mobile home park, as
- 27 defined in RCW 59.20.030(4), or a manufactured home park subdivision as
- 28 defined by RCW 59.20.030(6) created by the conversion to resident
- 29 ownership of a mobile home park.

- 1 (((10))) (12) "Resident organization" means a group of mobile home
- 2 park residents who have formed a nonprofit corporation, cooperative
- 3 corporation, or other entity or organization for the purpose of
- 4 acquiring the mobile home park in which they reside and converting the
- 5 mobile home park to resident ownership. The membership of a resident
- 6 organization shall include at least two-thirds of the households
- 7 residing in the mobile home park at the time of application for
- 8 assistance from the department.
- 9 (((11))) <u>(13)</u> "Resident ownership" means, depending on the context,
- 10 either the ownership, by a resident organization, as defined in this
- 11 section, of an interest in a mobile home park which entitles the
- 12 resident organization to control the operations of the mobile home park
- 13 for a term of no less than fifteen years. or the ownership of
- 14 individual interests in a mobile home park, or both.
- 15 $((\frac{12}{12}))$ <u>(14)</u> "Landlord" shall have the same meaning as it does in
- 16 RCW 59.20.030.
- 17 $((\frac{13}{13}))$ (15) "Manufactured housing" means residences constructed
- 18 on one or more chassis for transportation, and which bear an insignia
- 19 issued by a state or federal regulatory agency indication compliance
- 20 with all applicable construction standards of the United States
- 21 department of housing and urban development.
- (((14))) (16) "Mobile home" shall have the same meaning as it does
- 23 in RCW 46.04.302.
- $((\frac{15}{15}))$ Mobile home lot" shall have the same meaning as it
- 25 does in RCW 59.20.030.
- (((16))) (18) "Tenant" means a person who rents a mobile home lot
- 27 for a term of one month or longer and owns the mobile home on the
- 28 lot.

- 1 Sec. 3. RCW 59.22.050 and 1989 c 294 s 1 are each amended to read
- 3 (1) In order to provide general assistance to mobile home resident
- 4 organizations, park owners, and landlords and tenants, the department
- 5 shall establish an office of mobile home affairs which will serve as
- 6 the coordinating office within state government for matters relating to
- 7 mobile homes or manufactured housing.

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as follows:

- 8 This office will provide an ombudsman service to mobile home park
- 9 owners and mobile home tenants with respect to problems and disputes
- 10 between park owners and park residents and to provide technical
- 11 assistance to resident organizations or persons in the process of
- 12 forming a resident organization pursuant to chapter 59.22 RCW. The
- 13 office will keep records of its activities in this area.
- 14 (2) ((In addition, the office shall work with the mobile home space
- 15 availability and affordability task force to develop recommendations to
- 16 (a) increase the availability of mobile home park spaces, (b) stabilize
- 17 rent levels through traditional market forces of supply and demand and
- 18 through incentives such as current use valuation of mobile home parks,
- 19 but not through artificial controls on rent, and (c) allow senior
- 20 citizens on fixed incomes to continue living in their mobile homes,
- 21 including the possibility of direct subsidies.
- The mobile home space availability and affordability task force
- 23 shall be comprised of four legislators, one from each caucus in the
- 24 house of representatives appointed by the speaker of the house and one
- 25 from each caucus in the senate appointed by the president of the
- 26 senate, two representatives of park-owners, two representatives of
- 27 tenants, and two representatives of local governments. All
- 28 nonlegislative members shall be appointed by the director of the
- 29 department of community development. Staffing for the task force shall
- 30 be supplied by the department of community development, the house of

- 1 representatives housing committee, and the senate economic development
- 2 and labor committee.
- 3 (3) In developing these recommendations the office and the task
- 4 force shall:
- 5 (a) Review the ordinances of local government to assess their
- 6 impact on the availability of mobile home rental spaces;
- 7 (b) Consult with federal, state, and local agencies, senior citizen
- 8 organizations, the real estate industry, and other groups as it
- 9 considers necessary;
- 10 (c) Use, to the fullest extent possible, the services, facilities,
- 11 information, and advice of public and private agencies, organizations,
- 12 and individuals in order to avoid duplication of effort and expense;
- 13 and
- 14 (d) Hold public hearings to allow public input and involvement))
- 15 The office shall perform all the consumer complaint and related
- 16 <u>functions</u> of the state administrative agency that are required for
- 17 purposes of complying with the regulations established by the federal
- 18 department of housing and urban development for manufactured housing,
- 19 <u>including the preparation and submission of the state administrative</u>
- 20 plan.
- 21 **Sec. 4.** RCW 82.08.065 and 1990 c 171 s 8 are each amended to read
- 22 as follows:
- In the collection of the sales tax on mobile homes and ((the)) any
- 24 fee imposed ((in RCW 59.21.060(1))) to fund the mobile home affairs
- 25 <u>account</u>, the department of revenue may designate the county auditors of
- 26 the several counties of the state as its collecting agents. Upon such
- 27 designation, it shall be the duty of each county auditor to collect the
- 28 tax and the fee at the time the mobile home dealer or selling agent
- 29 applies for a new certificate of ownership for such mobile home in the

- 1 instance where transfer of ownership was from a mobile home dealer or
- 2 person deemed a selling agent under RCW 82.04.480, except where the
- 3 applicant presents a written statement signed by the department of
- 4 revenue or its duly authorized agent showing that no retail sales tax
- 5 or use tax is legally due. The term "mobile home" as used in this
- 6 section means a mobile home as defined in RCW 46.04.302. It shall be
- 7 the duty of every mobile home dealer or selling agent to declare upon
- 8 the application for a new certificate of ownership the selling price
- 9 paid for the mobile home. Any person willfully misrepresenting, or
- 10 failing or refusing to declare upon the application, such selling price
- 11 shall be guilty of a gross misdemeanor.
- 12 Each county auditor who acts as agent of the department of revenue
- 13 shall at the time of remitting license fee receipts on motor vehicles
- 14 subject to the provisions of RCW 82.12.045 pay over and account to the
- 15 state treasurer for all sales tax revenue collected under this section,
- 16 after first deducting as his or her collection fee the sum of two
- 17 dollars for each mobile home upon which the tax has been collected.
- 18 Any applicant who has paid sales tax to a county auditor under this
- 19 section may apply to the department of revenue for refund thereof if he
- 20 has reason to believe that such tax was not legally due and owing. No
- 21 refund is allowed unless application therefor is received by the
- 22 department of revenue within four years after payment of the tax. Upon
- 23 receipt of an application for refund the department of revenue shall
- 24 consider the same and issue its order either granting or denying it and
- 25 if refund is denied the taxpayer shall have the right of appeal as
- 26 provided in RCW 82.32.170, 82.32.180, and 82.32.190.
- The provisions of this section shall be construed as cumulative of
- 28 other methods prescribed in chapters 82.04 to 82.32 RCW, inclusive, for
- 29 the collection of the tax imposed by this chapter. The department of
- 30 revenue shall have power to adopt such rules as may be necessary to

- 1 administer the provisions of this section. Any duties required by this
- 2 section to be performed by the county auditor may be performed by the
- 3 director of licensing but no collection fee shall be deductible by the
- 4 director of licensing in remitting sales tax revenue to the state
- 5 treasurer.
- 6 **Sec. 5.** RCW 82.45.090 and 1990 c 171 s 7 are each amended to read
- 7 as follows:
- 8 The tax imposed by this chapter ((and the fee imposed in RCW
- 9 59.21.060(1)) shall be paid to and collected by the treasurer of the
- 10 county within which is located the real property which was sold, said
- 11 treasurer acting as agent for the state. The county treasurer shall
- 12 cause a stamp evidencing satisfaction of the lien to be affixed to the
- 13 instrument of sale or conveyance prior to its recording or to the real
- 14 estate excise tax affidavit in the case of used mobile home sales and
- 15 used floating home sales. A receipt issued by the county treasurer for
- 16 the payment of the tax imposed under this chapter shall be evidence of
- 17 the satisfaction of the lien imposed hereunder and may be recorded in
- 18 the manner prescribed for recording satisfactions of mortgages. No
- 19 instrument of sale or conveyance evidencing a sale subject to the tax
- 20 shall be accepted by the county auditor for filing or recording until
- 21 the tax shall have been paid and the stamp affixed thereto; in case the
- 22 tax is not due on the transfer, the instrument shall not be so accepted
- 23 until suitable notation of such fact has been made on the instrument by
- 24 the treasurer.
- NEW SECTION. Sec. 6. A new section is added to chapter 43.131 RCW
- 26 to read as follows:
- The office of mobile home affairs and its powers and duties shall
- 28 be terminated on June 30, 1995, as provided in section 7 of this act.

- 1 <u>NEW SECTION.</u> **Sec. 7.** A new section is added to chapter 43.131 RCW
- 2 to read as follows:
- 3 RCW 59.22.050 and section 3 of this act, 1989 c 294 s 1, & 1988 c
- 4 280 s 2 as now existing or hereafter amended, are each repealed
- 5 effective June 30, 1996.
- 6 <u>NEW SECTION.</u> **Sec. 8.** A new section is added to chapter 59.22 RCW
- 7 to read as follows:
- 8 (1) A manufactured housing task force is established to study and
- 9 make recommendations concerning the structure state government should
- 10 use to regulate manufactured housing in this state. In conducting this
- 11 study, the task force shall review the structures used in other states,
- 12 including those states with a commission structure. The task force
- 13 shall consider the report prepared by the department of licensing, the
- 14 department of labor and industries, and the department of community
- 15 development on consolidating mobile home-related functions in
- 16 conducting its study.
- 17 (2) The task force shall submit a final report containing its
- 18 findings and recommendations to the house of representatives housing
- 19 committee and the senate commerce and labor committee by December 1,
- 20 1992. The task force shall terminate on December 31, 1992.
- 21 (3) The task force shall consist of the following members:
- 22 (a) Two members of the house of representatives appointed by the
- 23 speaker of the house of representatives, from different political
- 24 caucuses;
- 25 (b) Two members of the senate appointed by the president of the
- 26 senate, from different political caucuses;
- 27 (c) Two members who represent mobile home park owners, appointed by
- 28 the governor;

- 1 (d) Two members who represent mobile home owners, appointed by the
- 2 governor;
- 3 (e) One member who represents mobile home manufacturers, appointed
- 4 by the governor;
- 5 (f) One member who represents mobile home dealers, appointed by the
- 6 governor;
- 7 (g) One member who represents mobile home transporters, appointed
- 8 by the governor;
- 9 (h) One member who represents local building officials, appointed
- 10 by the governor;
- 11 (i) One member who represents local health officials, appointed by
- 12 the governor; and
- 13 (j) The director, or the director's designee from the department of
- 14 community development, the department of licensing, the department of
- 15 labor and industries, and the attorney general's office. The designees
- 16 shall be nonvoting, ex officio members of the task force.
- 17 (4) The members of the task force shall select the chair or
- 18 co-chairs of the task force.
- 19 (5) Staff assistance for the task force will be provided by
- 20 legislative staff and staff from the agencies or offices listed in
- 21 subsection (3)(j) of this section.
- 22 <u>NEW SECTION.</u> **Sec. 9.** RCW 59.22.900 and 1987 c 482 s 12 are
- 23 each repealed.