## CERTIFICATION OF ENROLLMENT

### ENGROSSED SUBSTITUTE SENATE BILL 5482

Chapter 66, Laws of 1993

53rd Legislature 1993 Regular Session

MOBILE HOME PARKS--RESIDENT OWNERSHIP IN EVENT OF SALE OF PARK

EFFECTIVE DATE: 7/25/93

Passed by the Senate March 12, 1993 YEAS 41 NAYS 0

## JOEL PRITCHARD

### President of the Senate

Passed by the House April 8, 1993 YEAS 98 NAYS 0

## CERTIFICATE

I, Marty Brown, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE SENATE BILL 5482** as passed by the Senate and the House of Representatives on the dates hereon set forth.

### BRIAN EBERSOLE

# Speaker of the House of Representatives

Approved April 19, 1993

### MARTY BROWN

Secretary

FILED

April 19, 1993 - 2:06 p.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington

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#### ENGROSSED SUBSTITUTE SENATE BILL 5482

Passed Legislature - 1993 Regular Session

## State of Washington 53rd Legislature 1993 Regular Session

By Senate Committee on Trade, Technology & Economic Development (originally sponsored by Senators Skratek, M. Rasmussen, Spanel, Prentice, Franklin, McAuliffe, A. Smith, Drew and von Reichbauer)

Read first time 03/03/93.

- 1 AN ACT Relating to mobile home parks; amending RCW 59.22.020,
- 2 59.20.030, 59.20.070, 59.20.073, 59.20.080, and 59.20.130; adding new
- 3 sections to chapter 59.22 RCW; adding a new section to chapter 59.20
- A RCW; adding a new chapter to Title 59 RCW; and prescribing penalties.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that mobile home parks
- 7 provide a significant source of homeownership for many Washington
- 8 residents, but increasing rents and low vacancy rates, as well as the
- 9 pressure to convert mobile home parks to other uses, increasingly make
- 10 mobile home park living insecure for mobile home owners. The
- 11 legislature also finds that many homeowners who reside in mobile home
- 12 parks are also those residents most in need of reasonable security in
- 13 the siting of their manufactured homes. It is the intent of the
- 14 legislature to encourage and facilitate the conversion of mobile home
- 15 parks to resident ownership in the event of a voluntary sale of the
- 16 park.
- 17 <u>NEW SECTION.</u> **Sec. 2.** An obligation of good faith is imposed on
- 18 the parties in the conduct of transactions affected by this chapter.

- 1 Rights created by this chapter are forfeited by any party failing to
- 2 act in good faith. Further obligations under this chapter on other
- 3 parties are also discharged by a failure to act in good faith.
- NEW SECTION. Sec. 3. If a qualified tenant organization gives written notice to the mobile home park owner where the tenants reside that they have a present and continuing desire to purchase the mobile home park, the park may then be sold only according to this chapter.
- 8 "Notice" for the purposes of this section means a writing signed by
  9 sixty percent of the tenants in the park indicating that they desire to
  10 participate in the purchase of the park, and that they are
  11 contractually bound to the other signators of the notice to participate
  12 by purchasing an ownership interest that will entitle them to occupy a
  13 mobile home space for the remainder of their life or for a term of at
  14 least fifteen years.
- NEW SECTION. Sec. 4. (1) "Mobile home park" means the same as defined in RCW 59.20.030.
- 17 (2)(a) The terms "sold" or "sale" for the purposes of this chapter 18 have their ordinary meaning and include: (i) A conveyance, grant, assignment, quitclaim, or transfer of ownership or title to real 19 20 property and improvements that comprise the mobile home park, or mobile 21 homes, for a valuable consideration; (ii) a contract for the 22 conveyance, grant, assignment, quitclaim, or transfer; (iii) a lease 23 with an option to purchase the real property and improvements, or 24 mobile home, or any estate or interest therein; or (iv) other contract 25 under which possession of the property is given to the purchaser, or any other person by his or her direction, where title is retained by 26 27 the vendor as security for the payment of the purchase price. These 28 terms also include any other transfer of the beneficial or equitable 29 interest in the mobile home park such as a transfer of equity stock or other security evidencing ownership that results in a change in 30 31 majority interest ownership.
- 32 (b) The terms "sale" or "sold" do not include: (i) A transfer by gift, devise, or inheritance; (ii) a transfer of a leasehold interest other than of the type described in this subsection; (iii) a cancellation or forfeiture of a vendee's interest in a contract for the sale of the mobile home park; (iv) a deed in lieu of foreclosure of a mortgage; (v) the assumption by a grantee of the balance owing on an

obligation that is secured by a mortgage or deed in lieu of forfeiture 1 of the vendee's interest in a contract of sale where no consideration 2 passes otherwise; (vi) the partition of property by tenants in common 3 4 by agreement or as the result of a court decree; (vii) a transfer, 5 conveyance, or assignment of property or interest in property from one spouse to the other in accordance with the terms of a decree of divorce 6 7 or dissolution or in fulfillment of a property settlement agreement 8 incident thereto; (viii) the assignment or other transfer of a vendor's 9 interest in a contract for the sale of real property, even though 10 accompanied by a conveyance of the vendor's interest in the real property involved; (ix) transfers by appropriation or decree in 11 12 condemnation proceedings brought by the United States, the state or any 13 political subdivision thereof, or a municipal corporation; (x) a mortgage or other transfer of an interest in real property or mobile 14 15 home merely to secure a debt, or the assignment thereof; (xi) a 16 transfer or conveyance made under an order of sale by the court in a 17 mortgage or lien foreclosure proceeding or upon execution of a judgment; (xii) a deed in lieu of foreclosure to satisfy a mortgage; 18 19 (xiii) a conveyance to the federal housing administration or veteran's 20 administration by an authorized mortgagee made under a contract of insurance or quarantee with the federal housing administration or 21 22 veteran's administration; (xiv) a transfer in compliance with the terms 23 of any lease or contract upon which notice has already been given under 24 this chapter, or where the lease or contract was entered into before 25 the effective date of this act; or (xv) a transfer to a corporation or 26 partnership the majority interest of which is wholly owned by the 27 transferor.

(3) A "qualified tenant organization" means a formal organization of tenants in the park in question, organized for the purpose of purchasing the park, with membership made available to all tenants with the only requirements for membership being: (a) Payment of reasonable dues; and (b) being a tenant in the park.

NEW SECTION. Sec. 5. If notice of a desire to purchase has been given under section 3 of this act, a park owner shall notify the qualified tenant organization that an agreement to purchase and sell has been reached and the terms of the agreement, including the availability and terms of seller financing, before closing a sale with any other person or entity. If, within thirty days after the actual

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notice has been received, the qualified tenant organization tenders to the park owner an amount equal to two percent of the agreed purchase price, refundable only according to this chapter, together with a fully executed purchase and sale agreement at least as favorable to the park owner as the original agreement, the mobile home park owner must sell the mobile home park to the qualified tenant organization. The tenant organization must then close the sale on the same terms as outlined in the original agreement between the park owner and the prospective purchaser. In the case of seller financing, a mobile home park owner may decline to sell the mobile home park to the qualified tenant organization if, based on reasonable and objective evidence, to do so would present a greater financial risk to the seller than would selling on the same terms to the original offeror.

If the qualified tenant organization fails to perform under the terms of the agreement the owner may proceed with the sale to any other party at these terms. If the park owner thereafter elects to accept an offer at a price lower than the price specified in the notice, the homeowners will have an additional ten days to meet the price and terms and conditions of this lower offer by executing a contract. If the qualified tenant organization fails to perform following two such opportunities, the park owner shall be free for a period of twenty-four months to execute a sale of the park to any other party.

A mobile home park owner who enters into a signed agreement to sell or transfer the ownership of the mobile home park to a relative or a legal entity composed of relatives or established for the benefit of relatives of the mobile home park owner, who signs an agreement stating the intention to maintain the property as a mobile home park is exempted from the requirements of this section and section 6 of this act.

NEW SECTION. Sec. 6. Failure on the part of a mobile home park owner to give notice as required by this chapter renders a sale of the mobile home park that occurs within thirty days of the time the qualified tenant organization knows or has reason to know that a violation of the notice provisions of section 3 of this act has occurred, voidable upon application to superior court after notice and hearing. If the court determines that the notice provisions of this chapter have been violated, the court shall issue an order setting aside the improper sale. In an action brought under this section, the

- 1 court shall award the prevailing party attorneys' fees and costs. For
- 2 the purposes of this section, a "prevailing party" includes any third
- 3 party purchaser who appears and successfully defends his or her
- 4 interest.
- 5 <u>NEW SECTION.</u> **Sec. 7.** If a mobile home park owner gives written
- 6 notice to all tenants residing in the park, including new tenants at
- 7 the commencement of their tenancy, that he or she has a desire to
- 8 purchase their mobile homes, the mobile homes may be sold only
- 9 according to the following provisions:
- 10 (1) Before transfer of title to any other person or entity, the
- 11 mobile home owner shall notify the park owner if an agreement to
- 12 purchase and sell has been reached and specify the terms of the
- 13 agreement.
- 14 (2) If, within ten days of the notice, the mobile home park owner
- 15 tenders to the mobile home owner an amount equal to five percent of the
- 16 agreed purchase price, together with a fully executed purchase and sale
- 17 agreement, the mobile home owner must sell the mobile home to the
- 18 mobile home park owner.
- 19 (3) The mobile home park owner must then perform under the
- 20 agreement and stand ready to close the sale according to the terms of
- 21 the agreement between buyer and seller. Failure to perform under the
- 22 terms of the agreement on the part of the mobile home park owner
- 23 results in the forfeiture of the five percent deposit and voids the
- 24 purchase and sale agreement.
- 25 (4) The rights of the mobile home park owner or of the mobile home
- 26 owner under the purchase and sale agreement, including the deposit, are
- 27 not forfeited if the transaction fails to close due to no fault or
- 28 inability to perform on the part of the seller.
- 29 (5) In the case of seller financing, the mobile home owner may
- 30 decline to sell to the mobile home park owner if, based on reasonable
- 31 and objective evidence, to do so would present a greater financial risk
- 32 to the seller than would selling to the original offeror.
- A mobile home owner who enters into a signed agreement to sell or
- 34 transfer the ownership of the mobile home to a relative is exempted
- 35 from the requirements of this section and section 8 of this act.
- 36 <u>NEW SECTION.</u> **Sec. 8.** Failure on the part of a mobile home owner
- 37 to give notice as required by this chapter renders a sale of the mobile

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- 1 home that occurs within sixty days of the time the mobile home park
- 2 owner knows or has reason to know that a violation of the notice
- 3 provisions of section 7 of this act has occurred, voidable upon
- 4 application to superior court after notice and hearing. If the court
- 5 determines that the notice provisions of this chapter have been
- 6 violated, the court shall issue an order setting aside the improper
- 7 sale. In an action brought under this section, the court shall award
- 8 the prevailing party attorneys' fees and costs. For the purposes of
- 9 this section a "prevailing party" includes a third party purchaser who
- 10 appears and successfully defends his or her interest.
- 11 **Sec. 9.** RCW 59.22.020 and 1991 c 327 s 2 are each amended to read
- 12 as follows:
- 13 The following definitions shall apply throughout this chapter
- 14 unless the context clearly requires otherwise:
- 15 (1) "Account" means the mobile home affairs account created under
- 16 RCW 59.22.070.
- 17 (2) "Affordable" means that, where feasible, low-income residents
- 18 should not pay more than thirty percent of their monthly income for
- 19 housing costs.
- 20 (3) "Conversion costs" includes the cost of acquiring the mobile
- 21 home park, the costs of planning and processing the conversion, the
- 22 costs of any needed repairs or rehabilitation, and any expenditures
- 23 required by a government agency or lender for the project.
- 24 (4) "Department" means the department of community development.
- 25 (5) "Fee" means the mobile home title transfer fee ((created))
- 26 <u>imposed</u> under RCW ((59.21.060)) <u>59.22.080</u>.
- 27 (6) "Fund" <u>or "park purchase account"</u> means the mobile home park
- 28 purchase ((fund)) account created pursuant to RCW 59.22.030.
- 29 (7) "Housing costs" means the total cost of owning, occupying, and
- 30 maintaining a mobile home and a lot or space in a mobile home park.
- 31 (8) "Individual interest in a mobile home park" means any interest
- 32 which is fee ownership or a lesser interest which entitles the holder
- 33 to occupy a lot or space in a mobile home park for a period of not less
- 34 than either fifteen years or the life of the holder. Individual
- -
- 35 interests in a mobile home park include, but are not limited to, the
- 36 following:
- 37 (a) Ownership of a lot or space in a mobile home park or
- 38 subdivision;

- 1 (b) A membership or shares in a stock cooperative, or a limited 2 equity housing cooperative; or
- 3 (c) Membership in a nonprofit mutual benefit corporation which 4 owns, operates, or owns and operates the mobile home park.
- (9) "Low-income resident" means an individual or household who 5 resided in the mobile home park prior to application for a loan 6 7 pursuant to this chapter and with an annual income at or below eighty 8 percent of the median income for the county of standard metropolitan 9 statistical area of residence. Net worth shall be considered in the 10 calculation of income with the exception of the mobile/manufactured home which is used as their primary residence. 11
- 12 (10) "Low-income spaces" means those spaces in a mobile home park 13 operated by a resident organization which are occupied by low-income 14 residents.
- 15 (11) "Mobile home park" means a mobile home park, as defined in RCW 16 59.20.030(4), or a manufactured home park subdivision as defined by RCW 17 59.20.030(6) created by the conversion to resident ownership of a mobile home park.

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- (12) "Resident organization" means a group of mobile home park residents who have formed a nonprofit corporation, cooperative corporation, or other entity or organization for the purpose of acquiring the mobile home park in which they reside and converting the mobile home park to resident ownership. The membership of a resident organization shall include at least two-thirds of the households residing in the mobile home park at the time of application for assistance from the department.
- (13) "Resident ownership" means, depending on the context, either the ownership, by a resident organization, as defined in this section, of an interest in a mobile home park which entitles the resident organization to control the operations of the mobile home park for a term of no less than fifteen years, or the ownership of individual interests in a mobile home park, or both.
- 33 (14) "Landlord" shall have the same meaning as it does in RCW 34 59.20.030.
- 35 (15) "Manufactured housing" means residences constructed on one or 36 more chassis for transportation, and which bear an insignia issued by 37 a state or federal regulatory agency indication compliance with all 38 applicable construction standards of the United States department of 39 housing and urban development.

- 1 (16) "Mobile home" shall have the same meaning as it does in RCW 2 46.04.302.
- 3 (17) "Mobile home lot" shall have the same meaning as it does in  $4\ \text{RCW}\ 59.20.030.$
- 5 (18) "Tenant" means a person who rents a mobile home lot for a term 6 of one month or longer and owns the mobile home on the lot.
- NEW SECTION. Sec. 10. (1) The department may make loans from the fund to resident organizations for the purpose of financing mobile home park conversion costs. The department may only make loans to resident organizations of mobile home parks where a significant portion of the residents are low-income or infirm.
- (2) The department may make loans from the fund to low-income 12 residents of mobile home parks converted to resident ownership or which 13 14 plan to convert to resident ownership. The purpose of providing loans 15 under this subsection is to reduce the monthly housing costs for lowincome residents to an affordable level. The department may establish 16 flexible repayment terms for loans provided under this subsection if 17 18 the terms are necessary to reduce the monthly housing costs for lowincome residents to an affordable level, and do not represent an 19 unacceptable risk to the security of the fund. Flexible repayment 20 terms may include, but are not limited to, graduated payment schedules 21 22 with negative amortization.
- NEW SECTION. Sec. 11. (1) Any loans granted under section 10 of this act shall be for a term of no more than thirty years.
- 25 (2) The department shall establish the rate of interest to be 26 paid on loans made from the fund.
- 27 (3) The department shall obtain security for loans made under this 28 chapter. The security may be in the form of a note, deed of trust, 29 assignment of lease, or other form of security on real or personal property which the department determines is adequate to protect the 30 security of the fund and the interests of the state. To the extent 31 applicable, the documents evidencing the security shall be recorded or 32 referenced in a recorded document in the office of the county auditor 33 of the county in which the mobile home park is located. 34
- 35 (4) The department may contract with private lenders, nonprofit 36 organizations, or units of local government to provide program 37 administration and to service loans made under this chapter.

- NEW SECTION. Sec. 12. Before providing financing under this chapter, the department shall require:
- 3 (1) Verification that at least two-thirds of the households 4 residing in the mobile home park support the plan for acquisition and 5 conversion of the park;
- 6 (2) Verification that either no park residents will be 7 involuntarily displaced as a result of the park conversion, or the 8 impacts of displacement will be mitigated so as not to impose a 9 hardship on the displaced resident;
  - (3) Projected costs and sources of funds for conversion activities;
- 11 (4) A projected operating budget for the park during and after 12 conversion; and
- 13 (5) A management plan for the conversion and operation of the park.
- NEW SECTION. Sec. 13. The department shall consider the following factors in determining the eligibility for, and the amount, of loans made under this chapter:
- 17 (1) The reasonableness of the conversion costs relating to repairs, 18 rehabilitation, construction, or other costs;
- 19 (2) The number of available and affordable mobile home park spaces 20 in the general area;
- 21 (3) The adequacy of the management plan for the conversion and 22 operation of the park; and
- 23 (4) Other factors established by the department by rule.
- 24 NEW SECTION. Sec. 14. The department may provide technical 25 assistance to resident organizations who wish to convert the mobile home park in which they reside to resident ownership. 26 27 assistance does not include details connected with the sale or 28 conversion of a mobile home park which would require the department to 29 act in a representative capacity, or the drafting of documents affecting legal or property rights of the parties by the department. 30
- 31 **Sec. 15.** RCW 59.20.030 and 1981 c 304 s 4 are each amended to read 32 as follows:
- 33 For purposes of this chapter:

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34 (1) "Abandoned" as it relates to a mobile home owned by a tenant in 35 a mobile home park, mobile home park cooperative, or mobile home park 36 subdivision or tenancy in a mobile home lot means the tenant has

- 1 defaulted in rent and by absence and by words or actions reasonably 2 indicates the intention not to continue tenancy;
- 3 (2) "Landlord" means the owner of a mobile home park and includes
  4 the agents of a landlord;
- 5 (3) "Mobile home lot" means a portion of a mobile home park 6 designated as the location of one mobile home and its accessory 7 buildings, and intended for the exclusive use as a primary residence by 8 the occupants of that mobile home;
- 9 (4) "Mobile home park" means any real property which is rented or 10 held out for rent to others for the placement of two or more mobile 11 homes for the primary purpose of production of income, except where 12 such real property is rented or held out for rent for seasonal 13 recreational purpose only and is not intended for year-round occupancy;
- 14 (5) "Mobile home park cooperative" means real property consisting 15 of common areas and two or more lots held out for placement of mobile 16 homes in which both the individual lots and the common areas are owned 17 by an association of shareholders which leases or otherwise extends the 18 right to occupy individual lots to its own members;
- 19 (6) "Mobile home park subdivision" means real property, whether it 20 is called a subdivision, condominium, or planned unit development, 21 consisting of common areas and two or more lots held for placement of 22 mobile homes in which there is private ownership of the individual lots 23 and common, undivided ownership of the common areas by owners of the 24 individual lots;
- 25 (7) "Recreational vehicle" means a travel trailer, motor home, 26 truck camper, or camping trailer that is primarily designed and used as 27 temporary living quarters, is either self-propelled or mounted on or 28 drawn by another vehicle, is transient, is not occupied as a primary 29 residence, and is not immobilized or permanently affixed to a mobile 30 home lot;
- 31 <u>(8)</u> "Tenant" means any person, except a transient, who rents a 32 mobile home lot; and
- $((\frac{(8)}{(9)}))$  "Transient" means a person who rents a mobile home lot for a period of less than one month for purposes other than as a primary residence.
- 36 **Sec. 16.** RCW 59.20.070 and 1987 c 253 s 1 are each amended to read 37 as follows:
- 38 A landlord shall not:

1 (1) Deny any tenant the right to sell such tenant's mobile home 2 within a park or require the removal of the mobile home from the park 3 because of the sale thereof. Requirements for the transfer of the 4 rental agreement are in RCW 59.20.073;

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- (2) Restrict the tenant's freedom of choice in purchasing goods or services but may reserve the right to approve or disapprove any exterior structural improvements on a mobile home space: PROVIDED, That door-to-door solicitation in the mobile home park may be restricted in the rental agreement. Door-to-door solicitation does not include public officials or candidates for public office meeting or distributing information to tenants in accordance with subsection (4) of this section;
- 13 (3) Prohibit meetings by tenants of the mobile home park to discuss mobile home living and affairs, including political caucuses or forums 14 15 for or speeches of public officials or candidates for public office, or 16 meetings of organizations that represent the interest of tenants in the park, held in any of the park community or recreation halls if these 17 halls are open for the use of the tenants, conducted at reasonable 18 19 times and in an orderly manner on the premises, nor penalize any tenant 20 for participation in such activities;
- 21 (4) Prohibit a public official or candidate for public office from 22 meeting with or distributing information to tenants in their individual 23 mobile homes, nor penalize any tenant for participating in these 24 meetings or receiving this information;
- (5) Evict a tenant, terminate a rental agreement, decline to renew a rental agreement, increase rental or other tenant obligations, decrease services, or modify park rules in retaliation for any of the following actions on the part of a tenant taken in good faith:
- 29 (a) Filing a complaint with any state, county, or municipal 30 governmental authority relating to any alleged violation by the 31 landlord of an applicable statute, regulation, or ordinance;
- 32 (b) Requesting the landlord to comply with the provision of this 33 chapter or other applicable statute, regulation, or ordinance of the 34 state, county, or municipality;
  - (c) Filing suit against the landlord for any reason;
- 36 (d) Participation or membership in any homeowners association or 37 group;
- (((+5))) (6) Charge to any tenant a utility fee in excess of actual utility costs or intentionally cause termination or interruption of any

- 1 tenant's utility services, including water, heat, electricity, or gas,
- 2 except when an interruption of a reasonable duration is required to
- 3 make necessary repairs;
- 4 (((6))) Remove or exclude a tenant from the premises unless
- 5 this chapter is complied with or the exclusion or removal is under an
- 6 appropriate court order; or
- 7  $((\frac{7}{1}))$  (8) Prevent the entry or require the removal of a mobile
- 8 home for the sole reason that the mobile home has reached a certain
- 9 age. Nothing in this subsection shall limit a landlords' right to
- 10 exclude or expel a mobile home for any other reason provided such
- 11 action conforms to chapter 59.20 RCW or any other statutory provision.
- 12 **Sec. 17.** RCW 59.20.073 and 1981 c 304 s 20 are each amended to
- 13 read as follows:
- 14 (1) Any rental agreement shall be assignable by the tenant to any
- 15 person to whom he sells or transfers title to the mobile home.
- 16 (2) A tenant who sells a mobile home within a park shall notify the
- 17 landlord <u>in writing of the date</u> of the intended sale and transfer of
- 18 the rental agreement at least fifteen days in advance of such intended
- 19 transfer and shall notify the buyer in writing of the provisions of
- 20 this section. The tenant shall verify in writing to the landlord
- 21 payment of all taxes, rent, and reasonable expenses due on the mobile
- 22 home and mobile home lot.
- 23 (3) The landlord shall notify the selling tenant of a refusal to
- 24 permit transfer of the rental agreement at least seven days in advance
- 25 of such intended transfer.
- 26 (4) The landlord shall approve or disapprove of the assignment of
- 27 a rental agreement on the same basis that the landlord approves or
- 28 disapproves of any new tenant, and any disapproval shall be in writing.
- 29 Consent to an assignment shall not be unreasonably withheld.
- 30 (5) Failure to notify the landlord ((of the intended sale and
- 31 transfer of the rental agreement)) in writing, as required under
- 32 <u>subsection (2) of this section;</u> or failure of the new tenant to make a
- 33 good faith attempt to arrange an interview with the landlord to discuss
- 34 assignment of the rental agreement; or failure of the current or new
- 35 tenant to obtain written approval of the landlord for assignment of the
- 36 <u>rental agreement</u>, shall be grounds for disapproval of such transfer.

- NEW SECTION. Sec. 18. A new section is added to chapter 59.20 RCW to read as follows:
- 3 Rules are enforceable against a tenant only if:
- (1) Their purpose is to promote the convenience, health, safety, or welfare of the residents, protect and preserve the premises from abusive use, or make a fair distribution of services and facilities made available for the tenants generally;
- 8 (2) They are reasonably related to the purpose for which they are 9 adopted;
- 10 (3) They apply to all tenants in a fair manner;
- 11 (4) They are not for the purpose of evading an obligation of the 12 landlord; and
- 13 (5) They are not retaliatory or discriminatory in nature.
- 14 **Sec. 19.** RCW 59.20.080 and 1989 c 201 s 12 are each amended to 15 read as follows:
- 16 (1) ((Except as provided in subsection (2) of this section, the))
  17 A landlord shall not terminate or fail to renew a tenancy, of whatever
  18 duration except for one or more of the following reasons:
- 19 (a) Substantial violation, or repeated or periodic violations of the rules of the mobile home park as established by the landlord at the 20 21 inception of the tenancy or as assumed subsequently with the consent of 22 the tenant or for violation of the tenant's duties as provided in RCW 23 59.20.140. The tenant shall be given written notice to cease the rule 24 violation immediately. The notice shall state that failure to cease the violation of the rule or any subsequent violation of that or any 25 other rule shall result in termination of the tenancy, and that the 26 tenant shall vacate the premises within fifteen days: PROVIDED, That 27 for a periodic violation the notice shall also specify that repetition 28 29 of the same violation shall result in termination: PROVIDED FURTHER, That in the case of a violation of a "material change" in park rules 30 with respect to pets, tenants with minor children living with them, or 31 32 recreational facilities, the tenant shall be given written notice under
- 34 (b) Nonpayment of rent or other charges specified in the rental 35 agreement, upon five days written notice to pay rent and/or other 36 charges or to vacate;

this chapter of a six month period in which to comply or vacate;

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37 (c) Conviction of the tenant of a crime, commission of which 38 threatens the health, safety, or welfare of the other mobile home park

- 1 tenants. The tenant shall be given written notice of a fifteen day
  2 period in which to vacate;
- 3 (d) Failure of the tenant to comply with local ordinances and state 4 laws and regulations relating to mobile homes or mobile home living 5 within a reasonable time after the tenant's receipt of notice of such 6 noncompliance from the appropriate governmental agency;
  - (e) Change of land use of the mobile home park including, but not limited to, conversion to a use other than for mobile homes or conversion of the mobile home park to a mobile home park cooperative or mobile home park subdivision: PROVIDED, That the landlord shall give the tenants twelve months' notice in advance of the effective date of such change, except that for the period of six months following April 28, 1989, the landlord shall give the tenants eighteen months' notice in advance of the proposed effective date of such change;
  - (f) Engaging in "((drug-related)) criminal activity." "((Drug-related)) Criminal activity" means ((that activity which constitutes a violation of chapter 69.41, 69.50, or 69.52 RCW)) a criminal act defined by statute or ordinance that threatens the health, safety, or welfare of the tenants. A park owner seeking to evict a tenant under this subsection need not produce evidence of a criminal conviction, even if the alleged misconduct constitutes a criminal offense. Notice from a law enforcement agency of criminal activity constitutes sufficient grounds, but not the only grounds, for an eviction under this subsection. Notification of the seizure of illegal drugs under RCW 59.20.155 is evidence of criminal activity and is grounds for an eviction under this subsection. If criminal activity is alleged to be a basis of termination, the park owner may proceed directly to an unlawful detainer action;
- 29 (g) The tenant's application for tenancy contained a material
  30 misstatement that induced the park owner to approve the tenant as a
  31 resident of the park, and the park owner discovers and acts upon the
  32 misstatement within one year of the time the resident began paying
  33 rent;
- 34 (h) If the landlord serves a tenant three fifteen-day notices 35 within a twelve-month period to comply or vacate for failure to comply 36 with the material terms of the rental agreement or park rules. The 37 applicable twelve-month period shall commence on the date of the first 38 violation;

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(i) Failure of the tenant to comply with obligations imposed upon tenants by applicable provisions of municipal, county, and state codes, statutes, ordinances, and regulations, including chapter 59.20 RCW.

The landlord shall give the tenant written notice to comply immediately. The notice must state that failure to comply will result in termination of the tenancy and that the tenant shall vacate the

premises within fifteen days;

- (j) The tenant engages in disorderly or substantially annoying conduct upon the park premises that results in the destruction of the rights of others to the peaceful enjoyment and use of the premises. The landlord shall give the tenant written notice to comply immediately. The notice must state that failure to comply will result in termination of the tenancy and that the tenant shall vacate the premises within fifteen days;
- 15 <u>(k) The tenant creates a nuisance that materially affects the</u>
  16 <u>health, safety, and welfare of other park residents. The landlord</u>
  17 <u>shall give the tenant written notice to cease the conduct that</u>
  18 <u>constitutes a nuisance immediately. The notice must state that failure</u>
  19 <u>to cease the conduct will result in termination of the tenancy and that</u>
  20 the tenant shall vacate the premises in five days;
  - (1) Any other substantial just cause that materially affects the health, safety, and welfare of other park residents. The landlord shall be give the tenant written notice to comply immediately. The notice must state that failure to comply will result in termination of the tenancy and that the tenant shall vacate the premises within fifteen days; or
- 27 (m) Failure to pay rent by the due date provided for in the rental
  28 agreement three or more times in a twelve-month period, commencing with
  29 the date of the first violation, after service of a five-day notice to
  30 comply or vacate.
  - (2) ((A landlord may terminate any tenancy without cause. Such termination shall be effective twelve months from the date the landlord serves notice of termination upon the tenant or at the end of the current tenancy, whichever is later: PROVIDED, That a landlord shall not terminate a tenancy for any reason or basis which is prohibited under RCW 59.20.070 (3) or (4) or is intended to circumvent the provisions of (1)(e) of this section.
- $\frac{(3)}{(3)}$ ) Within five days of a notice of eviction as required by 39 subsection (1)(a) (( $\frac{(3)}{(2)}$ )) of this section, the landlord and tenant

- 1 shall submit any dispute((, including the decision to terminate the
- 2 tenancy without cause,)) to mediation. The parties may agree in
- 3 writing to mediation by an independent third party or through industry
- 4 mediation procedures. If the parties cannot agree, then mediation
- 5 shall be through industry mediation procedures. A duty is imposed upon
- 6 both parties to participate in the mediation process in good faith for
- 7 a period of ten days for an eviction under subsection (1)(a) of this
- 8 section((<del>, or for a period of thirty days for an eviction under</del>
- 9 subsection (2) of this section)). It is a defense to an eviction under
- 10 subsection (1)(a) ((or (2))) of this section that a landlord did not
- 11 participate in the mediation process in good faith.
- 12 (3) Chapters 59.12 and 59.18 RCW govern the eviction of
- 13 recreational vehicles from mobile home parks.
- 14 **Sec. 20.** RCW 59.20.130 and 1984 c 58 s 5 are each amended to read
- 15 as follows:
- 16 It shall be the duty of the landlord to:
- 17 (1) Comply with codes, statutes, ordinances, and administrative
- 18 rules applicable to the mobile home park;
- 19 (2) Maintain the common premises and prevent the accumulation of
- 20 stagnant water and to prevent the detrimental effects of moving water
- 21 when such condition is not the fault of the tenant;
- 22 (3) Keep any shared or common premises reasonably clean, sanitary,
- 23 and safe from defects to reduce the hazards of fire or accident;
- 24 (4) Keep all common premises of the mobile home park, not in the
- 25 possession of tenants, free of weeds or plant growth noxious and
- 26 detrimental to the health of the tenants and free from potentially
- 27 injurious or unsightly objects and condition;
- 28 (5) Exterminate or make a reasonable effort to exterminate rodents,
- 29 vermin, or other pests dangerous to the health and safety of the tenant
- 30 whenever infestation exists on the common premises or whenever
- 31 infestation occurs in the interior of a mobile home as a result of
- 32 infestation existing on the common premises;
- 33 (6) Maintain and protect all utilities provided to the mobile home
- 34 in good working condition. Maintenance responsibility shall be
- 35 determined at that point where the normal mobile home utilities "hook-
- 36 ups" connect to those provided by the landlord or utility company;
- 37 (7) Respect the privacy of the tenants and shall have no right of
- 38 entry to a mobile home without the prior written consent of the

- 1 occupant, except in case of emergency or when the occupant has
- 2 abandoned the mobile home. Such consent may be revoked in writing by
- 3 the occupant at any time. The ownership or management shall have a
- 4 right of entry upon the land upon which a mobile home is situated for
- 5 maintenance of utilities, to insure compliance with applicable codes,
- 6 statutes, ordinances, administrative rules, and the rental agreement
- 7 and the rules of the park, and protection of the mobile home park at
- 8 any reasonable time or in an emergency, but not in a manner or at a
- 9 time which would interfere with the occupant's quiet enjoyment;
- 10 (8) Allow tenants freedom of choice in the purchase of goods and
- 11 services, and not unreasonably restrict access to the mobile home park
- 12 for such purposes;
- 13 (9) Maintain roads within the mobile home park in good condition;
- 14 and
- 15 (10) Notify each tenant within five days after a petition has been
- 16 filed by the landlord for a change in the zoning of the land where the
- 17 mobile home park is located and make a description of the change
- 18 available to the tenant.
- 19 A landlord shall not have a duty to repair a defective condition
- 20 under this section, nor shall any defense or remedy be available to the
- 21 tenant under this chapter, if the defective condition complained of was
- 22 caused by the conduct of the tenant, the tenant's family, invitee, or
- 23 other person acting under the tenant's control, or if a tenant
- 24 unreasonably fails to allow the landlord access to the property for
- 25 purposes of repair.
- NEW SECTION. Sec. 21. (1) Sections 1 through 8 of this act shall
- 27 constitute a new chapter in Title 59 RCW.
- 28 (2) Sections 10 through 14 of this act are each added to chapter
- 29 59.22 RCW.

Passed the Senate March 12, 1993.

Passed the House April 8, 1993.

Approved by the Governor April 19, 1993.

Filed in Office of Secretary of State April 19, 1993.