SECOND SUBSTITUTE HOUSE BILL 1033

State of Washington 66th Legislature 2019 Regular Session

By House Appropriations (originally sponsored by Representatives Ryu, Barkis, Dolan, Macri, Stanford, Kloba, Sells, Tharinger, Bergquist, Doglio, Robinson, Pollet, Santos, Reeves, and Leavitt)

READ FIRST TIME 02/18/19.

- AN ACT Relating to eligibility for relocation assistance for tenants of closed or converted mobile home parks; amending RCW 59.21.005, 59.21.021, 59.21.025, and 59.21.050; and reenacting and
- 4 amending RCW 59.21.010.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 59.21.005 and 1995 c 122 s 2 are each amended to read as follows:
- 8 The legislature recognizes that it is quite costly ((to move a)
- 9 mobile home)) for tenants who own homes in manufactured/mobile home
- 10 parks to relocate when the park in which they reside is closed or
- 11 <u>converted to another use</u>. Many ((mobile home)) <u>such</u> tenants need
- 12 financial assistance in order to ((move their mobile homes from a))
- 13 relocate from a manufactured/mobile home park. The purpose of this
- 14 chapter is to provide a mechanism for assisting manufactured/mobile
- 15 home tenants to relocate <u>their manufactured/mobile homes</u> to suitable
- 16 alternative sites ((when the mobile home park in which they reside is
- 17 closed or converted to another use)) or demolish and dispose of their
- 18 <u>homes and secure housing</u>.
- 19 **Sec. 2.** RCW 59.21.010 and 2009 c 565 s 47 are each reenacted and

20 amended to read as follows:

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- Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.
 - (1) "Assignee" means an individual or entity who has agreed to advance allowable relocation assistance expenses in exchange for the assignment and transfer of a right to reimbursement from the fund.
 - (2) "Department" means the department of commerce.

- $((\frac{(2)}{2}))$ "Director" means the director of the department of 8 commerce.
- $((\frac{3}{3}))$ <u>(4)</u> "Fund" means the <u>manufactured/mobile</u> home park 10 relocation fund established under RCW 59.21.050.
 - ((4))) (5) "Landlord" or "park-owner" means the owner of the manufactured/mobile home park that is being closed at the time relocation assistance is provided.
 - (((5))) (6) "Low-income household" means a single person, family, or unrelated persons living together whose adjusted income is less than eighty percent of the median family income, adjusted for household size, for the county where the manufactured/mobile home is located.
 - (7) "Manufactured/mobile home park" or "park" means real property that is rented or held out for rent to others for the placement of two or more manufactured/mobile homes for the primary purpose of production of income, except where the real property is rented or held out for rent for seasonal recreational purpose only and is not intended for year-round occupancy.
 - $((\frac{6}{(6)}))$ (8) "Relocate" means to do one of the following:
 - (a) Remove ((the)) a manufactured/mobile home from ((the)) a manufactured/mobile home park being closed and ((to either)) reinstall it in another location ((or to)); or
 - (b) Remove a manufactured/mobile home from a manufactured/mobile home park being closed and demolish and dispose of it ((and purchase another mobile/manufactured home constructed to the standards set by the department of housing and urban development)) and secure other housing.
 - (((7))) <u>(9)</u> "Relocation assistance" means the monetary assistance provided under this chapter, including reimbursement for the costs of relocation as well as cash assistance provided to allow the tenant to secure new housing.
- (10) "Tenant" means a person that owns a manufactured/mobile home located on a rented lot in a manufactured/mobile home park.

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Sec. 3. RCW 59.21.021 and 2005 c 399 s 5 are each amended to read as follows:

- (1) If a <u>manufactured/mobile</u> home park is closed or converted to another use ((after December 31, 1995)), eligible tenants shall be entitled to <u>relocation</u> assistance on a first-come, first-serve basis. The department shall give priority for distribution of relocation assistance to <u>eligible</u> tenants residing in parks that are closed as a result of park-owner fraud or as a result of health and safety concerns as determined by the local board of health. Payments shall be made upon the department's verification of eligibility, subject to the availability of remaining funds.
- (2) Eligibility for relocation assistance funds is limited to low-income households. ((As used in this section, "low-income household" means a single person, family, or unrelated persons living together whose adjusted income is less than eighty percent of the median family income, adjusted for household size, for the county where the mobile or manufactured home is located.
- (2) Assistance for closures occurring after December 31, 1995, is limited to persons who maintain ownership of and relocate their mobile home or who dispose of a home not relocatable to a new site.))
- (3) ((Persons)) (a) Eligible tenants who ((removed and disposed of their mobile home or maintained ownership of and relocated their mobile homes)) relocate are entitled to ((reimbursement of actual relocation expenses)) financial assistance from the fund, up to a maximum of twelve thousand dollars for a ((double-wide)) multisection home and up to a maximum of seven thousand five hundred dollars for a single-((wide)) section home. The department shall distribute relocation assistance for each eligible tenant as follows:
- 29 <u>(i) Up to forty percent of the total assistance may be dispersed</u>
 30 <u>in the form of cash assistance to help the tenant secure new housing;</u>
 31 <u>and</u>
 - (ii) The remainder of the total assistance shall be dispersed as reimbursement for costs associated with relocation.
 - (b) To receive financial assistance as provided in (a)(i) of this subsection, documentation must be provided to the department that demonstrates the tenant:
 - (i) Has relocated the home;
- (ii) Established a process to secure the relocation of the home
 by having assigned the right to reimbursement of the relocation costs

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- 1 and liability for such removal or demolition and disposal to another
 2 entity; or
- 3 <u>(iii) Has contracted to incur expenses associated with relocating</u> 4 the home.
- (c) If the tenant is requesting financial assistance under
 (b)(ii) or (iii) of this subsection, the tenant, or the assignee on
 the tenant's behalf, must submit as part of the application described
 in RCW 59.21.050(2):
 - (i) Proof of the assignation; and

- (ii) Evidence that the assignee is capable of fulfilling the obligation itself or a contract or invoice for relocation of the home executed with a vendor by the tenant or the assignee.
 - (4) Any individual or organization may apply to receive funds from the ((mobile home park relocation)) fund, for use in combination with funds from public or private sources, toward relocation of tenants eligible under this section, with agreement from the tenant. ((Funds received from the mobile home park relocation fund shall only be used for relocation assistance expenses or other mobile/manufactured home ownership expenses, that include down payment assistance, if the owners are not planning to relocate their mobile home as long as their original home is removed from the park.))
- **Sec. 4.** RCW 59.21.025 and 1998 c 124 s 3 are each amended to 23 read as follows:
 - ((\(\frac{(1)}{1}\))) If financial assistance for relocation is obtained from sources other than the ((mobile home park relocation)) fund ((established under this chapter)), then the relocation assistance provided to any person ((under this chapter)) from the fund shall be reduced as necessary to ensure that no person receives financial assistance for relocation from all sources combined ((more than: (a) That person's actual cost of relocation; or (b) seven thousand dollars for a double-wide mobile home and three thousand five hundred dollars for a single-wide mobile home.
 - (2) When a person receives financial assistance for relocation from a source other than the mobile home park relocation assistance fund, then the assistance received from the fund will be the difference between the maximum amount to which a person is entitled under RCW 59.21.021(3) and the amount of assistance received from the outside source.

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(3) If the amount of assistance received from an outside source exceeds the maximum amounts of assistance to which a person is entitled under RCW 59.21.021(3), then that person will not receive any assistance from the mobile home park relocation assistance fund)) in excess of that person's actual relocation expenses.

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- 6 **Sec. 5.** RCW 59.21.050 and 2011 c 158 s 7 are each amended to 7 read as follows:
 - (1) The existence of the <u>manufactured/mobile</u> home park relocation fund in the custody of the state treasurer is affirmed. Expenditures from the fund may be used only for relocation assistance awarded under this chapter <u>and the department's costs as provided in subsection (3) of this section</u>. Only the director or the director's designee may authorize expenditures from the fund. All relocation <u>assistance</u> payments to tenants <u>under this chapter</u> shall be made from the fund. The fund is subject to allotment procedures under chapter 43.88 RCW, but no appropriation is required for expenditures.
 - (2) A ((park)) tenant is eligible for relocation assistance under this chapter only after an application is submitted by that tenant or an organization acting on the tenant's account under RCW 59.21.021(4) on a form approved by the director ((which)). The application shall include: (a) ((For those persons who maintained ownership of and relocated their homes or removed their homes from the park: (i))) A copy of the notice from the park-owner, or other adequate proof, that the tenancy is terminated due to closure of the park or its conversion to another use; $((\frac{(ii)}{(ii)}))$ a copy of the rental agreement then in force, or other proof that the applicant was a tenant at the time of notice of closure; (((iii) a copy of the contract for relocating the home which includes the date of relocation, or other proof of actual)) (c) a statement of relocation expenses <u>expected to be</u> incurred ((on a date certain)); ((and (iv))) (d) proof of ownership of the home at the time of notice of closure; and (e) a statement of any other available assistance ((\div)) received.
 - (((b) For those persons who sold their homes and incurred no relocation expenses: (i) A copy of the notice from the park-owner, or other adequate proof, that the tenancy is terminated due to closure of the park or its conversion to another use; (ii) a copy of the rental agreement then in force, or other proof that the applicant was a tenant at the time of notice of closure; and (iii) a copy of the record of title transfer issued by the department of licensing when

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the tenant sold the home rather than relocate it due to park closure
or conversion.))

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(3) The department may deduct a percentage amount of the fee collected under RCW 46.17.155 for administration expenses incurred by the department.

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