HOUSE BILL NO. 245

INTRODUCED BY KADAS, WELDON, TUSS, STANFORD, BRANDEWIE, DOWELL, PETERSON

IN THE HOUSE

JANUARY 19, 1993	INTRODUCED AND REFERRED TO COMMITTEE ON JUDICIARY.
	FIRST READING.
JANUARY 20, 1993	ON MOTION, REREFERRED TO COMMITTEE ON BUSINESS & ECONOMIC DEVELOPMENT.
FEBRUARY 16, 1993	COMMITTEE RECOMMEND BILL DO PASS AS AMENDED. REPORT ADOPTED.
FEBRUARY 17, 1993	PRINTING REPORT.
FEBRUARY 18, 1993	SECOND READING, DO PASS AS AMENDED.
FEBRUARY 19, 1993	ENGROSSING REPORT.
FEBRUARY 20, 1993	THIRD READING, PASSED. AYES, 78; NOES, 20.
FEBRUARY 22, 1993	TRANSMITTED TO SENATE.
IN	THE SENATE
FEBRUARY 22, 1993	INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & INDUSTRY.
•	FIRST READING.
FEBRUARY 23, 1993	ON MOTION, REREFERRED TO COMMITTEE ON JUDICIARY.
MARCH 27, 1993	COMMITTEE RECOMMEND BILL BE CONCURRED IN AS AMENDED. REPORT ADOPTED.
MARCH 30, 1993	SECOND READING, CONCURRED IN AS AMENDED.
MARCH 31, 1993	THIRD READING, CONCURRED IN. AYES, 39; NOES, 10.

RETURNED TO HOUSE WITH AMENDMENTS.

IN THE HOUSE

APRIL 2, 1993

SECOND READING, AMENDMENTS

CONCURRED IN.

APRIL 5, 1993

THIRD READING, AMENDMENTS

CONCURRED IN.

SENT TO ENROLLING.

REPORTED CORRECTLY ENROLLED.

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24 25 definitions apply:

1	House BILL NO. 245
2	INTRODUCED BY Kadas Sawudon
3	Stanfied Blumi Mill Literan
4	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING FIVE
5	EXCLUSIVE GROUNDS FOR LANDLORDS' TERMINATION OF RENTAL
6	AGREEMENTS WITH TENANTS WHO OWN MOBILE HOMES OR RENT SPACE
7	IN MOBILE HOME PARKS; AND AMENDING SECTION 70-24-103, MCA."
8	
9	WHEREAS, Montana residents currently face a housing
LO	crisis that includes a lack of affordable housing and a lack
11	of available mobile home park spaces; and
12	WHEREAS, mobile homes are not "mobile" without
13	substantial moving costs and substantial damage to the
14	mobile homes; and
15	WHEREAS, under 70-24-441 landlords of mobile home parks
16	may evict tenants who rent space in mobile home parks for
17	any reason; and
18	WHEREAS, mobile home owners who rent in mobile home
19	parks often have little or no equity in their mobile homes;
20	and
21	WHEREAS, upon failure to pay rent, mobile home owners
22	who rent space in mobile home parks may be forced to sell
23	their mobile homes at a fraction of their costs and within
24	an unreasonable amount of time (30 days pursuant to
25	70-24-441) in order to make rental payments.

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THEREFORE, the Legislature of the State of Montana finds
it necessary to define justifiable and reasonable grounds or
which landlords may evict mobile home owners who rent space
in mobile home parks.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

*70-24-103. General definitions. Subject to additional definitions contained in subsequent sections and unless the context otherwise requires, in this chapter the following

Section 1. Section 70-24-103, MCA, is amended to read:

- (1) "Action" includes recoupment, counterclaim, setoff suit in equity, and any other proceeding in which rights are determined, including an action for possession.
- 15 (2) "Court" means the appropriate district court or the appropriate justice's court.
 - (3) "Dwelling unit" means a structure or the part of a structure that is used as a home, residence, or sleeping place by a person who maintains a household or by two or more persons who maintain a common household. "Dwelling unit", in the case of a person who rents space in a mobile home park but does not rent the mobile home, means the space
 - (4) "Good faith" means honesty in fact in the conduct of the transaction concerned.

rented and not the mobile home itself.

- 1 (5) "Landlord" means the owner, lessor, or sublessor
 2 of:
- 3 (a) the dwelling unit or the building of which it is a 4 part and;
- 5 (b) a mobile home park; or
- (c) and-also-means a manager of the premises who fails
 to disclose his the managerial position.
- 8 (6) "Mobile home owner" means the owner of a
 9 manufactured mobile home dwelling unit entitled under a
 10 rental agreement to occupy a mobile home park space in a
 11 mobile home park.
- 12 (7) "Mobile home park" means a trailer court as defined 13 in 50-52-101.
- 14 +6+(8) "Organization" includes a corporation,
 15 government, governmental subdivision or agency, business
 16 trust, estate, trust, partnership or association, two or
 17 more persons having a joint or common interest, and any
 18 other legal or commercial entity.
- 19 (7) "Owner" means one or more persons, jointly or 20 severally, in whom is vested all or part of:
 - (a) the legal title to property; or

- 22 (b) the beneficial ownership and a right to present use
 23 and enjoyment of the premises, including a mortgagee in
 24 possession.
- 25 (8)(10) "Person" includes an individual or organization.

- 1 (9)(11) "Premises" means a dwelling unit and the
- 2 structure of which it is a part, the facilities and
- 3 appurtenances therein in the structure, and the grounds,
- 4 areas, and facilities held out for the use of tenants
- 5 generally or promised for the use of a tenant.
- 6 (10)(12) "Rent" means all payments to be made to the
- 7 landlord under the rental agreement.
- 8 (11)(13) "Rental agreement" means all agreements,
- 9 written or oral, and valid rules adopted under 70-24-311
- 10 embodying the terms and conditions concerning the use and
- 11 occupancy of a dwelling unit and premises.
- 12 †±2†(14) "Roomer" means a person occupying a dwelling
- 13 unit that does not include a toilet, a bathtub or a shower,
- 14 a refrigerator, a stove, or a kitchen sink, all of which are
- 15 provided by the landlord and one or more of these facilities
- 16 are used in common by occupants in the structure.
- 17 (±3)(15) "Single family residence" means a structure
- 18 maintained and used as a single dwelling unit.
- 19 Notwithstanding that a dwelling unit shares one or more
- 20 walls with another dwelling unit, it is a single family
- 21 residence if it has direct access to a street or
- 22 thoroughfare and shares neither heating facilities, hot
- 23 water equipment, nor any other essential facility or service
- 24 with another dwelling unit.
- 25 {t4}(16) "Tenant" means a person entitled under a rental

- agreement to occupy a dwelling unit to the exclusion of others."
- 3 NEW SECTION. Section 2. Mobile home parks -- grounds
- for termination of rental agreement, (1) A landlord of a
- 5 mobile home park may terminate a rental agreement only by
- 6 following the procedure set forth in 70-24-422 and only for
- 7 one or more of the following reasons:
- 8 (a) nonpayment of rent, as provided in subsection (2);
- 9 (b) violation of a mobile home park rule as provided in
- 10 subsection (3);
- 11 (c) disorderly conduct that results in disruption of
- 12 the rights of others to the peaceful enjoyment and use of
- 13 the premises, endangers other residents or mobile home park
- 14 personnel, or causes substantial damage to the mobile home
- 15 park premises:
- 16 (d) conviction of the mobile home owner or a tenant of
- 17 the mobile home owner of a violation of a federal or state
- 18 law or local ordinance or the landlord's documentation by a
- 19 preponderance of the evidence of a violation when the
- 20 violation is detrimental to the health, safety, or welfare
- 21 of other residents or the landlord of the mobile home park;
- 22 or
- 23 (e) changes in the use of the land if the requirements
- 24 of subsection (4) are met.
- (2) (a) A landlord of a mobile home park may terminate

- the rental agreement of a tenant who has received more than
- 2 three written notices of late rent payments within a
- 3 12-month period. The notices are subject to the following
- 4 conditions:
- 5 (i) only one late notice per month may be included when
- 6 calculating the total of late notices within a 12-month
- 7 period;
- 8 (ii) late payment or nonpayment of fees or late charges
- 9 may not be considered a late rent payment; and
- 10 (iii) a payment must be attributed first to delinquent
- 11 rent payments, then to current rent payments, and finally to
- 12 fees, charges, or late fees.
- (b) On the date a tenant receives a third late rent
- 14 payment notice within a 12-month period, the tenant is
- 15 placed on probation for 6 months. If the tenant pays rent
- 16 late at any time during the probationary period, the
 - landlord may terminate the rental agreement.
- 18 (3) (a) A landlord of a mobile home park may terminate
- 19 the rental agreement of a tenant who has violated a mobile
- 20 home park rule only if:
- 21 (i) the rule is not unfair, unreasonable, or
- 22 unconscionable:

- 23 (ii) the rule was adopted in accordance with 70-24-311;
- 24 (iii) the tenant had at least 60 days' notice of the
- 25 rule before the alleged violation took place; and

(iv) the rule violation is likely to continue or recur and the continuing violation or recurrence would have a significant adverse impact on the mobile home park or its residents.

- (b) The landlord shall give the mobile home owner and a tenant of the mobile home owner written notice of the alleged rule violation and allow the mobile home owner or the tenant of the mobile home owner 15 days to comply with the rule. After 15 days, if the owner or tenant has not complied with the rule, the landlord may terminate the rental agreement pursuant to 70-24-422.
- (c) If a mobile home owner or a tenant of the mobile home owner has been given a written notice of an alleged violation of the same rule on three or more occasions within a 12-month period, written notice is not required for a subsequent violation of the same rule and termination of the rental agreement may proceed under the guidelines of 70-24-422. Only one notice per month may be given.
- (4) If a landlord plans to change the use of all or part of the land composing the mobile home park from mobile home lot rentals to some other use, each affected mobile home owner must receive notice from the landlord as follows:
- (a) The landlord shall give the mobile home owner and a tenant of the mobile home owner at least 15 days' written notice that the landlord will be appearing before a unit of

- 1 local government to request permits for a change of use of
 2 the mobile home park.
- 3 (b) After all required permits requesting a change of
 4 use have been approved by the unit of local government, the
 5 landlord shall give the mobile home owner and a tenant of
 6 the mobile home owner 6 months' written notice of
 7 termination of tenancy. If the change of use does not
 8 require local government permits, the landlord shall give
 9 the written notice at least 6 months prior to the change of
 10 use. In the notice, the landlord shall disclose and describe
 11 in detail the nature of the change of use.
 - (c) Prior to entering a rental agreement during the 6-month notice period referred to in subsection (4)(b), the landlord shall give each prospective mobile home owner and tenant of the mobile home owner written notice that the landlord is requesting a change in use before a unit of local government or that a change in use has been approved.
 - (5) A tenant may challenge by court action the termination of a rental agreement under this section. The court shall determine if the landlord has established any ground for termination of a rental agreement under this section. Termination may not be ordered if the court determines that the landlord's conduct is in retaliation for the tenant's conduct within the meaning of 70-24-431.
- 25 NEW SECTION. Section 3. Tenant's right to sell mobile

home upon termination of tenancy. (1) When a rental 1 2 agreement is terminated pursuant to [section 2] for any 3 reason other than nonpayment of rent, a mobile home owner 4 may leave the mobile home in the park for up to 120 days for 5 the purpose of selling the mobile home. No one may reside in 6 the mobile home during the 120-day period. The mobile home 7 owner is responsible for the payment of rent during the 120-day period and shall maintain the mobile home space. The 8 landlord has a lien on the mobile home to the extent rental 10 payments are not made or maintenance is not performed.

(2) At the end of the 120-day period, the landlord may remove the mobile home from the lot after giving 5 days' written notice of intent to move the mobile home and may charge the mobile home owner with the costs associated with the move.

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- NEW SECTION. Section 4. Codification instruction.

 [Sections 2 and 3] are intended to be codified as an integral part of Title 70, chapter 24, and the provisions of Title 70, chapter 24, apply to [sections 2 and 3].
- NEW SECTION. Section 5. Coordination Instruction. If

 Bill No. ____ [LC 872] is passed and approved, the

 reference in [section 2(3)] to 70-24-311 must be changed to

 the corresponding section in ____ Bill No.___ [LC 872].

-End-

APPROVED BY COMMITTEE ON JUDICIARY

1	ROUSE BILL NO. 245
2	INTRODUCED BY KADAS, WELDON, TUSS,
3	STANFORD, BRANDEWIE, DOWELL, PETERSON
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING PIVE
6	EXCLUSIVE GROUNDS FOR LANDLORDS' TERMINATION OF RENTAL
7	AGREEMENTS WITH TENANTS WHO OWN MOBILE HOMES OR RENT SPACE
8	IN MOBILE HOME PARKS; AND AMENDING SECTION 70-24-103, MCA."
9	
10	WHEREAS, Montana residents currently face a housing
11	crisis that includes a lack of affordable housing and a lack
12	of available mobile home park spaces; and
13	WHEREAS, mobile homes are not "mobile" without
14	substantial moving costs and THE POTENTIAL FOR substantial
15	damage to the mobile homes; and
16	WHEREAS, under 70-24-441 landlords of mobile home parks
17	may, WITHOUT SUPPLYING A REASON, evict tenants who rent
18	space in mobile home parks for-any-reason;-and
19	WHEREAS; mobile homeowners whorent-in-mobile-home
20	parks-often-have-little-or-no-equity-in-their-mobilehomes;
21	and
22	WHEREAS, upon-faiture-to-pay-rent IF EVICTED UNFAIRLY,
23	mobile home owners who rent space in mobile home parks may
24	be forced to sell their mobile homes at a fraction of their

costs and within an unreasonable amount of time (30 days

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	pursuant	to	70-24-441)	in	order	to make-rental-payments
!			HE EVICTION.			

3 THEREFORE, the Legislature of the State of Montana finds 4 it necessary to define justifiable and reasonable grounds on 5 which landlords may evict mobile home owners who rent space 6 in mobile home parks.

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11 definitions contained in subsequent sections and unless the
12 context otherwise requires, in this chapter the following
13 definitions apply:

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 suit in equity, and any other proceeding in which rights are
 determined, including an action for possession.
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 - (3) "Dwelling unit" means a structure or the part of a structure that is used as a home, residence, or sleeping place by a person who maintains a household or by two or more persons who maintain a common household. "Dwelling unit", in the case of a person who rents space in a mobile home park but does not rent the mobile home, means the space rented and not the mobile home itself.

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- 1 (4) "Good faith" means honesty in fact in the conduct
 2 of the transaction concerned.
- 3 (5) "Landlord" means the owner, lessor, or sublessor
 4 of:
- 5 (a) the dwelling unit or the building of which it is a 6 part and;
- 7 (b) a mobile home park; or

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- 8 (C) and--also-means a manager of the premises who fails
 9 to disclose his the managerial position.
- 10 (6) "Mobile home owner" means the owner of a

 11 manufactured mobile home dwelling unit entitled under a

 12 rental agreement to occupy a mobile home park space in a

 13 mobile home park.
- 14 (7) "Mobile home park" means a trailer court as defined 15 in 50-52-101.
 - #67(8) "Organization" includes a corporation, government, governmental subdivision or agency, business trust, estate, trust, partnership or association, two or more persons having a joint or common interest, and any other legal or commercial entity.
- 21 (77) "Owner" means one or more persons, jointly or 22 severally, in whom is vested all or part of:
- 23 (a) the legal title to property; or
- 24 (b) the beneficial ownership and a right to present use
 25 and enjoyment of the premises, including a mortgagee in

-3-

- l possession.
- 2 (0)(10) "Person" includes an individual or organization.
- 3 +9+(11) "Premises" means a dwelling unit and the
- 4 structure of which it is a part, the facilities and
- 5 appurtenances therein in the structure, and the grounds,
- 6 areas, and facilities held out for the use of tenants
- 7 generally or promised for the use of a tenant.
- 8 $+\frac{1}{2}\theta$ "Rent" means all payments to be made to the
- 9 landlord under the rental agreement.
- 10 (+±+)(13) "Rental agreement" means all agreements,
- 11 written or oral, and valid rules adopted under 70-24-311
- 12 embodying the terms and conditions concerning the use and
- 13 occupancy of a dwelling unit and premises.
- 14 fi2f(14) "Roomer" means a person occupying a dwelling
- 15 unit that does not include a toilet, a bathtub or a shower,
- 16 a refrigerator, a stove, or a kitchen sink, all of which are
- 17 provided by the landlord and one or more of these facilities
- 18 are used in common by occupants in the structure.
- 19 (±3)(15) "Single family residence" means a structure
- 20 maintained and used as a single dwelling unit.
- 21 Notwithstanding that a dwelling unit shares one or more
- 22 walls with another dwelling unit, it is a single family
- 23 residence if it has direct access to a street or
- 24 thoroughfare and shares neither heating facilities, hot
- 25 water equipment, nor any other essential facility or service

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1	with	another	dwelling	unit.
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- 5 NEW SECTION. Section 2. Mobile home parks -- grounds
 6 for termination of rental agreement. (1) A landlord of a
 7 mobile home park may terminate a rental agreement only by
 8 following the procedure set forth in 70-24-422 and only for
 9 one or more of the following reasons:
- 10 (a) nonpayment of rent OR LATE CHARGES, as provided in subsection (2):
- 12 (b) violation of a mobile home park rule as provided in 13 subsection (3);
 - (c) disorderly conduct ON THE MOBILE HOME PARK PREMISES
 that results in disruption of the rights of others to the
 peaceful enjoyment and use of the premises, endangers other
 residents or mobile home park personnel, or causes
 substantial damage to the mobile home park premises;
 - (d) conviction of the mobile home owner or a tenant of the mobile home owner of a violation ON THE MOBILE HOME PARK PREMISES of a federal or state law or local ordinance, WHEN THE VIOLATION IS DETRIMENTAL TO THE HEALTH, SAFETY, OR WELFARE OF OTHER RESIDENTS OR THE LANDLORD OF THE MOBILE HOME PARK, or the landlord's documentation by a preponderance of the evidence of a violation when-the

- violation-is-detrimental-to-the-healthy-safetyy--or--welfare
 of--other--residents-or-the-landlord-of-the-mobile-home-park
 OF THE PROVISIONS OF TITLE 45, CHAPTER 9; or
- 4 (e) changes in the use of the land if the requirements
 5 of subsection (4) are met.
- 6 (2) (a) A MOBILE HOME OWNER OR A TENANT OF A MOBILE
 7 HOME OWNER WHO FAILS TO PAY THE OVERDUE RENT AND LATE
 8 CHARGES WITHIN 15 DAYS OF RECEIVING NOTICE OF NONPAYMENT OF
 9 RENT, AS PROVIDED IN 70-24-422, IS SUBJECT TO TERMINATION
 10 PROCEDURES AS PROVIDED IN 70-24-422.
- 11 (B) A landlord of a mobile home park may terminate the
 12 rental agreement of a tenant who has received more than
 13 three TWO written notices of late rent payments within a
 14 12-month period. The notices are subject to the following
 15 conditions:
- 16 (i) only one late <u>RENT</u> notice per month may be included 17 when calculating the total of late notices within a 12-month 18 period;
- (ii) late--payment-or-nonpayment-of-fees-or-late-charges
 may-not-be-considered-a-late-rent-payment ADDITIONAL CHARGES

 FOR LATE RENT PAYMENT MUST BE REASONABLE AND MUST BE PAID AS
 PROVIDED IN SUBSECTION (2)(A) UNLESS THE LANDLORD AND TENANT
 AGREE OTHERWISE; and
 - (iii) a payment must be attributed first to delinquent rent payments, then to current rent payments, and finally to

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- 1 fees, charges, or late fees.
- 2 (b)(C) On the date a tenant receives a third SECOND
- 3 late rent payment notice within a 12-month period, the
- 4 tenant is placed on probation for 6 months. If the tenant
- 5 pays rent late at any time during the probationary period,
- 6 the landlord may terminate the rental agreement AND THE
- 7 PROVISIONS OF SUBSECTION (3)(C) REQUIRING A COMPLIANCE
- 8 PERIOD DO NOT APPLY.
- 9 (3) (a) A landlord of a mobile home park may terminate
- 10 the rental agreement of a tenant who has violated a mobile
- 11 home park rule only if:
- 12 (i) the rule is not unfair, unreasonable, --- or
- 13 unconscionable; AND
- (ii) the rule was adopted in accordance with 70-24-311;.
- 15 +iii)-the--tenant--had--at--least-60-days--notice-of-the
- 16 rule-before-the-alleged-violation-took-place;-and
- 17 fiv)-the-rule-violation-is-likely-to-continue--or-recur
 - and--the--continuing--violation--or--recurrence-would-have-a
- 19 significant-adverse-impact-on-the-mobile-home--park--or--its
- 20 residents:

- 21 (B) ALL RULES MUST BE WRITTEN AND MUST BE GIVEN TO ALL
- 22 MOBILE HOME PARK RESIDENTS WHO RESIDE IN THE MOBILE HOME
- 23 PARK AND TO ALL NEW RESIDENTS UPON ARRIVAL.
- 24 . (b)(C) The--landlord--shall--give-the-mobile-home-owner
- 25 and-a-tenant-of-the-mobile-home-owner-written-notice-of--the

- 1 alleged-rule--violation--and-allow-the-mobile-home-owner-or
- 2 the-tenant-of-the-mobile-home-owner-15-days-to--comply--with
- 3 the--rule:--After--15--days;--if-the-owner-or-tenant-has-not
- 4 complied-with-the--ruley--the--landlord--may--terminate--the
- 5 rental--agreement--pursuant-to NOTICE OF AND COMPLIANCE WITH
- 6 NOTICE OF RULES VIOLATIONS MUST CONFORM WITH THE PROVISIONS
- 7 OF 70-24-422.
- 8 (c)(D) If a mobile home owner or a tenant of the mobile
- 9 home owner WHO HAS COMPLIED WITH THE RULE WITHIN 14 DAYS
- 10 AFTER RECEIPT OF A NOTICE AS PROVIDED IN SUBSECTION (3)(B)
- ll has been given a written notice of an alleged violation of
- 12 the same rule on three TWO or more occasions within a
- 13 12-month period AND IT IS SHOWN THAT THE MOBILE HOME OWNER
- 14 OR TENANT OF THE MOBILE HOME OWNER HAS VIOLATED THAT RULE,
- 15 written notice is not required FOR THE NEXT 6 MONTHS for a
- subsequent violation of the same rule and termination of the
- 17 rental agreement may proceed under the guidelines of
- 18 70-24-422 WITHOUT PROVIDING A 14-DAY COMPLIANCE PERIOD. Only
- 19 one notice per month may be given.
- 20 (E) IF A MOBILE HOME OWNER OR TENANT OF THE MOBILE HOME
- 21 OWNER HAS BEEN GIVEN TWO OR MORE WRITTEN NOTICES OF AN
- 22 ALLEGED VIOLATION OF A RULE THAT WOULD HAVE A SIGNIFICANT
- 23 ADVERSE IMPACT ON THE MOBILE HOME PARK OR ITS RESIDENTS
- 24 WITHIN A 12-MONTH PERIOD AND IT IS SHOWN THAT THE MOBILE
- 25 HOME OWNER OR TENANT OF THE MOBILE HOME OWNER HAS VIOLATED

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1	THE RULE, A WRITTEN NOTICE IS NOT REQUIRED FOR THE NEXT 6
2	MONTHS FOR A SUBSEQUENT VIOLATION OF ANY RULE THAT WOULD
3	HAVE A SIGNIFICANT ADVERSE IMPACT ON THE MOBILE HOME PARK OR
4	ITS RESIDENTS AND THE RENTAL AGREEMENT MAY BE TERMINATED AS
5.	PROVIDED IN 70-24-422 WITHOUT PROVIDING A 14-DAY COMPLIANCE
6	PERIOD. ONLY ONE NOTICE A MONTH MAY BE GIVEN.

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- (4) If a landlord plans to change the use of all or part of the land composing the mobile home park from mobile home lot rentals to some other use, each affected mobile home owner must receive notice from the landlord as follows:
- (a) The landlord shall give the mobile home owner and a tenant of the mobile home owner at least 15 days' written notice that the landlord will be appearing before a unit of local government to request permits for a change of use of the mobile home park.
- (b) After all required permits requesting a change of use have been approved by the unit of local government, the landlord shall give the mobile home owner and a tenant of the mobile home owner 6 months' written notice of termination of tenancy. If the change of use does not require local government permits, the landlord shall give the written notice at least 6 months prior to the change of use. In the notice, the landlord shall disclose and describe in detail the nature of the change of use.
- (c) Prior to entering a rental agreement during the

1 6-month notice period referred to in subsection (4)(b), the 2 landlord shall give each prospective mobile home owner and tenant of the mobile home owner written notice that the landlord is requesting a change in use before a unit of local government or that a change in use has been approved.

t5)--A--tenant--may--challenge--by--court---action---the termination--of--a--rental-agreement-under-this-section--The court-shall-determine-if-the-landlord--has--established--any ground--for--termination--of--a--rental-agreement-under-this section:--Termination--may--not--be--ordered--if--the--court determines-that-the-landlord's-conduct-is-in-retaliation-for the-tenant's-conduct-within-the-meaning-of-78-24-431-

NEW-SECTION: -- Section-3 .- Tenant's-right-to-sell--mobile-home---upon--termination--of--tenancy:--(1)--When--a--rental agreement-is-terminated-pursuant--to--{section--2}--for--any reason--other--than--nonpayment-of-renty-a-mobile-home-owner may-leave-the-mobile-home-in-the-park-for-up-to-120-days-forthe-purpose-of-selling-the-mobile-home;-No-one-may-reside-in the-mobile-home-during-the-120-day-period;-The--mobile--home owner--is--responsible--for--the--payment-of-rent-during-the 120-day-period-and-shall-maintain-the-mobile-home-space:-The landlord-has-a-lien-on-the-mobile-home-to-the-extent--rental payments-are-not-made-or-maintenance-is-not-performed-

+2)--At--the-end-of-the-120-day-period;-the-landlord-may remove-the-mobile-home-from-the-lot--after--giving--5--days+

- 1 written--notice--of--intent--to-move-the-mobile-home-and-may
- 2 charge-the-mobile-home-owner-with-the-costs-associated--with
- 3 the-move-
- 4 NEW SECTION. Section 3. Codification instruction.
- 5 [Sections SECTION 2 and-3] are IS intended to be codified as
- 6 an integral part of Title 70, chapter 24, and the provisions
- 7 of Title 70, chapter 24, apply to [sections SECTION 2 and
- 8 3].
- 9 NEW SECTION. Section 4. Coordination instruction. If
- 10 House Bill No. 422 is passed and approved, the reference in
- 11 [section 2(3)] to 70-24-311 must be changed to the
- 12 corresponding section in House Bill No. 422.

-End-

ı	HOUSE BILL NO. 245
2	INTRODUCED BY KADAS, WELDON, TUSS,
3	STANFORD, BRANDEWIE, DOWELL, PETERSON
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING FIVE
6	EXCLUSIVE GROUNDS FOR LANDLORDS' TERMINATION OF RENTAL
7	AGREEMENTS WITH TENANTS WHO OWN MOBILE HOMES OR RENT SPACE
8	IN MOBILE HOME PARKS; AND AMENDING SECTION 70-24-103, MCA."
9	
10	WHEREAS, Montana residents currently face a housing
11	crisis that includes a lack of affordable housing and a lack
12	of available mobile home park spaces; and
13	WHEREAS, mobile homes are not "mobile" without
14	substantial moving costs and THE POTENTIAL FOR substantial
15	damage to the mobile homes; and
16	WHEREAS, under 70-24-441 landlords of mobile home parks
17	may, WITHOUT SUPPLYING A REASON, evict tenants who rent
18	space in mobile home parks for-any-reason; -and
19	WHERBAS7mobilehomeownerswhorent-in-mobile-home
20	parks-often-have-little-or-no-equity-in-their-mobilehomes;
21	and
22	WHEREAS, uponfailure-to-pay-rent IF EVICTED UNFAIRLY,
23	mobile home owners who rent space in mobile home parks may
24	be forced to sell their mobile homes at a fraction of their
25	costs and within an unreasonable amount of time (30 days

2	COMPLY WITH THE EVICTION.
3	THEREFORE, the Legislature of the State of Montana finds
4	it necessary to define justifiable and reasonable grounds on
5	which landlords may evict mobile home owners who rent space
6	in mobile home parks.
7	
8	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
9	Section 1. Section 70-24-103, MCA, is amended to read:
10	"70-24-103. General definitions. Subject to additional
11	definitions contained in subsequent sections and unless the
12	context otherwise requires, in this chapter the following
13	definitions apply:
14	(1) "Action" includes recoupment, counterclaim, setoff
15	suit in equity, and any other proceeding in which rights are
16	determined, including an action for possession.
17	(2) "Court" means the appropriate district court or the
18	appropriate justice's court.
19	(3) "Dwelling unit" means a structure or the part of a
20	structure that is used as a home, residence, or sleeping
21	place by a person who maintains a household or by two or
22	more persons who maintain a common household. "Dwelling
23	unit", in the case of a person who rents space in a mobile

pursuant to 70-24-441) in order to make-rental-payments

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home park but does not rent the mobile home, means the space

rented and not the mobile home itself.

- 1 (4) "Good faith" means honesty in fact in the conduct
 2 of the transaction concerned.
- 3 (5) "Landlord" means the owner, lessor, or sublessor
 4 of:
- 5 (a) the dwelling unit or the building of which it is a
 6 part and:
 - (b) a mobile home park; or

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- (c) and--aiso-means a manager of the premises who fails
 to disclose his the managerial position.
- 10 (6) "Mobile home owner" means the owner of a

 11 manufactured mobile home dwelling unit entitled under a

 12 rental agreement to occupy a mobile home park space in a

 13 mobile home park.
- 14 (7) "Mobile home park" means a trailer court as defined 15 in 50-52-101.
 - (6)(8) "Organization" includes a corporation,
 government, governmental subdivision or agency, business
 trust, estate, trust, partnership or association, two or
 more persons having a joint or common interest, and any
 other legal or commercial entity.
- 21 (7)(9) "Owner" means one or more persons, jointly or 22 severally, in whom is vested all or part of:
- 23 (a) the legal title to property; or
- 24 (b) the beneficial ownership and a right to present use 25 and enjoyment of the premises, including a mortgagee in

l possession.

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- 2 (10) "Person" includes an individual or organization.
- 3 +9)(11) "Premises" means a dwelling unit and the
- 4 structure of which it is a part, the facilities and
- 5 appurtenances therein in the structure, and the grounds,
- 6 areas, and facilities held out for the use of tenants
- 7 generally or promised for the use of a tenant.
- 8 $(\frac{1}{2}\theta)$ "Rent" means all payments to be made to the
- 9 landlord under the rental agreement.
- 10 (11) (13) "Rental agreement" means all agreements,
- 11 written or oral, and valid rules adopted under 70-24-311
 - embodying the terms and conditions concerning the use and
- 13 occupancy of a dwelling unit and premises.
- 14 (12)(14) "Roomer" means a person occupying a dwelling
- unit that does not include a toilet, a bathtub or a shower,
- 16 a refrigerator, a stove, or a kitchen sink, all of which are
- 17 provided by the landlord and one or more of these facilities
- 18 are used in common by occupants in the structure.
- 19 (15) "Single family residence" means a structure
- 20 maintained and used as a single dwelling unit.
- 21 Notwithstanding that a dwelling unit shares one or more
- 22 walls with another dwelling unit, it is a single family
- 23 residence if it has direct access to a street or
- 24 thoroughfare and shares neither heating facilities, hot
- 25 water equipment, nor any other essential facility or service

HB 245

1 with a	another	dwelling	unit.
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- (14)(16) "Tenant" means a person entitled under a rental
- 3 agreement to occupy a dwelling unit to the exclusion of
- 4 others."
- 5 NEW SECTION. Section 2. Mobile home parks -- grounds
- 6 for termination of rental agreement. (1) A landlord of a
- 7 mobile home park may terminate a rental agreement only by
- 8 following the procedure set forth in 70-24-422 and only for
- one or more of the following reasons:
- 10 (a) nonpayment of rent OR LATE CHARGES, as provided in
- 11 subsection (2);
- 12 (b) violation of a mobile home park rule as provided in
- 13 subsection (3);

- 14 (c) disorderly conduct ON-THE-MOBILE-HOME-PARK-PREMISES
 - that results in disruption of the rights of others to the
- 16 peaceful enjoyment and use of the premises, endangers other
- 17 residents or mobile home park personnel, or causes
- 18 substantial damage to the mobile home park premises;
- 19 (d) conviction of the mobile home owner or a tenant of
- 20 the mobile home owner of a violation ON-THE-MOBILE-HOME-PARK
- 21 PREMISES of a federal or state law or local ordinance, WHEN
- 22 THE VIOLATION IS DETRIMENTAL TO THE HEALTH, SAFETY, OR
- 23 WELFARE OF OTHER RESIDENTS OR THE LANDLORD OF THE MOBILE
- 24 HOME PARK, or the landlord's documentation by---
- 25 preponderance--of--the--evidence of a violation when-the

- 1 violation-is-detrimental-to-the-healthy-safetyy--or--welfare
- 2 of--other--residents-or-the-landlord-of-the-mobile-home-park
- 3 OF THE PROVISIONS OF TITLE 45, CHAPTER 9; or
- (e) changes in the use of the land if the requirements
- 5 of subsection (4) are met.
- 6 (2) (a) A MOBILE HOME OWNER OR A TENANT OF A MOBILE
- 7 HOME OWNER WHO FAILS TO PAY THE OVERDUE RENT AND LATE
- 8 CHARGES WITHIN 15 DAYS OF RECEIVING NOTICE OF NONPAYMENT OF
- 9 RENT, AS PROVIDED IN 70-24-422, IS SUBJECT TO TERMINATION
- 10 PROCEDURES AS PROVIDED IN 70-24-422.
- 11 (B) A landlord of a mobile home park may terminate the

rental agreement of a tenant who has received more than

- 13 three TWO written notices of late rent payments within a
- 14 12-month period. The notices are subject to the following
- 15 conditions:

- 16 (i) only one late RENT notice per month may be included
- 17 when calculating the total of late notices within a 12-month
- 18 period:
- 19 (ii) late--payment-or-nonpayment-of-fees-or-late-charges
- 20 may-not-be-considered-a-late-rent-payment ADDITIONAL CHARGES
- 21 FOR LATE RENT PAYMENT MUST BE REASONABLE AND MUST BE PAID AS
- 22 PROVIDED IN SUBSECTION (2)(A) UNLESS THE LANDLORD AND TENANT
- 23 AGREE OTHERWISE; and
- 24 (iii) a payment must be attributed first to delinquent
- 25 rent payments, then to current rent payments, and finally to

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OF 70-24-422.

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tenant receives a third SECOND late rent payment notice within a 12-month period, the tenant is placed on probation for 6 months. If the tenant pays rent late at any time during the probationary period, the landlord may terminate the rental agreement AND THE PROVISIONS OF SUBSECTION (3)(C) REQUIRING A COMPLIANCE PERIOD DO NOT APPLY.

- (3) (a) A landlord of a mobile home park may terminate the rental agreement of a tenant who has violated a mobile home park rule only if:
- unfair; unreasonable; --- or (i) the rule is 12 not unconscionable; AND 13
- (ii) the rule was adopted in accordance with 70-24-3117. 14 (iii)-the--temant--had--at--least-60-days--notice-of-the 15 rule-before-the-alleged-violation-took-place;-and 16
 - fiv)-the-rule-violation-is-likely-to-continue--or--recur and--the--continuing--violation--or--recurrence-would-have-a significant-adverse-impact-on-the-mobile-home--park--or--its residents:
 - (B) ALL RULES MUST BE WRITTEN AND MUST BE GIVEN TO ALL MOBILE HOME PARK RESIDENTS WHO RESIDE IN THE MOBILE HOME PARK AND TO ALL NEW RESIDENTS UPON ARRIVAL.
- fb)(C) The--iandiord--shall--give-the-mobile-home-owner 24 and-a-tenant-of-the-mobile-home-owner-written-notice-of--the 25

alleged--rule--violation--and-allow-the-mobile-home-owner-or the-tenant-of-the-mobile-home-owner-15-days-to--comply--with the -- rule -- - After -- 15 -- days -- if - the - owner - or - tenant - has - not complied-with-the--rule; -- the--landlord--may--terminate--the rental--agreement--pursuant-to NOTICE OF AND COMPLIANCE WITH NOTICE OF RULES VIOLATIONS MUST CONFORM WITH THE PROVISIONS

tc)(D) If a mobile home owner or a tenant of the mobile home owner WHO HAS COMPLIED WITH THE RULE WITHIN 14 DAYS AFTER RECEIPT OF A NOTICE AS PROVIDED IN SUBSECTION (3)(B) has been given a written notice of an alleged violation of the same rule:

(I) on three TWO or more occasions within a 12-month period AND IT IS SHOWN THAT THE MOBILE HOME OWNER OR TENANT OF THE MOBILE HOME OWNER HAS VIOLATED THAT RULE, written notice is not required FOR THE NEXT 6 MONTHS for a subsequent violation of the same rule and termination of the rental agreement may proceed under the guidelines of 70-24-422 WITHOUT PROVIDING A 14-DAY COMPLIANCE PERIOD. Only one notice per month may be given.

21 (II) AND IT IS SHOWN THAT THE MOBILE HOME OWNER OR 22 TENANT HAS VIOLATED THAT RULE ON THREE OCCASIONS IN THE PAST 23 12 MONTHS, TERMINATION OF THE RENTAL AGREEMENT MAY PROCEED UNDER THE PROVISIONS OF 70-24-422 WITHOUT PROVIDING A 14-DAY 24 25 COMPLIANCE PERIOD.

(E) IF A MOBILE HOME OWNER OR TENANT OF THE MOBILE HOME
OWNER HAS BEEN GIVEN TWO OR MORE WRITTEN NOTICES OF AN
ALLEGED VIOLATION OF A RULE THAT WOULD HAVE A SIGNIFICANT
ADVERSE IMPACT ON THE MOBILE HOME PARK OR ITS RESIDENTS
WITHIN A 12-MONTH PERIOD AND IT IS SHOWN THAT THE MOBILE
HOME OWNER OR TENANT OF THE MOBILE HOME OWNER HAS VIOLATED
THE RULE, A WRITTEN NOTICE IS NOT REQUIRED FOR THE NEXT 6
MONTHS FOR A SUBSEQUENT VIOLATION OF ANY RULE THAT WOULD
HAVE A SIGNIFICANT ADVERSE IMPACT ON THE MOBILE HOME PARK OR
ITS RESIDENTS AND THE RENTAL AGREEMENT MAY BE TERMINATED AS
PROVIDED IN 70-24-422 WITHOUT PROVIDING A 14-DAY COMPLIANCE
PERIOD. ONLY ONE NOTICE A MONTH MAY BE GIVEN.

- (F) IF A VIOLATION OF A RULE BY A MOBILE HOME OWNER OR
 TENANT OF A MOBILE HOME CREATES AN IMMEDIATE THREAT TO THE
 HEALTH AND SAFETY OF ANY RESIDENT OF THE MOBILE HOME PARK,
 THE RENTAL AGREEMENT WITH THE VIOLATOR MAY BE TERMINATED
 UNDER 70-24-422, IF THE VIOLATION HAS NOT BEEN REMEDIED, 24
 HOURS AFTER THE VIOLATOR RECEIVES NOTICE OF THE VIOLATION.
- (4) If a landlord plans to change the use of all or part of the land composing the mobile home park from mobile home lot rentals to some other use, each affected mobile home owner must receive notice from the landlord as follows:
- (a) The landlord shall give the mobile home owner and a tenant of the mobile home owner at least 15 days' written notice that the landlord will be appearing before a unit of

-9-

- 1 local government to request permits for a change of use of
 2 the mobile home park.
 - (b) After all required permits requesting a change of use have been approved by the unit of local government, the landlord shall give the mobile home owner and a tenant of the mobile home owner 6 months' written notice of termination of tenancy. If the change of use does not require local government permits, the landlord shall give the written notice at least 6 months prior to the change of use. In the notice, the landlord shall disclose and describe in detail the nature of the change of use.
 - (c) Prior to entering a rental agreement during the 6-month notice period referred to in subsection (4)(b), the landlord shall give each prospective mobile home owner and tenant of the mobile home owner written notice that the landlord is requesting a change in use before a unit of local government or that a change in use has been approved.
 - (5)--A--tenant--may--challenge--by--court---action---the termination--of--a--rental-agreement-under-this-section:-The court-shall-determine-if-the-landlord--has--established--any ground--for--termination--of--a--rental-agreement-under-this section:--Termination--may--not--be--ordered--if--the--court determines-that-the-landlord's-conduct-is-in-retaliation-for the-tenant's-conduct-within-the-meaning-of-70-24-431:
 - NEW-SECTION: -- Section 3. Tenant's-right-to-seli--mobile--

- 1 home---upon--termination--of--tenancy:--(i)--When--a--rental 2 agreement-is-terminated-pursuant--to--{section--2}--for--any 3 reason--other--than--nonpayment-of-renty-a-mobile-home-owner may-leave-the-mobile-home-in-the-park-for-up-to-120-days-for 5 the-purpose-of-selling-the-mobile-home:-No-one-may-reside-in the-mobile-home-during-the-120-day-period:-The--mobile--home 7 owner--is--responsible--for--the--payment-of-rent-during-the 8 120-day-period-and-shall-maintain-the-mobile-home-space:-The 9 landlord-has-a-lien-on-the-mobile-home-to-the-extent--rental 10 payments-are-not-made-or-maintenance-is-not-performed-+2)--At--the-end-of-the-120-day-periody-the-landlord-may 11 12
 - t2)--At--the-end-of-the-i20-day-periody-the-iandiord-may remove-the-mobile-home-from-the-lot--after--giving--5--days* written--notice--of--intent--to-move-the-mobile-home-and-may charge-the-mobile-home-owner-with-the-costs-associated--with the-mover

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- NEW SECTION. Section 3. Codification instruction.

 [Sections SECTION 2 and-3] are IS intended to be codified as
 an integral part of Title 70, chapter 24, and the provisions
 of Title 70, chapter 24, apply to [sections SECTION 2 and
 3].
- NEW SECTION. Section 4. Coordination instruction. If
 House Bill No. 422 is passed and approved, the reference in
 [section 2(3)] to 70-24-311 must be changed to the
 corresponding section in House Bill No. 422.

-End-

SENATE STANDING COMMITTEE REPORT

Page 1 of 3 March 27, 1993

MR. PRESIDENT:

We, your committee on Judiciary having had under consideration House Bill No. 245 (third reading copy -- blue), respectfully report that House Bill No. 245 be amended as follows and as so amended be concurred in.

Signed: / / // // // Senator William "Bill" Yellowtail, Chair

That such amendments read:

1. Title, line 5.
Strike: "FIVE"

2. Title, line 8.
Strike: "AND"
Strike: "SECTION"
Insert: "SECTIONS"
Following: "70-24-103"
Insert: "AND 70-24-311"
Following: "MCA"

Insert: "; AND PROVIDING AN EFFECTIVE DATE"

3. Page 5, lines 10 and 11.
Following: "rent" on line 10
Strike: "OR"
Insert: ","
Following: "CHARGES," on line 10
Strike: remainder of line 10 through "(2)" on line 11
Insert: "or common area maintenance fees as established in the rental agreement"

A. Page 5, line 12. Following: line 11

Insert: "(b) late payment of rent, late charges, or common area maintenance fees as established in the rental agreement three or more times within a 12-month period if written notice is given by the landlord after each failure to pay, as required by 70-24-422;"

Renumber: subsequent subsections

5. Page 5, lines 12 and 13. Following: "rule" on line 12

Following: "rule" on line 12
Strike: remainder of line 12 through "(3)" on line 13
Insert: "that creates an immediate threat to the health and
safety of any resident of the mobile home park if the
violation has not been remedied 24 hours after the violator

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is given written notice of the violation;
(d) three or more violations within a 12-month period of any combination of one or more mobile home park rules, the violation of which would have a significant adverse impact on the mobile home park or its residents and which are so designated;

(e) three or more violations within a 12-month period of the same rule;

(f) three or more violations of 70-24-321(1) within a 12-month period or any violation of 70-24-321(2)"

6. Page 6, line 3. Strike: "or"

Renumber: subsequent subsections

7. Page 6, line 5. Strike: "(4)" Insert: "(2)" Following: "met" Strike: "." Insert: "; or"

8. Page 6, line 6. Following: line 5

Insert: "(j) a legitimate business reason of the landlord if the requirements of subsection (3) are met."

Page 6, line 6 through page 9, line 18.
 Strike: subsections (2) and (3) in their entirety
 Renumber: subsequent subsection

10. Page 10, line 13. Strike: "(4)(b)" Insert: "(2)(b)"

11. Page 10, line 25. Following: line 24

Insert: "(3)(a) A landlord may terminate the rental agreement of a mobile home owner or a tenant of a mobile home owner if the landlord, by the termination:

(i) does not violate a provision of this section or any other state statute; and

(ii) has a legitimate business reason.

(b) A landlord shall give the mobile home owner or the tenant of a mobile home owner a minimum of 6 months' written notice of termination.

(4) For purposes of calculating the total number of notices given within a 12-month period under subsection

> SENATE HB145

Page 3 of 3 March 27, 1993

(1)(b), only one notice per violation per month may be included in the calculation."

12. Page 11, line 16.

Following: line 15

- Insert: "Section 3. Section 70-24-311, MCA, is amended to read: "70-24-311. Landlord authorized to adopt rules. (1) A landlord may adopt a rule concerning the tenant's use and occupancy of the premises. A rule is enforceable against the tenant only if:
- (a) its purpose is to promote the convenience, safety, or welfare of the occupants in the premises, preserve the landlord's property from abusive use, or make a fair distribution of services and facilities held out for the tenants generally;
- (b) It is reasonably related to the purpose for which it is adopted:
- (c) it applies to all occupants in the premises in a fair manner;
- (d) it is sufficiently explicit in its prohibition, direction, or limitation of the tenant's conduct to fairly inform him of what he must or must not do to comply;
- (e) it is not for the purpose of evading the obligations of the landlord; and
- (f) the tenant has notice of it at the time he enters into the rental agreement or when it is adopted.
- (2) If a rule is adopted after a tenant enters into a rental agreement that works a substantial modification of his bargain, it is not valid until 7 days after notice to the tenant in the case of a week to week tenancy or 30 days' notice in the case of tenancies from month to month.
- (3) A rule adopted by a landlord of a mobile home park must be in writing and must be given to each mobile home owner or tenant of a mobile home owner residing in the mobile home park and to each new resident upon arrival. Renumber: subsequent sections
- 13. Page 11, lines 21 through 24. Strike: section 4 in its entirety Insert: "NEW SECTION. Section 5. Effective date. [This act] is effective 30 days after passage and approval."

-END-

SENATE COMMITTEE OF THE WHOLE AMENDMENT

March 30, 1993 1:07 pm

Mr. Chairman: I move to amend House Bill No. 245 (third reading copy -- blue).

ADOPT

REJECT

Signed:

Senator John Harp

That such amendments read:

Amend the Senate standing committee report for the committee on Judiciary on House Bill No. 245 dated March 27, 1993, as follows:

Amend amendment No. 5

In first Insert, following "(d)"

Strike: "three"

Insert: "two"

In first Insert, following "(e)"

Strike: "three"

Insert: "two"

In first Insert, following "(f)"

Strike: "three" Insert: "two"

Amend amendment No. 11

In first Insert, subsection (b), following "minimum of"

Strike: "6 months'" Insert: "90 days"

-END-

HB 245

SENATE

_	
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3	STANFORD, BRANDEWIE, DOWELL, PETERSON
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5	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING PIVE
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8	IN MOBILE HOME PARKS; AND AMENDING SECTIONS
9	70-24-103 AND 70-24-311, MCA; AND PROVIDING AN EFFECTIVE
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13	crisis that includes a lack of affordable housing and a lack
14	of available mobile home park spaces; and
15	WHEREAS, mobile homes are not "mobile" without
16	substantial moving costs and THE POTENTIAL FOR substantial
17	damage to the mobile homes; and
18	WHEREAS, under 70-24-441 landlords of mobile home parks
19	may, WITHOUT SUPPLYING A REASON, evict tenants who rent
20	space in mobile home parks for-any-reason; and
21	WHEREAS7mobilehomeownerswhotent-in-mobile-home
22	parks-often-have-little-or-no-equity-in-their-mobilehomes;
23	and
24	WHEREAS, uponfailure-to-pay-rent IF EVICTED UNFAIRLY,
25	mobile home owners who rent space in mobile home parks may

HOUSE BILL NO. 245

1	be forced to sell their mobile homes at a fraction of their
2	costs and within an unreasonable amount of time (30 days
3	pursuant to 70-24-441) in order to make-rental-payments
4	COMPLY WITH THE EVICTION.

THEREFORE, the Legislature of the State of Montana finds it necessary to define justifiable and reasonable grounds on which landlords may evict mobile home owners who rent space in mobile home parks.

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 70-24-103, MCA, is amended to read:

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13 definitions contained in subsequent sections and unless the
14 context otherwise requires, in this chapter the following
15 definitions apply:

- 16 (1) "Action" includes recoupment, counterclaim, setoff
 17 suit in equity, and any other proceeding in which rights are
 18 determined, including an action for possession.
- 19 (2) "Court" means the appropriate district court or the 20 appropriate justice's court.
 - (3) "Dwelling unit" means a structure or the part of a structure that is used as a home, residence, or sleeping place by a person who maintains a household or by two or more persons who maintain a common household. "Dwelling unit", in the case of a person who rents space in a mobile

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- home park but does not rent the mobile home, means the space rented and not the mobile home itself.
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 4 of the transaction concerned.
- 5 (5) "Landlord" means the owner, lessor, or sublessor
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- 7 (a) the dwelling unit or the building of which it is a 8 part and;
 - (b) a mobile home park; or
- 10 (c) and--aiso-means a manager of the premises who fails
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- 12 <u>(6) "Mobile home owner" means the owner of a</u>

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 14 rental agreement to occupy a mobile home park space in a
- 15 mobile home park.

- 16 (7) "Mobile home park" means a trailer court as defined
 17 in 50-52-101.
- 18 (6)(8) "Organization" includes a corporation,
 19 government, governmental subdivision or agency, business
 20 trust, estate, trust, partnership or association, two or
 21 more persons having a joint or common interest, and any
 22 other legal or commercial entity.
- 23 (7)(9) "Owner" means one or more persons, jointly or 24 severally, in whom is vested all or part of:
- 25 (a) the legal title to property; or

- 1 (b) the beneficial ownership and a right to present use 2 and enjoyment of the premises, including a mortgagee in 3 possession.
- 4 (8)(10) "Person" includes an individual or organization.
- 5 (9)(11) "Premises" means a dwelling unit and the
- 6 structure of which it is a part, the facilities and
- 7 appurtenances therein in the structure, and the grounds,
- 8 areas, and facilities held out for the use of tenants
- 9 generally or promised for the use of a tenant.
- 10 (12) "Rent" means all payments to be made to the
- ll landlord under the rental agreement.
- 12 (11) (13) "Rental agreement" means all agreements,
- written or oral, and valid rules adopted under 70-24-311
- 14 embodying the terms and conditions concerning the use and
- 15 occupancy of a dwelling unit and premises.
- 16 (12)(14) "Roomer" means a person occupying a dwelling
- 17 unit that does not include a toilet, a bathtub or a shower,
- 18 a refrigerator, a stove, or a kitchen sink, all of which are
- 19 provided by the landlord and one or more of these facilities
- 20 are used in common by occupants in the structure.
- 21 (13)(15) "Single family residence" means a structure
- 22 maintained and used as a single dwelling unit.
- 23 Notwithstanding that a dwelling unit shares one or more
- 24 walls with another dwelling unit, it is a single family
- 25 residence if it has direct access to a street or

- 1 thoroughfare and shares neither heating facilities, hot 2 water equipment, nor any other essential facility or service 3 with another dwelling unit.
- fl4f(16) "Tenant" means a person entitled under a rental agreement to occupy a dwelling unit to the exclusion of 6 others."
- NEW SECTION. Section 2. Mobile home parks -- grounds for termination of rental agreement. (1) A landlord of a mobile home park may terminate a rental agreement only by 10 following the procedure set forth in 70-24-422 and only for 11 one or more of the following reasons:
- 12 (a) nonpayment of rent OR, LATE CHARGES, as-provided-in 13 subsection--+(2) OR COMMON AREA MAINTENANCE FEES AS 14 ESTABLISHED IN THE RENTAL AGREEMENT;

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- (B) LATE PAYMENT OF RENT, LATE CHARGES, OR COMMON AREA MAINTENANCE FEES AS ESTABLISHED IN THE RENTAL AGREEMENT THREE OR MORE TIMES WITHIN A 12-MONTH PERIOD IF WRITTEN NOTICE IS GIVEN BY THE LANDLORD AFTER EACH FAILURE TO PAY, AS REQUIRED BY 70-24-422;
- tb)(C) violation of a mobile home park rule as-provided 20 21 in--subsection--(3) THAT CREATES AN IMMEDIATE THREAT TO THE 22 HEALTH AND SAFETY OF ANY RESIDENT OF THE MOBILE HOME PARK IF
- 23 THE VIOLATION HAS NOT BEEN REMEDIED 24 HOURS AFTER THE 24
- 25 (D) THREE TWO OR MORE VIOLATIONS WITHIN A 12-MONTH

VIOLATOR IS GIVEN WRITTEN NOTICE OF THE VIOLATION;

- 1 PERIOD OF ANY COMBINATION OF ONE OR MORE MOBILE HOME PARK
- 2 RULES, THE VIOLATION OF WHICH WOULD HAVE A SIGNIFICANT
- 3 ADVERSE IMPACT ON THE MOBILE HOME PARK OR ITS RESIDENTS AND
- WHICH ARE SO DESIGNATED:
- 5 (E) THREE TWO OR MORE VIOLATIONS WITHIN A 12-MONTH
- PERIOD OF THE SAME RULE:

- 7 (F) THREE TWO OR MORE VIOLATIONS OF 70-24-321(1) WITHIN
- 8 A 12-MONTH PERIOD OR ANY VIOLATION OF 70-24-321(2);
- 9 te)(G) disorderly conduct ON-THE--MOBILE--HOME--PARK
- PREMISES that results in disruption of the rights of others 10
- to the peaceful enjoyment and use of the premises, endangers 11
- 12 other residents or mobile home park personnel, or causes
 - substantial damage to the mobile home park premises;
- 14 td)(H) conviction of the mobile home owner or a tenant
- 15 of the mobile home owner of a violation ON-THE-MOBILE-HOME
- 16 PARK-PREMISES of a federal or state law or local ordinance,
- 17 WHEN THE VIOLATION IS DETRIMENTAL TO THE HEALTH, SAFETY, OR
- WELFARE OF OTHER RESIDENTS OR THE LANDLORD OF THE MOBILE 18
- 19 PARK, the landlord's documentation or
- 20 preponderance-of--the--evidence of a violation when--the
- 21 violation--is--detrimental-to-the-healthy-safetyy-or-welfare
- 22 of-other-residents-or-the-landlord-of-the-mobile--home--park
- 23 OF THE PROVISIONS OF TITLE 45, CHAPTER 9; or
- 24 tet(I) changes in the use of the land if the
- requirements of subsection (4) (2) are met; OR

1	(J) A LEGITIMATE BUSINESS REASON OF THE LANDLORD IF THE
2	REQUIREMENTS OF SUBSECTION (3) ARE MET.
3	+2>+a>-A-MOBILE-HOME-OWNER-OR-ATENANTOFAMOBILE
4	HOMEOWNERWHOPAILSTOPAYTHEOVERDUE-RENT-AND-LATE
5	CHARGES-WITHIN-15-DAYS-OF-RECEIVING-NOTICE-OF-NONPAYMENTOF
6	RENT; ASPROVIDEBIN-70-24-422; -IS-SUBJECT-TO-TERMINATION
7	PROCEDURES-AS-PROVIDED-IN-76-24-422.
8	(B)A-landlord-of-a-mobile-home-park-may-terminatethe
9	rentalagreementofatenantwho-has-received-more-than
10	three TWO written-notices-of-laterentpaymentswithina
11	12-monthperiod;Thenotices-are-subject-to-the-following
12	cond:tions:
13	(i)only-one-late RENT notice-per-month-may-be-included
14	when-calculating-the-total-of-late-notices-within-a-12-month
15	period;
16	tiit-late-payment-or-nonpayment-of-fees-or-latecharges
17	may-not-be-considered-a-late-rent-payment ADDITIONAL-CHARGES
18	POR-LATE-RENT-PAYMENT-MUST-BE-REASONABLE-AND-MUST-BE-PAID-AS
19	PROVIDED-IN-SUBSECTION-(2)(A)-UNLESS-THE-LANDLORD-AND-TENANT
20	AGREE-OTHERWISE;-and
21	(iii)-apaymentmust-be-attributed-first-to-delinguent
22	rent-payments;-then-to-current-rent-payments;-and-finally-to
23	feesy-chargesy-or-late-fees.
24	(b)(C)On-the-date-a-tenantreceivesa third SECOND
25	laterentpaymentnoticewithina12-month-periody-the

1	Tenant-is-piaced-on-probation-for-6-monthsifthetenant
2	paysrentlate-at-any-time-during-the-probationary-period;
3	the-landlord-may-terminatetherentalagreement ANDTHE
4	PROVISIONSOFSUBSECTION+3++C+REQUIRINGACOMPLIANCE
5	PERIOD-BO-NOT-APPLY:
6	(3)(a)-Alandlord-of-a-mobile-home-park-may-terminate
7	the-rental-agreement-of-a-tenant-who-has-wiolatedamobile
8	home-park-rule-only-if:
9	(i)theruleisnot unfair; unreasonable;or
10	unconscionable; ANB
11	tit-the-rule-was-adopted-in-accordance-with-78-24-3117=
12	fiii)-the-temant-had-at-least-60daysnoticeofthe
13	rule-before-the-alleged-violation-took-place;-and
14	(iv)-theruleviolation-is-likely-to-continue-or-recur
15	and-the-continuing-violationorrecurrencewouldhavea
16	significantadverseimpacton-the-mobile-home-park-or-its
17	residents.
18	18)Abb-Rubbs-Must-Be-Written-And-Must-Be-Given-toAbb
19	MGBILEHOMEPARKRESIDENTSWHO-RESIDE-IN-THE-MGBILE-HOME
20	PARK-AND-TO-ALL-NEW-RESIDENTS-UPON-ARRIVALT
21	(b)(0) The-landlord-shall-give-themobilehomeowner
22	anda-tenant-of-the-mobile-home-owner-written-notice-of-the
23	alleged-rule-violation-and-allow-the-mobilehomeowneror
24	thetenantof-the-mobile-home-owner-15-days-to-comply-with
25	the-rule:-After-15-days;-if-theownerortenanthasnot

1	compiledwiththerwieythetandiordmay-terminate-the
2	rental-agreement-pursuant-to NOTICE-OP-ANDCOMPLIANCEWITH
3	NOTICEOF-RULES-VIOLATIONS-MUST-CONPORM-WITH-THE-PROVISIONS
4	0F-70-24-422.
5	te)(B)If-a-mobile-home-owner-or-a-tenant-of-the-mobile
6	home-owner-WHO-HAS-COMPLIED-WITH-THERULEWITHIN14DAYS
7	APTERRECEIPTOF-A-NOTICE-AS-PROVIDED-IN-SUBSECTION-(3)(B)
8	has-been-given-a-written-notice-of-an-allegedviolationof
9	the-same-rule:
10	(1)on three TWO or-more-occasions-within-a-12-month
11	period AND-IT-IS-SHOWN-THAT-THE-MOBILE-HOME-OWNER-ORTENANT
12	OPTHEMOBILEHOMEOWNER-HAS-VIOLATED-THAT-RULE, -written
13	noticeisnotrequired PORTHENEXT6MONTHS fora
14	subsequent-violation-of-the-same-rule-and-termination-of-the
15	rentalagreementmayproceedundertheguidelinesof
16	70-24-422 WITHOUT-PROVIDING-A-14-DAY-COMPLIANCE-PERIOD, -Only
17	one-notice-per-month-may-be-given-
18	111)-AND1T18SHOWNTHATTHEMOBILE-HOME-OWNER-OR
19	TENANT-HAS-VIOLATED-THAT-RULE-ON-THREE-OCCASIONS-IN-THE-PAST
20	12-months7-termination-of-the-rentab-agreementmayproceed
21	UNDER-THE-PROVISIONS-OF-70-24-422-WITHOUT-PROVIDING-A-14-DAY
22	COMPLIANCE-PERIOD.
23	te}ip-a-mobile-home-owner-or-tenant-of-the-mobile-home
24	OWNERHASBEENGIVENTWOORMORE-WRITTEN-NOTICES-OF-AN
25	ALLEGED-VIOLATION-OF-A-RULE-THAT-WOULD-HAVEASIGNIFICANT

1	ADVERSEIMPACTONTHEMOBILEHOME-PARK-OR-ITS-RESIDENTS
2	WITHIN-A-12-MONTH-PERIOD-AND-IT-ISSHOWNTHATTHEMODILE
3	HOMEOWNEROR-TENANT-OF-THE-MODILE-HOME-OWNER-HAS-VIOLATED
4	THE-RULE7-A-WRITTEN-NOTICE-IS-NOT-REQUIRED-PORTHENEXT6
5	MONTHSPORASUBSEQUENTVIOLATION-OF-ANY-RULE-THAT-WOULD
6	HAVE-A-Significant-Adverse-impact-on-the-mobile-home-park-or
7	195-Residents-and-the-rental-agreement-may-be-terminatedas
8	PROVIDEDIN-78-24-422-WITHOUT-PROVIDING-A-14-DAY-COMPLIANCE
9	PERIODONLY-ONE-NOTICE-A-MONTH-MAY-BE-GIVEN.
10	(F)IP-A-VIOLATION-OP-A-RULE-BY-A-MOBILE-HOME-OWNEROR
11	TENANTOFA-MOBIBE-HOME-CREATES-AN-IMMEDIATE-THREAT-TO-THE
12	HEALTH-AND-SAPETY-OP-ANY-RESIDENT-OP-THE-MODILEHOMEPARK;
13	THERENTALAGREEMENTWITHTHE-VIOLATOR-MAY-BE-TERMINATED
14	UNDER-70-24-4227-IP-THE-VIOLATION-HAS-NOT-BEEN-REMEDIED724
15	HOURS-AFTER-THE-VIOLATOR-RECEIVES-NOTICE-OF-THE-VIOLATION:
16	t4+(2) If a landlord plans to change the use of all or
17	part of the land composing the mobile home park from mobile
18	home lot rentals to some other use, each affected mobile
19	home owner must receive notice from the landlord as follows:
20	(a) The landlord shall give the mobile home owner and a
21	tenant of the mobile home owner at least 15 days' written
22	notice that the landlord will be appearing before a unit of
23	local government to request permits for a change of use of
24	the mobile home park.
25	(b) After all required permits requesting a change of

•	use have been approved by the unit of local government, the
2	landlord shall give the mobile home owner and a tenant of
3	the mobile home owner 6 months' written notice of
1	termination of tenancy. If the change of use does not
5	require local government permits, the landlord shall give
5	the written notice at least 6 months prior to the change of
7	use. In the notice, the landlord shall disclose and describe
В	in detail the nature of the change of use.

- (c) Prior to entering a rental agreement during the 6-month notice period referred to in subsection (4)(b) (2)(B), the landlord shall give each prospective mobile home owner and tenant of the mobile home owner written notice that the landlord is requesting a change in use before a unit of local government or that a change in use has been approved.
- (5)--A---tenant---may--chailenge--by--court--action--the termination-of-a-rental-agreement-under--this--section---The court--shall--determine--if-the-landlord-has-established-any ground-for-termination-of--a--rental--agreement--under--this section---Termination--may--not--be--ordered--if--the--court determines-that-the-landlord-s-conduct-is-in-retaliation-for the-tenant-s-conduct-within-the-meaning-of-70-24-431-
- (3) (A) A LANDLORD MAY TERMINATE THE RENTAL AGREEMENT
 OF A MOBILE HOME OWNER OR A TENANT OF A MOBILE HOME OWNER IF
 THE LANDLORD, BY THE TERMINATION:

1	(I)_	DOES	NOT	VIOLATE	A	PROVISION	OF	THIS	SECTION	OR	ANY
2	OTHER ST	ATE S	TATUT	re; AND		<u></u>					

- 3 (II) HAS A LEGITIMATE BUSINESS REASON.
- 4 (B) A LANDLORD SHALL GIVE THE MOBILE HOME OWNER OR THE
 5 TENANT OF A MOBILE HOME OWNER A MINIMUM OF 6-MONTHS 90
 6 DAYS' WRITTEN NOTICE OF TERMINATION.
- 7 (4) FOR PURPOSES OF CALCULATING THE TOTAL NUMBER OF
 8 NOTICES GIVEN WITHIN A 12-MONTH PERIOD UNDER SUBSECTION
 9 (1)(B), ONLY ONE NOTICE PER VIOLATION PER MONTH MAY BE
 10 INCLUDED IN THE CALCULATION.
 - NEW-SECTION: -- Section 3. -- Tenant's -- right-to-sell-mobile-home--upon--termination--of--tenancy: -- (i) -- When--a---rental
 agreement--is--terminated--pursuant--to--(section-2)-for-any
 reason-other-than-nonpayment-of-rent; -a--mobile--home--owner
 may-leave-the-mobile-home-in-the-park-for-up-to-128-days-for
 the-purpose-of-selling-the-mobile-home: No-one-may-reside-in
 the--mobile--home-during-the-128-day-period; -The-mobile-home
 owner-is-responsible-for-the--payment--of--rent--during--the
 128-day-period-and-shall-maintain-the-mobile-home-space: The
 landlord--has-a-lien-on-the-mobile-home-to-the-extent-rental
 payments-are-not-made-or-maintenance-is-not-performed:
 - t2)--At-the-end-of-the-120-day-period; the-landlord--may remove--the--mobile--home--from-the-lot-after-giving-5-days written-notice-of-intent-to-move-the--mobile--home--and--may charge--the-mobile-home-owner-with-the-costs-associated-with

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the-	-move-
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SECTION 3. SECTION 70-24-311, MCA, IS AMENDED TO READ:

- 3 "70-24-311. Landlord authorized to adopt rules. (1) A
 4 landlord may adopt a rule concerning the tenant's use and
 5 occupancy of the premises. A rule is enforceable against the
 6 tenant only if:
 - (a) its purpose is to promote the convenience, safety, or welfare of the occupants in the premises, preserve the landlord's property from abusive use, or make a fair distribution of services and facilities held out for the tenants generally;
- 12 (b) it is reasonably related to the purpose for which 13 it is adopted;
- 14 (c) it applies to all occupants in the premises in a 15 fair manner:
- (d) it is sufficiently explicit in its prohibition, direction, or limitation of the tenant's conduct to fairly inform him of what he must or must not do to comply;
- (e) it is not for the purpose of evading the obligations of the landlord; and
- 21 (f) the tenant has notice of it at the time he enters 22 into the rental agreement or when it is adopted.
 - (2) If a rule is adopted after a tenant enters into a rental agreement that works a substantial modification of his bargain, it is not valid until 7 days after notice to

- the tenant in the case of a week to week tenancy or 30 days'
 notice in the case of tenancies from month to month.
- 3 (3) A rule adopted by a landlord of a mobile home park
 4 must be in writing and must be given to each mobile home
 5 owner or tenant of a mobile home owner residing in the
 6 mobile home park and to each new resident upon arrival.*
- NEW SECTION. Section 4. Codification instruction.

 [Sections SECTION 2 and-3] are IS intended to be codified as
 an integral part of Title 70, chapter 24, and the provisions
 of Title 70, chapter 24, apply to [sections SECTION 2 and
 11 3].
- NEW-SECTION: --Section 4. Coordination -- instruction: -- if -
 NEW-SECTION: -- Section 4. -- Coordination -- instruction: -- if -
 NEW-SECTION: -- Section -- 4. -- Coordination -- instruction: -- if -
 NEW-SECTION: -- Section -- instruction -- instruction: -- if -
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- NEW SECTION. SECTION 5. EFFECTIVE DATE, [THIS ACT] IS
 EFFECTIVE 30 DAYS AFTER PASSAGE AND APPROVAL.

-End-

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