.

.

	Sa da Dir
1	Senate BILL NO, 21,5
2	INTRODUCED BY ECK B. Baudall
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT CLARIFYING THE RIGHTS OF MOBILE HOME OWNERS AND
5	MOBILE HOME PARK OWNERS WITH RESPECT TO THE SALE OF A MOBILE HOME IN THE PARK; AND
6	ESTABLISHING THAT A MOBILE HOME PARK OWNER'S REASONS FOR DENVING TENANCY TO A
7	PROSPECTIVE BUYER MUST BE SET FORTH IN WRITING."
8	
9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
10	
11	NEW SECTION. Section 1. Short title. [Sections 1 through 5] may be cited as the "Mobile Home
12	Park Equity Protection Act".
13	
14	NEW SECTION. Section 2. Definitions. As used in [sections 1 through 5], unless the context
15	requires otherwise, the following definitions apply:
16	(1) "In-park sale" means a sale of a mobile home that occupies a space in a mobile home park.
17	(2) "Mobile home owner" means mobile home owner as provided in 70-24-103.
18	(3) "Mobile home park" means the same as trailer court as provided in 50-52-101.
19	(4) "Park owner" means the owner of a mobile home park.
20	(5) "Resident" means a mobile home owner in a mobile home park.
21	
22	NEW SECTION. Section 3. Resident's rights limitations. Except as otherwise provided in this
23	section, a resident has the right to sell a mobile home through an in-park sale. The park owner may not
24	charge a fee for allowing the resident to exercise this right, except a fee of up to \$25 for processing a
25	prospective buyer's tenancy application. If the park owner is licensed as a dealer, the park owner may agree
26	in writing to broker the in-park sale of a resident's mobile home. The park owner may not require a resident
27	to use the park owner's services as a broker. The park owner may not give preferential treatment to
28	applications for tenancy from people seeking to buy homes whose in-park sale is being brokered by the park
29	owner.

30

55th Legislature

LC0576.01

.

.

1	NEW SECTION. Section 4. Park owner's rights limitations. An in-park sale is subject to the park
2	owner's approval of the buyer as a resident. A park owner may not deny a prospective buyer approval as
3	a resident unless:
4	(1) the park owner has specified in writing the procedures and criteria used to evaluate the
5	creditworthiness and suitability as a resident of an individual seeking to buy a home offered for in-park sale;
6	(2) the written disclosure required by subsection (1) is made available on request at no charge to
7	any resident, any prospective buyer, and any agent of either person;
8	(3) the park owner is available to the prospective buyer at reasonable times if the park owner
9	requires the prospective buyer to apply or be interviewed in person;
10	(4) all the specified procedures and criteria are reasonable and applied uniformly;
11	(5) the park owner does not use any stricter standards in evaluating a prospective buyer than the
12	park owner uses for evaluating other prospective buyers;
13	(6) the park owner does not deny tenancy to a prospective buyer for any reason prohibited by
14	federal, state, or local law;
15	(7) within 14 days of receiving a completed application form, the park owner makes a decision or
16	gives the prospective buyer and the seller a written explanation of the specific reasons for the delay and
17	makes a decision as soon as practicable; and
18	(8) the park owner gives the prospective buyer denied tenancy a written explanation of the denial
19	within 3 days of receiving a written request for an explanation.
20	
21	NEW SECTION. Section 5. Application information. (1) Whenever a prospective buyer of an in-park
22	sale seeks approval as a resident, the park owner may require the prospective buyer to submit information
23	that is reasonably necessary to determine whether the prospective buyer satisfies the park owner's criteria
24	as set forth in the park rules. The required information may include the purchase price of the mobile home
25	and the amount of monthly payments on the mobile home, together with any documents reasonably
26	necessary to verify the information.
27	(2) The park owner may inquire into the creditworthiness of the prospective buyer but may not
28	require the submission of any information concerning the business relationship between the seller and a

29 dealer acting for the seller.

30



- 2 -

4

-

<u>NEW SECTION.</u> Section 6. Codification instruction. [Sections 1 through 5] are intended to be
codified as an integral part of Title 70, chapter 24, part 3, and the provisions of Title 70, chapter 24, part
3, apply to [sections 1 through 5].

-END-

APPROVED BY COM ON JUDICIARY

1	SENATE BILL NO. 215
2	INTRODUCED BY ECK, BARNHART
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT CLARIFYING THE RIGHTS OF MOBILE HOME OWNERS AND
5	MOBILE HOME PARK OWNERS WITH RESPECT TO THE SALE OF A MOBILE HOME IN THE PARK; AND
6	ESTABLISHING THAT A MOBILE HOME PARK OWNER'S REASONS FOR DENYING TENANCY TO A
7	PROSPECTIVE BUYER MUST BE SET FORTH IN WRITING."
8	
9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
10	
11	NEW SECTION. Section 1. Short title. [Sections 1 through 5] may be cited as the "Mobile Home
12	Park Equity Protection Act".
13	
14	NEW SECTION. Section 2. Definitions. As used in [sections 1 through 5], unless the context
15	requires otherwise, the following definitions apply:
16	(1) "In-park sale" means a sale of a mobile home that occupies a space in a mobile home park.
17	(2) "Mobile home owner" means mobile home owner as provided in 70-24-103.
18	(3) "Mobile home park" means the same as trailer court as provided in 50-52-101.
19	(4) "Park owner" means the owner of a mobile home park.
20	(5) "Resident" means a mobile home owner in a mobile home park.
21	
22	NEW SECTION. Section 3. Resident's rights limitations. Except as otherwise provided in this
23	section, a resident has the right to sell a mobile home through an in-park sale. The park owner may not
24	charge a fee for allowing the resident to exercise this right, except a fee of up to \$25 for processing a
25	prospective buyer's tenancy application. If the park owner is licensed as a dealer, the park owner may agree
26	in writing to broker the in-park sale of a resident's mobile home. The park owner may not require a resident
27	to use the park owner's services as a broker. The park owner may not give preferential treatment to
28	applications for tenancy from people seeking to buy homes whose in park sale is being brokered by the park
2 9	owner.
30	

- 1 -

55th Legislature

SB0215.02

.

1	NEW SECTION. Section 4. Park owner's rights limitations. An in-park sale is subject to the park
2	owner's approval of the buyer as a resident. A park owner may not deny a prospective buyer approval as
3	a resident unless:
4	(1) the park owner has specified in writing the procedures and criteria used to evaluate the
5	ereditworthiness and suitability as a resident of an individual seeking to buy a home offered for in-park sale;
6	(2) the written disclosure required by subsection (1) is made available on request at no citarge to
7	any-resident, any prospective buyer, and any agent of either person;
8	(3) the park owner is available to the prospective buyer at reasonable times if the park owner
9	requires the prospective buyer to apply or be interviewed in person;
10	(4) all the specified procedures and criteria are reasonable and applied uniformly;
11	(5) (1) the park owner does not use any stricter standards in evaluating a prospective buyer than
12	the park owner uses for evaluating other prospective buyers;
13	(6) (2) the park owner does not deny tenancy to a prospective buyer for any reason prohibited by
14	federal, state, or local law; <u>AND</u>
15	(7)[3] within 14 days of receiving a completed application form, the park owner makes a decision
16	or gives the prospective buyer and the seller a written explanation of the specific reasons for the delay and
17	makes a decision as soon as practicable; and.
18	(8) the park owner gives the prospective buyer denied tenancy a written explanation of the denial
19	within 3 days of receiving a writton request for an explanation.
20 [.]	
21	NEW SECTION. Section 5. Application information. (1) Whenever a prospective buyer of an in-park
22	sale seeks approval as a resident, the park owner may require the prospective buyer to submit information
23	that is reasonably necessary to determine whether the prospective buyer satisfies the park owner's criteria
24	as set forth in the park rules. The required information may include the purchase price of the mobile home
25	and the amount of monthly payments on the mobile home, together with any documents reasonably
26	necessary to verify the information.
27	(2) The park owner may inquire into the creditworthiness of the prospective buyer but may not
28	require the submission of any information concerning the business relationship between the seller and a
29	dealer acting for the seller.

30

Legislative Services Division

- 2 -

•

4

<u>NEW SECTION.</u> Section 6. Codification instruction. [Sections 1 through 5] are intended to be
codified as an integral part of Title 70, chapter 24, part 3, and the provisions of Title 70, chapter 24, part
3, apply to [sections 1 through 5].

-END-