

## 95TH GENERAL ASSEMBLY State of Illinois 2007 and 2008 HB3438

Introduced 2/27/2007, by Rep. Ruth Munson

## SYNOPSIS AS INTRODUCED:

765 ILCS 745/6 from Ch. 80, par. 206 765 ILCS 745/8 from Ch. 80, par. 208

Amends the Mobile Home Landlord and Tenant Rights Act. Provides a refund procedure for a lease or purchase agreement that a prospective tenant cancels within 5 or 10 days after signing the lease or purchase agreement. Provides that a landlord is limited to 2 months rent for a tenant's early termination of the lease. Provides that if a tenant leaves the park because of temporary illness or disability, the park owner shall allow relatives designated by the tenant or the tenant's guardian to live in the home provided that these relatives first satisfy any lease requirements for a criminal, credit, or financial background check. Provides for automatic lease renewal for 2 years unless certain requirements are met, such as a 30-day notice and a notice of reasons for the non-renewal of the lease. Provides that the park owner is to give 12 months notice of closing all or part of the park. Makes other changes.

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1 AN ACT concerning property.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Mobile Home Landlord and Tenant Rights Act is amended by changing Sections 6 and 8 as follows:
- 6 (765 ILCS 745/6) (from Ch. 80, par. 206)
- - (a) No person shall offer a mobile home or lot for rent or sale in a mobile home park without having first exhibited to the prospective tenant or purchaser a copy of the lease applicable to the respective mobile home park.
    - (b) (a) The park owner shall be required to offer to each present and future tenant a written lease for a term of not less than 2 years 12 months, unless the parties agree to a different term subject to existing leases which shall be continued pursuant to their terms.
- (c) A prospective tenant who executes a lease pursuant to
  this Section may cancel the lease by notifying the park owner
  in writing within 5 business days after the prospective
  tenant's execution of the lease. The park owner shall return
  any downpayment, security deposit, or rent paid by the
  prospective tenant within 10 days after receiving the written

cancellation. If the park owner enters into an agreement to sell a mobile home to a prospective tenant or lease it to a prospective tenant with an option to purchase, the prospective tenant may cancel the sale or lease-purchase agreement along with the lease by notifying the park owner in writing within 5 business days after the prospective tenant's execution of the lease. The park owner shall, within 10 days after receiving the written cancellation, refund all consideration paid by the prospective tenant and cancel any debt relating to the purchase or lease of the mobile home.

- (d) The maximum amount that a park owner may recover as damages for a tenant's early termination of a lease is 2 months rent. However, if the lot is leased to another tenant within 20 days of vacating, the damages shall be a maximum of rent for one month.
- (e) In the lease, the park owner shall fully and clearly set forth the amounts or methods of determining any rental increases for any and all renewals of the lease.
- (f) The park owner shall not charge or impose upon a tenant any fee or increase in rent which reflects the cost to the park owner of any fine, forfeiture, penalty, money damages, or fee assessed or awarded by a court of law against the park owner, including any attorney's fees and costs incurred by the park owner in connection therewith.
- (g) (b) Tenants in possession on the effective date of this Act shall have 30 days after receipt of the offer for a written

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- lease within which to accept or reject such offer; during which period, the rent may not be increased or any other terms and conditions changed, except as permitted under this Act;
- 4 providing that if the tenant has not so elected he shall vacate
- 5 within the 30 day period.

to the requirements of this Act.

- (h) (e) The park owner shall notify his tenants in writing not later than 30 days after the effective date of this Act, that a written lease shall be available to the tenant and that such lease is being offered in compliance with and will conform
- 11 (i) If a tenant leaves a mobile home park temporarily 12 because of illness or disability and the tenant or the tenant's 13 quardian or representative designates a relative or relatives 14 of the tenant to live in the home until the tenant is able to 15 return, the park owner shall allow the relative or relatives to 16 reside in the home so long as the terms of the lease continue 17 to be met. If the tenant's lease provides that before any person may occupy the home he or she must first submit to a 18 19 criminal, credit, or financial background check and be approved 20 by the park owner, then that term of the lease must be met
- 22 (Source: P.A. 81-1509.)
- 23 (765 ILCS 745/8) (from Ch. 80, par. 208)
- Sec. 8. Renewal of Lease.
- 25 (a) At the expiration of a lease, including one that is a

before the relative or relatives may live in the home.

| renewal | of | а | previous | lease, | the | lease | shall | be | renewed |
|---------|----|---|----------|--------|-----|-------|-------|----|---------|

- 2 <u>automatically for a term of 2 years with the same terms as the</u>
- 3 previous lease, unless:
  - (1) the tenant notifies the park owner 30 days prior to the expiration of the lease that he or she does not intend to renew the lease;
    - (2) the park owner notifies the tenant 30 days prior to the expiration of the lease that the lease will not be renewed and specifies in writing one or more of the following reasons: violation of park rules; violation of health and safety codes; or irregular or non-payment of rent;
    - (3) the park owner seeks to change the terms of the agreement pursuant to subsections (b), (c), and (d), in which case the procedures set forth in those subsections shall apply; or
    - (4) the park owner elects to cease the operation of either all or a portion of the mobile home park. The tenants shall be entitled to at least 12 months notice of the cessation of operations. If 12 months or more remain on the existing lease at the time of notice, the tenant is entitled to the balance of the term of his or her lease. If there are less than 12 months remaining in the term of his or her lease, the tenant is entitled to the balance of his or her lease plus a written month-to-month tenancy, at the expiring lease rate to provide him or her with a full 12

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months notice.

(b) Six months prior to the expiration of the lease, the park owner shall offer the tenant a renewal lease with a term of at least 2 years with the proposed rental amount and any fee or other lease changes for that term. Every lease of a mobile home or lot in a mobile home park shall contain an option which automatically renews the lease; unless: (a) the tenant shall notify the owners 30 days prior to the expiration of the lease that he does not intend to renew the lease; or (b) the park owner shall notify the tenant 30 days prior to the expiration of the lease that the lease will not be renewed and specify in writing the reasons, such as violations of park rules, health and safety codes or irregular or non-payment of rent; or the park owner elects to cease the operation of either all or a portion of the mobile home park. The tenants shall be entitled to at least 12 months notice of such ceasing of operations. If 12 months or more remain on the existing lease at the time of notice, the tenant is entitled to the balance of the term of his lease. If there is less than 12 months remaining in the term of his lease, the tenant is entitled to the balance of his lease plus a written month to month tenancy, at the expiring lease rate to provide him with a full 12 months notice. All notices required under this Section shall certified mail or personal service. Certified mail shall be

(Source: P.A. 87-1078.)

deemed to be effective upon the date of mailing.