

Sen. Michael Noland

## Filed: 3/11/2011

	09700SB1996sam001 LRB097 10234 AJO 52368 a
1	AMENDMENT TO SENATE BILL 1996
2	AMENDMENT NO Amend Senate Bill 1996 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Mobile Home Landlord and Tenant Rights Act
5	is amended by changing Sections 3 and 6.5 and by adding
6	Sections 8.6, 8.7, 8.8, and 8.9 as follows:
7	(765 ILCS 745/3) (from Ch. 80, par. 203)
8	Sec. 3. Definitions. Unless otherwise expressly defined,
9	all terms in this Act shall be construed to have their
10	ordinarily accepted meanings or such meaning as the context
11	therein requires.
12	(a) "Person" means any legal entity, including but not
13	limited to, an individual, firm, partnership, association,
14	trust, joint stock company, corporation or successor of any of
15	the foregoing.
16	(b) "Manufactured home" means a factory-assembled,

09700SB1996sam001 -2- LRB097 10234 AJO 52368 a

1 completely integrated structure designed for permanent 2 habitation, with a permanent chassis, and so constructed as to 3 permit its transport, on wheels temporarily or permanently 4 attached to its frame, and is a movable or portable unit that 5 is (i) 8 body feet or more in width, (ii) 40 body feet or more in length, and (iii) 320 or more square feet, constructed to be 6 towed on its own chassis (comprised of frame and wheels) from 7 8 the place of its construction to the location, or subsequent 9 locations, at which it is installed and set up according to the 10 manufacturer's instructions and connected to utilities for 11 year-round occupancy for use as a permanent habitation, and designed and situated so as to permit its occupancy as a 12 13 dwelling place for one or more persons. The term shall include 14 units containing parts that may be folded, collapsed, or 15 telescoped when being towed and that may be expected to provide 16 additional cubic capacity, and that are designed to be joined into one integral unit capable of being separated again into 17 the components for repeated towing. The term excludes campers 18 19 and recreational vehicles.

(c) "Mobile Home Park" or "Park" means a tract of land or 2 contiguous tracts of land that contain sites with the necessary utilities for 5 or more mobile homes or manufactured homes. A mobile home park may be operated either free of charge or for revenue purposes.

(d) "Park Owner" means the owner of a mobile home park andany person authorized to exercise any aspect of the management

09700SB1996sam001 -3- LRB097 10234 AJO 52368 a

1 of the premises, including any person who directly or 2 indirectly receives rents and has no obligation to deliver the 3 whole of such receipts to another person.

4 (e) "Tenant" means any person who occupies a mobile home
5 rental unit for dwelling purposes or a lot on which he parks a
6 mobile home for an agreed upon consideration.

7 (f) "Rent" means any money or other consideration given for 8 the right of use, possession and occupancy of property, be it a 9 lot, a mobile home, or both.

10 (g) "Master antenna television service" means any and all 11 services provided by or through the facilities of any closed 12 circuit coaxial cable communication system, or any microwave or 13 similar transmission services other than a community antenna 14 television system as defined in Section 11-42-11 of the 15 Illinois Municipal Code.

16

## (h) "Mobile home owner" means the owner of a mobile home.

17 (i) "Displaced mobile home owner" means the owner of a 18 mobile home which is located on a site in a mobile home park 19 that is ceasing operation as described in Section 8.6.

20 (Source: P.A. 96-1477, eff. 1-1-11.)

21 (765 ILCS 745/6.5)

Sec. 6.5. Disclosure. A park owner must disclose in writing the following with every lease or sale and upon renewal of a lease of a mobile home or lot in a mobile home park:

25 (1) the rent charged for the mobile home or lot in the

1	past 5 years;
2	(2) the park owner's responsibilities with respect to
3	the mobile home or lot;
4	(3) information regarding any fees imposed in addition
5	to the base rent;
6	(4) information regarding late payments;
7	(5) information regarding any privilege tax that is
8	applicable;
9	(6) information regarding security deposits, including
10	the right to the return of security deposits and interest
11	as provided in Section 18 of this Act; <del>and</del>
12	(7) information on a 3-year rent increase projection
13	which includes the 2 years of the lease and the year
14	immediately following. The basis for such rent increases
15	may be a fixed amount, a "not to exceed" amount, a formula,
16	an applicable index, or a combination of these
17	methodologies as elected by the park owner. These increases
18	may be in addition to all the non-controllable expenses
19	including, but not limited to, property taxes, government
20	assessments, utilities, and insurance; and
21	(8) information regarding the Mobile Home Owner Trust
22	<u>Fund</u> .
23	The park owner must update the written disclosure at least

once per year. The park owner must advise tenants who are renewing a lease of any changes in the disclosure from any prior disclosure. 09700SB1996sam001

1 (Source: P.A. 95-383, eff. 1-1-08.)

2

3

(765 ILCS 745/8.6 new)

## Sec. 8.6. Cessation of park operation.

4 (a) The owner of a mobile home park that is ceasing 5 operation must pay to a displaced mobile home owner the relocation costs to relocate the mobile home or the appraised 6 value of the mobile home. Relocation costs shall include the 7 8 costs of disconnecting and moving the home to a different park 9 or other location selected by the displaced mobile home owner 10 within a 100 mile radius of the park, reconnecting the home with all hook-ups so that it is substantially in the same 11 condition as before the move, with any required and comparable 12 13 appurtenances, and the reasonable costs of suitable lodging 14 until the move and installation are completed.

15 (b) The appraised value of the mobile home shall be the fair market value of the home and any existing appurtenances 16 but excluding the value of the underlying land, determined by 17 18 an independent appraiser agreed to by the park owner and the 19 displaced mobile home owner. In making the determination, the 20 appraiser shall assess the fair market value based on the price 21 that a willing and able buyer intending to reside in the home would pay for the home and any existing appurtenances, but 22 excluding the value of the underlying land, and shall assume 23 24 that the home is and will continue to be located on a lot which 25 is leased in a duly licensed mobile home park, with all

1	hook-ups and existing appurtenances in place for use and
2	occupancy by the resident.
3	(c) A displaced mobile home owner shall not be entitled to
4	compensation when:
5	(1) the park owner moves the mobile home to another
6	space in the mobile home park or to another mobile home
7	park at the park owner's expense;
8	(2) the displaced mobile home owner is vacating the
9	premises and has informed the park owner or manager before
10	notice of the change in use has been given; or
11	(3) the displaced mobile home owner or the person
12	residing in the mobile home has a pending eviction action
13	for non-payment of lot rent amount against him or her prior
14	to the mailing date of the notice of an application for a
15	change in zoning of the mobile home park provided that, if
16	a judgment for possession of the premises is not entered in
17	favor of the park owner, this exception shall not apply.
18	(d) Payment of the appraised value or of the estimated
19	relocation costs, as the case may be, shall be made to the
20	displaced mobile home owner no later than the departure of the
21	displaced mobile home owner from the park, with adjustments
22	made for the total actual relocation costs upon completion of
23	the relocation.
24	(e) The owner of a mobile home park shall notify in writing
25	each tenant and, if a home owners association has been
26	established, the directors of the association, of any

09700SB1996sam001 -7- LRB097 10234 AJO 52368 a

1 application for a change in zoning of the mobile home park within 5 days after the filing for such a zoning change with 2 the zoning authority. The tenants are entitled to all rights 3 4 under State and local zoning laws and regulations that are 5 extended to owners of land that abuts the real estate parcel that makes up the mobile home park. 6 7 (f) The closure statement in the park closure notice required by Section 8.5 must include the following language in 8 9 a font no smaller than 14, "YOU MAY BE ENTITLED TO COMPENSATION 10 FROM THE ILLINOIS MOBILE HOME RELOCATION TRUST ADMINISTERED BY THE DEPARTMENT OF PUBLIC HEALTH." 11 12 (765 ILCS 745/8.7 new) 13 Sec. 8.7. Illinois Mobile Home Relocation Trust Fund. 14 (a) The Illinois Mobile Home Relocation Trust Fund is 15 established and the Department of Public Health shall exclusively use the Fund to provide assistance for the 16 relocation of displaced mobile home owners. All interest earned 17 18 from the investment or deposit of moneys in the Trust Fund must 19 be deposited into the Trust Fund. 20 (b) Moneys in the Trust Fund may be used only: 21 (1) to pay the administrative costs of the Fund; and 22 (2) to carry out the objectives of assisting displaced 23 mobile home owners when the park owner intends to change 24 the use of all or part of the land on which the mobile home 25 park is located.

1	(c) After notifying the tenants in a park owner's mobile
2	home park that the park owner intends to change the land use or
3	to convert the park pursuant to Section 8.5, if the park owner
4	does not change the land use or convert the park within 3 years
5	after the date of the notification, or if the Department finds
6	there is prima facie evidence that the owner did not intend in
7	good faith to change the land use, the park owner shall within
8	30 days of the date that the Department provides written notice
9	to the park owner of the prima facie evidence determination,
10	reimburse the Mobile Home Relocation Trust Fund for whatever
11	moneys the Department has expended from the Trust Fund with
12	respect to that mobile home park, along with an amount that is
13	equal to two times the amount of the interest allowed on a
14	judgment that would have been earned on the moneys expended in
15	the period between the time that the moneys were expended from
16	the Trust Fund until the amount is reimbursed. The date of the
17	mailing of the notice of the prima facie evidence determination
18	by the Department is deemed to be the date that a park owner is
19	notified about reimbursing the Mobile Home Relocation Trust
20	Fund. However, if the park owner, with due diligence, has not
21	been able to complete the change-in-use process within 3 years,
22	the Department may grant a reasonable extension to the park
23	owner to complete the process.
24	(d) The cap on the Trust Fund is \$10 million. The cap may

- 25 <u>be adjusted</u>, eliminated, or reinstated by the Department.
- 26 (e) If the Trust Fund ceases to exist, the moneys in the

09700SB1996sam001

1 fund held at the time of dissolution must be liquidated by paying the total amount of the Fund, on a per capita basis, to 2 the each tenant of a rented lot in a mobile home community in 3 4 Illinois who has occupied the lot for at least the 12 months 5 immediately prior to the time of the dissolution. 6 (f) Monthly fee. 7 (1) The Department shall set a \$1 monthly fee for 8 deposit in the Trust Fund for each rented lot in a mobile 9 home park. The Department may adjust, eliminate, or 10 reinstate the assessment, and shall notify park owners and tenants of each adjustment, elimination, or reinstatement 11 pursuant to regulations. If the Department adjusts the 12 13 amount of the assessment upward, it may not exceed \$3 per 14 month. 15 (2) The park owner shall collect the tenant's portion of the fee on a monthly basis as additional rent. The park 16 17 owner shall remit to the Trust Fund the tenant's fee on a quarterly basis. The park owner is responsible for 18 19 safequarding all assessments it collects. The Department 20 may place a lien against the property of any park owner who 21 is required to pay the assessment to the Trust Fund, but 22 fails to do so. A fee is not due or collectable for a 23 vacant lot. 24 (3) If a lot is rented for any portion of a month, the 25 full monthly assessment must be paid to the Trust Fund. 26 (4) If a lease contains a capping provision which

1	limits the amount by which rent may be increased, the Trust
2	Fund assessment is deemed not to be rent for purposes of
3	rent increases.
4	(g) The Trust Fund must be audited annually. If the State
5	Auditor performs the audit, the Trust Fund shall pay to the
6	State from the Trust Fund the cost of the audit. The completed
7	audit must be made available to the public by placing it on a
8	website, by offering it as a hard copy for a fee which reflects
9	reasonable reproduction cost, or in some other manner
10	determined by the Department.
11	(h) The Department shall make available to the public, at
12	least on a quarterly basis, the amount of the payment from the
13	Trust Fund made to each displaced mobile home owner, along with
14	a description of the property related to the payment and the
15	reason for the payment.
16	(765 ILCS 745/8.8 new)
17	Sec. 8.8. Relocation expense payments.
18	(a) In addition to the relocation payment from the park
19	owner required by Section 8.6, if a park owner elects to cease
20	the operation of either all or a portion of the mobile home
21	park, each displaced mobile home owner as defined in Section 3
22	who is required to relocate and who complies with the
23	requirements of this Act, is entitled to payment from the Trust
24	Fund. The park owner, at the displaced mobile home owner's
25	election, shall pay either one-half of the displaced mobile

1	home owner's actual relocation costs or one-half the appraised
2	value of the mobile home, as those terms are defined by
3	subsections (b) and (c) to the Trust Fund.
4	(b) In lieu of collecting payment from the Trust Fund
5	pursuant to subsection (a), a displaced mobile home owner may
6	abandon the mobile home in the mobile home park and collect
7	from the Trust Fund no less than \$3,500 for a single-section
8	home or \$7,500 for a multi-section home, as long as the
9	displaced mobile home owner delivers to the Department a
10	current State of Illinois title to the mobile home duly
11	endorsed by the owner or owners of record, valid releases of
12	all liens shown on the title, and a tax release. The park owner
13	shall pay \$3,500 for a single-section and \$7,500 for a
14	multi-section to the Trust Fund that is abandoned pursuant to
15	this subsection.
16	(c) The figures for single-section and multi-section
17	mobile homes shall be adjusted every 3 years, beginning on
18	January 1, 2013, by the percentage change since the figure was
19	last set or adjusted in the Consumer Price Index for All Urban
20	Consumers for all items published by the United States
21	Department of Labor.
<u></u>	
22	(d) Except as provided for abandonment in subsection (b),
22	(d) Except as provided for abandonment in subsection (b), in order to obtain payment from the Trust Fund for the
23	in order to obtain payment from the Trust Fund for the

1	(1) a copy of the park closure notice as required by
2	Section 8.5; and
3	(2) a contract with a licensed moving and installer
4	contractor for the moving expenses for the mobile home.
5	(e) The Department shall approve or reject payment to a
6	moving or towing contractor within 30 days after receipt of the
7	information required by this Section, and forward a copy of the
8	approval or rejection to the displaced mobile home owner, with
9	a voucher for payment if payment is approved.
10	(765 ILCS 745/8.9 new)
11	Sec. 8.9. Payment of funds to homeowners.
12	(a) When a payment from the Trust Fund to a displaced
13	mobile home owner is authorized by the Department, the
14	Department shall issue a check in a designated amount to the
15	named displaced mobile home owner.
16	(b) If the Trust Fund does not have sufficient moneys to
17	make a payment to a displaced mobile home owner pursuant to
18	this Section, the Department shall issue a written promissory
19	note to the displaced mobile home owner for funds due and
20	owing. A promissory note may be redeemed in order of issuance
21	of the notes as additional moneys come into the Trust Fund.
22	(c) It is a Class A misdemeanor for a displaced mobile home
23	owner or his or her agent to file any notice, statement, or
24	other document required under this Act which is false or
25	contains a material misstatement of fact.

09700SB1996sam001 -13- LRB097 10234 AJO 52368 a

Section 97. Severability. The provisions of this Act are
 severable under Section 1.31 of the Statute on Statutes.".