

House Bill 2894

Sponsored by Representatives MARSH, SMITH G, Senator HANSELL; Representatives GOMBERG, KENY-GUYER, MEEK, WILDE

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Establishes program within Housing and Community Services Department to provide supplementary loans to individuals for new energy efficient manufactured dwellings. Establishes Manufactured Home Replacement and Decommissioning Fund for loan program. Appropriates moneys to the fund.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

Relating to manufactured dwellings; and prescribing an effective date.

Be It Enacted by the People of the State of Oregon:

SECTION 1. Sections 2 and 3 of this 2019 Act are added to and made a part of ORS chapter 458.

SECTION 2. (1) The Housing and Community Services Department shall establish a program to provide loans to individuals to buy and site manufactured dwellings that replace older and less energy efficient manufactured dwellings.

(2) The department may make loans under the program only to individual borrowers who:

(a) Are members of households with income that complies with income restrictions determined at the advice and consent of the Oregon Housing Stability Council, but not to exceed the greater of 100 percent of the statewide or local area median income adjusted for household size as determined annually by the Housing and Community Services Department using United States Department of Housing and Urban Development information; and

(b) Will purchase a manufactured dwelling that:

(A) Meets energy efficiency standards as prescribed by rule by the Oregon Housing Stability Council;

(B) Will be sited in a manufactured dwelling park that has registered with the Office of Manufactured Dwelling Park Community Relations and has entered into a recorded regulatory agreement with the department; and

(C) Will be the primary residence of the borrower.

(3) A loan under this program:

(a) May not require the borrower to make any interest payments on the loan;

(b) May not require the borrower to make any principal payments on the loan;

(c) Shall have its principal balance reduced by 1/120 of the original balance each month until the balance is zero;

(d) Notwithstanding paragraph (a) or (b) of this section, the unpaid balance must be repaid in full upon:

(A) The borrower's sale or voluntary transfer of the manufactured dwelling without the

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 **Housing and Community Services Department's written consent; or**

2 **(B) The relocation of the manufactured dwelling without the department's written con-**
3 **sent;**

4 **(e) Must be subordinate to any other purchase money loan secured by the manufactured**
5 **dwelling; and**

6 **(f) May not exceed _____ percent of the costs of the manufactured dwelling and its**
7 **installation.**

8 **(4) In servicing loans under this program, the department shall deposit all moneys re-**
9 **ceived into the Manufactured Home Replacement and Decommissioning Fund established in**
10 **section 3 of this 2019 Act.**

11 **(5) The council may establish priorities for evaluating loan applications and shall give**
12 **consideration to prioritizing loans to borrowers who are:**

13 **(a) From low income households; and**

14 **(b) Decommissioning and replacing manufactured dwellings that are older or less re-**
15 **source or energy efficient.**

16 **SECTION 3. (1) The Manufactured Home Replacement and Decommissioning Fund is es-**
17 **tablished within the State Treasury, separate and distinct from the General Fund. Interest**
18 **earned by the Manufactured Home Replacement and Decommissioning Fund shall be credited**
19 **to the fund.**

20 **(2) Moneys in the Manufactured Home Replacement and Decommissioning Fund consists**
21 **of:**

22 **(a) Amounts donated to the fund;**

23 **(b) Amounts appropriated or otherwise transferred to the fund by the Legislative As-**
24 **sembly;**

25 **(c) Amounts received from state or federal sources to be deposited into the fund;**

26 **(d) Income derived from moneys in the fund; and**

27 **(e) Other amounts deposited in the fund from any source.**

28 **(3) Moneys in the fund are continuously appropriated to the Housing and Community**
29 **Services Department to:**

30 **(a) Carry out the provisions of section 2 of this 2019 Act; and**

31 **(b) Pay the administrative costs associated with the fund and with implementing and**
32 **maintaining the program under section 2 of this 2019 Act.**

33 **SECTION 4. In addition to and not in lieu of any other appropriation, there is appropri-**
34 **ated to the Housing and Community Services Department, for the biennium beginning July**
35 **1, 2019, out of the General Fund, the amount of \$2,000,000, for deposit into the Manufactured**
36 **Home Replacement and Decommissioning Fund established in section 3 of this 2019 Act.**

37 **SECTION 5. This 2019 Act takes effect on the 91st day after the date on which the 2019**
38 **regular session of the Eightieth Legislative Assembly adjourns sine die.**

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