SENATE BILL NO. 40–COMMITTEE ON GROWTH AND INFRASTRUCTURE

(ON BEHALF OF THE HOUSING DIVISION OF THE DEPARTMENT OF BUSINESS AND INDUSTRY)

PREFILED NOVEMBER 16, 2022

Referred to Committee on Growth and Infrastructure

SUMMARY—Revises provisions related to manufactured housing. (BDR 43-270)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: Yes.

EXPLANATION - Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to manufactured housing; changing the name of the document issued by the Housing Division of the Department of Business and Industry indicating the ownership of a manufactured home, mobile home, manufactured building or commercial coach or factorybuilt housing from a "certificate of ownership" to a "certificate of title"; authorizing the Administrator of the Division to issue certain documents in electronic form; revising requirements for certain transactions involving the ownership of a manufactured home, mobile home, manufactured building or commercial coach or factorybuilt housing; revising eligibility requirements for persons seeking assistance from the Account for Affordable Housing; revising provisions governing local ordinances concerning the placement of certain manufactured homes; and providing other matters properly relating thereto.

## Legislative Counsel's Digest:

Existing law sets forth various requirements and restrictions relating to a certificate of ownership that is issued by the Housing Division of the Department of Business and Industry for a manufactured home, mobile home, manufactured building or commercial coach or factory-built housing. (NRS 489.501-489.585) **Sections 1-4, 6-16 and 18-23** of this bill change the name of such a certificate from a "certificate of ownership" to a "certificate of title." **Section 24** of this bill





7 provides that any valid certificate of ownership issued by the Division before 8 July 1, 2023, is deemed to be a certificate of title issued by the Division.

9 Section 2 of this bill authorizes the Administrator of the Division to issue 10 certain documents, including, among others, a certificate of title, in electronic form.

11 Existing law sets forth certain requirements concerning the sale of a new, used 12 or rebuilt manufactured home, mobile home, manufactured building or commercial 13 coach or new, used or rebuilt factory-built housing. (NRS 489.501, 489.511, 14 489.521) If such a sale is conducted by a dealer, existing law requires the dealer to: 15 (1) complete a dealer's report of sale on a form prescribed by the Division which 16 contains certain required information; and (2) require the buyer to sign an 17 acknowledgement of taxes on a form prescribed by the Division which includes 18 certain information. (NRS 489.501, 489.511) Sections 5 and 6 of this bill eliminate 19 certain requirements concerning the dealer's report of sale and the information that 20 is required to be included on the dealer's report of sale and the acknowledgement of taxes.

taxes.
If the sale of a used or rebuilt manufactured home, mobile home, manufactured building or commercial coach or used or rebuilt factory-built housing is conducted by a person who is not a dealer, existing law requires the seller or buyer, or both, to submit certain documents to the Division and the county assessor of the county in which the manufactured home, mobile home, manufactured building, commercial coach or factory-built housing is located. (NRS 489.521) Section 7 of this bill eliminates that requirement and instead requires the seller or buyer, or both, to submit to the Division and the county assessor any information that the Administrator requires by regulation.

Existing law prohibits the Division from issuing a certificate of ownership of a used manufactured home or used mobile home unless the county assessor of the county in which the manufactured home or mobile home was situated at the time of sale has endorsed on the certificate that certain taxes have been paid. (NRS 489.531) Section 8 of this bill revises that prohibition to authorize the Division to issue a certificate of title of a used manufactured home or used mobile home if the county assessor verifies to the Division, on a form prescribed by the Division, that certain taxes have been paid.

With certain exceptions, existing law prohibits any money concerning the sale or exchange of an interest in a manufactured home, mobile home, manufactured building or commercial coach or factory-built housing which is held by a dealer from being distributed until, among other things, an application for a certificate of ownership or certificate of title has been submitted to the Division and certain documents have been executed. (NRS 489.723) **Section 15** of this bill requires that application to be submitted and those documents to be executed in a form prescribed by the Division.

47 Section 26 of this bill eliminates certain requirements concerning the transfer 48 of the title to or the interest of an owner in a manufactured home, mobile home or 49 commercial coach.

50 Existing law creates the Account for Low-Income Housing, which is 51 administered by the Division, and establishes the purposes for which the Account is 52 required to be used. (NRS 118B.215, 319.500, 319.510) One such required use is to 53 assist eligible persons by supplementing their monthly rent for the manufactured 54 home lot on which their manufactured home is located. Under existing law, to be 55 eligible for assistance from the Account, a person is required to have, among other 56 things, a monthly household income that is at or below certain specified amounts. 57 (NRS 118B.215) Section 18 of this bill revises those eligibility requirements to 58 instead require that, to be eligible for assistance from the Account, a person must 59 have a monthly household income that is at or below: (1) the federally designated level signifying poverty or thirty percent of the median family income, as prescribed by the HOME Investment Partnerships Act, adjusted for household size, 60 61





which the United States Department of Housing and Urban Development has
established for the area of the State in which the manufactured home is located,
whichever is greater; or (2) a maximum monthly household income that the
Administrator has established by regulation. (42 U.S.C. §§ 12701 et seq.)

Existing law requires a governing body of a city or county to adopt standards for the placement of a manufactured home that will not be affixed to a lot within a mobile home park and prescribes certain criteria for such a manufactured home that must be incorporated into such standards. (NRS 278.02095) **Section 19** of this bill revises these criteria to provide that such a manufactured home must consist of one or more sections and consist of at least 400 square feet of living area, except under

72 certain circumstances.

## THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

**Section 1.** NRS 487.100 is hereby amended to read as follows: 487.100 1. Except as otherwise provided in subsections 2 and any automobile wrecker purchasing from any person other than a licensed operator of a salvage pool any vehicle subject to registration pursuant to the laws of this State shall forward to the Department the certificates of title and registration last issued therefor.

8 2. The certificate of **[ownership]** *title* last issued for a mobile 9 home or commercial coach must be sent by the wrecker to the 10 Housing Division of the Department of Business and Industry.

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3. An automobile wrecker is not required to:

12 (a) Provide the Department with a certificate of title, salvage 13 title or a nonrepairable vehicle certificate and certificate of 14 registration last issued; or

15 (b) Obtain from the Department a certificate of title, salvage 16 title, nonrepairable vehicle certificate or certificate of registration,

17  $\rightarrow$  for a motor vehicle that is to be processed as parts or scrap metal 18 by the automobile wrecker pursuant to NRS 487.105.

19 Sec. 2. NRS 489.231 is hereby amended to read as follows:

20 489.231 1. To carry out the provisions of this chapter, the 21 Administrator may:

(a) Issue subpoenas for the attendance of witnesses or theproduction of books, papers and documents; and

24 (b) Conduct hearings.

25 2. The Administrator may apply for and receive grants from 26 the Secretary of Housing and Urban Development for developing 27 and carrying out a plan for enforcement and administration of 28 federal standards of safety and construction respecting manufactured 29 homes offered for sale or lease in this state.

30 3. The Administrator may adopt regulations to ensure 31 acceptance by the Secretary of Housing and Urban Development of





the state plan for administration and enforcement of federal 1 2 standards of safety and construction respecting manufactured homes 3 accordance with the National Manufactured Housing in Construction and Safety Standards Act of 1974, 42 U.S.C. §§ 5401 4 5 et seq.

- 6 4. The Administrator may:
- 7 (a) Make inspections:
- 8 (b) Approve plans and specifications;
- 9 (c) Provide technical services:

(d) Issue licenses, permits, certificates of **[ownership]** title and 10 certificates and labels of compliance and installation [;] in such 11 12 form as he or she may deem proper, including, without limitation, 13 in electronic form;

14 (e) Enter into reciprocal agreements with other states or private 15 organizations that adopt and maintain standards reasonably consistent with this chapter; 16 17

(f) Collect the fees provided for in this chapter; and

18 (g) Adopt regulations necessary to carry out his or her duties 19 under this chapter.

20 5. The Administrator or a representative of the Administrator 21 may enter, at reasonable times and without notice, any mobile home 22 park or place of business or any factory, warehouse or establishment 23 in which manufactured homes, mobile homes, travel trailers, 24 manufactured buildings or factory-built housing are manufactured, 25 stored or held for sale or distribution and inspect at reasonable times 26 in a reasonable manner the premises and books, papers, records and 27 documents which are relevant to the manufacture, distribution and 28 sale of manufactured homes, mobile homes, travel trailers, 29 manufactured buildings or factory-built housing and compliance with the National Manufactured Housing Construction and Safety 30 Standards Act of 1974, 42 U.S.C. §§ 5401 et seq., this chapter and 31 32 chapter 461 of NRS, and any regulations adopted pursuant thereto, 33 and to compliance by landlords of mobile home parks with the prohibition in NRS 118B.140 against charging or receiving any 34 entrance or exit fee. A magistrate shall issue a warrant to permit an 35 36 inspection if the Administrator has shown:

(a) Evidence that a violation of a provision of this chapter or of 37 38 the prohibition in NRS 118B.140 against charging or receiving any 39 entrance or exit fee has been committed or is being committed; or

40 (b) That the business has been chosen for an inspection on the basis of a general administrative plan for the enforcement of the 41 42 provisions of this chapter.

Sec. 3. NRS 489.272 is hereby amended to read as follows: 43 44 489.272 The Administrator shall adopt regulations:



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1 1. Requiring a person who is buying or selling a manufactured 2 home, mobile home or commercial coach pursuant to:

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(a) A sale to satisfy a lien; or

4 (b) A contract for sale or other agreement by which the 5 certificate of title [or certificate of ownership] does not pass 6 immediately from the seller to the buyer upon the sale,

7  $\rightarrow$  to submit to the Administrator such information regarding the 8 sale as the Administrator deems necessary.

9 2. Establishing requirements for the issuance or transfer of a 10 certificate of title [or certificate of ownership] of a mobile home, 11 manufactured home or a commercial coach in cases involving:

12 (a) More than one transferor or transferee;

(b) A transferor or transferee who holds a certificate of title [or
 certificate of ownership] in trust for another person; or

15 (c) A sale to satisfy a lien.

**Sec. 4.** NRS 489.481 is hereby amended to read as follows:

17 489.481 The Division shall adopt regulations providing fees 18 for:

19 1. Certificates of installation;

20 2. Labels of installation;

21 3. Certificates of compliance;

22 4. Labels of compliance;

23 5. Certificates of [ownership;] *title;* 

6. Licenses of manufacturers, dealers, distributors,
salespersons, responsible managing employees, general
servicepersons and specialty servicepersons;

27 7. Licenses for branch offices; and

28 8. Any other services provided by the Division.

29 Sec. 5. NRS 489.501 is hereby amended to read as follows:

489.501 30 1. When a new manufactured home, new mobile 31 home, new manufactured building or new commercial coach or new 32 factory-built housing is sold in this State by a dealer, the dealer shall 33 complete a report of sale. The report of sale must be in a form prescribed by the Division . [and include a description of the 34 35 manufactured home, mobile home, manufactured building, 36 commercial coach or factory-built housing, the name and address of the seller and the name and address of the buyer. If in connection 37 38 with the sale a security interest is taken or retained by the seller or dealer to secure all or part of the purchase price, or a security 39 40 interest is taken by a person who gives value to enable the buyer to acquire rights in the manufactured home, mobile home, 41 42 manufactured building, commercial coach or factory built housing, 43 the name and address of the secured party or an assignee thereof 44 must be entered on the report of sale.]





1 2. The dealer shall require the buyer to sign an 2 acknowledgment of taxes, on a form prescribed by the Division. 3 which includes a statement that a manufactured home, mobile home, 4 manufactured building or commercial coach or factory built housing 5 is taxable in the county in which it is located.] A dealer who sells a 6 new manufactured home, new mobile home, new manufactured 7 building or new commercial coach or new factory-built housing 8 shall deliver the buyer's copy of the acknowledgment of taxes to the 9 buyer at the time of sale and submit another copy within 30 days after the date of the sale to the county assessor of the county in 10 which the manufactured home, mobile home, manufactured 11 12 building, commercial coach or factory-built housing will be located.

3. The dealer shall submit the **[original of the]** report of sale and the manufacturer's certificate or statement of origin to the Division within 30 days after the execution of all instruments which the contract of sale required to be executed at the time of sale or within 30 days after the date of sale, whichever is later, unless an extension of time is granted by the Division.

19 A dealer who sells a new manufactured home, new mobile 4. 20 home, new manufactured building or new commercial coach or new 21 factory-built housing shall deliver [the buyer's] a copy of the report 22 of sale to the buyer at the time of sale and submit another copy 23 within 30 days after the date of the sale to the county assessor of the 24 which the manufactured home, countv in mobile home. 25 manufactured building, commercial coach or factory-built housing 26 will be located.

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Sec. 6. NRS 489.511 is hereby amended to read as follows:

28 489.511 1. If a used or rebuilt manufactured home, mobile 29 home, manufactured building or commercial coach or used or rebuilt factory-built housing is sold in this State by a dealer, the 30 31 dealer shall complete a dealer's report of sale. The report must be in 32 a form prescribed by the Division. [and include a description of the 33 manufactured home, mobile home, manufactured building, commercial coach or factory built housing, the name and address of 34 35 the seller and the name and address of the buyer. If a security 36 interest exists at the time of the sale, or if in connection with the sale 37 a security interest is taken or retained by the seller or dealer to 38 secure all or part of the purchase price, or a security interest is taken 39 by a person who gives value to enable the buyer to acquire rights in 40 the manufactured home, mobile home, manufactured building, 41 commercial coach or factory-built housing, the name and address of 42 the secured party must be entered on the dealer's report of sale.]

2. The dealer shall submit the [original of the] dealer's report
of sale to the Division within 45 days after the execution of all
instruments which the contract of sale requires to be executed at the





time of the sale, unless an extension of time is granted by the 1 2 Division, together with the endorsed certificate of title for certificate 3 of ownership] previously issued. The dealer shall furnish one copy 4 of the report of sale to the buyer at the time of the sale. Within 45 5 days after the sale, the dealer shall furnish one copy of the report of 6 sale to the assessor of the county in which the manufactured home, mobile home, manufactured building, commercial coach or factory-7 8 built housing will be located.

9 3. The dealer shall require the buyer to sign an acknowledgment of taxes, on a form prescribed by the Division. 10 which includes a statement that the manufactured home, mobile 11 12 home, manufactured building, commercial coach or factory-built 13 housing is taxable in the county in which it is located.] The dealer 14 shall deliver the buyer's copy of the acknowledgment to the buyer at 15 the time of sale and submit another copy to the county assessor of 16 the county in which the manufactured home, mobile home, 17 manufactured building, commercial coach or factory-built housing 18 is to be located.

19 4. If a used or rebuilt manufactured home, mobile home, 20 manufactured building or commercial coach or used or rebuilt 21 factory-built housing is sold by a dealer pursuant to an installment 22 contract or other agreement by which the certificate of title for certificate of ownership] does not pass immediately from the seller 23 24 to the buyer upon the sale, the dealer shall submit to the Division any information required by the regulations adopted by the 25 26 Administrator pursuant to NRS 489.272.

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**Sec. 7.** NRS 489.521 is hereby amended to read as follows:

489.521 1. If a used or rebuilt manufactured home, mobile home, manufactured building or commercial coach or used or rebuilt factory-built housing is sold in this State by a person who is not a dealer, the seller or buyer, or both, shall :

(a) Within 45 days after the sale, submit to the Division [,] and
 [a copy] to the county assessor of the county in which the
 manufactured home, mobile home, manufactured building,
 commercial coach or factory-built housing is located [, within 45
 days after the sale:

(a) If a certificate of ownership has been issued in this State, that
 certificate properly endorsed.] the information required by the
 regulations adopted by the Administrator pursuant to subsection
 2; and

41 (b) If <u>[a certificate of title or other document of title has been</u> 42 issued by a public authority of another state, territory or country:

43 (1) The certificate or document properly endorsed; and

44 (2) A statement showing, if not included on the endorsed
 45 certificate or document, the description of the manufactured home,





1 mobile home, manufactured building, commercial coach or factory-

2 built housing, the names and addresses of the buyer and seller, and

3 the name and address of any person who takes or retains a purchase

4 money security interest. The statement must be signed and

- 5 acknowledged by the seller and buyer.
- (c) If a document of title has not been issued by any public 6

authority, a statement showing all the information and signed and 7

8 acknowledged in the manner required by subparagraph (2) of 9 paragraph (b).

2. If al the used or rebuilt manufactured home, mobile home, 10 manufactured building or commercial coach or used or rebuilt 11 12 factory-built housing is sold by a person who is not a dealer 13 pursuant to an installment contract or other agreement by which the 14 certificate of title for certificate of ownership does not pass 15 immediately from the seller to the buyer upon the sale, [the seller or 16 buyer, or both, shall submit to the Division any information 17 required by the regulations adopted by the Administrator pursuant to 18 NRS 489.272.

## The Administrator shall adopt regulations prescribing the 19 *2*. 20 information that is required to be submitted to the Division and 21 county assessor pursuant to paragraph (a) of subsection 1. 22

Sec. 8. NRS 489.531 is hereby amended to read as follows:

23 [1.] The Division shall not issue a certificate of 489.531 24 **[ownership]** *title* of a used manufactured home or used mobile home 25 unless the county assessor of the county in which the manufactured 26 home or mobile home was situated at the time of sale has fendorsed 27 on] provided to the [certificate] Division, on a form prescribed by 28 *the Division*, *verification* that all personal property taxes on that 29 manufactured home or mobile home for the fiscal year have been 30 paid.

31 2. Every certificate of ownership issued for a used manufactured home or mobile home must contain a warning, printed 32 33 or stamped on its face, to the effect that title to a used manufactured home or used mobile home does not pass until the county assessor 34 35 of the county in which the manufactured home or mobile home was 36 situated at the time of the sale has endorsed on the certificate that all 37 personal property taxes on that manufactured home or mobile home 38 for the fiscal year have been paid.]

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Sec. 9. NRS 489.541 is hereby amended to read as follows:

40 489.541 1. Except as otherwise provided in subsections 4 and 41 5, upon receipt of the documents required by the Division, the 42 Division shall issue a certificate of **[ownership]** *title*.

43 2. If no security interest is created or exists in connection with 44 the sale, the certificate of **[ownership]** *title* must be issued to the 45 buyer.





1 3. If a security interest is created by the sale, the certificate of 2 [ownership] *title* must be issued to the secured party or an assignee 3 thereof, and must show the name of the registered owner.

4 4. The Division shall not issue a certificate of [ownership] *title* 5 for a mobile home that has been determined to be substandard until 6 the conditions that rendered the mobile home substandard are 7 abated.

8 5. The Division shall not issue a certificate of title [or 9 certificate of ownership] for factory-built housing that constitutes 10 real property pursuant to subsection 4 of NRS 361.244.

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Sec. 10. NRS 489.561 is hereby amended to read as follows:

12 489.561 Whenever an application is made to the Division for 13 title of a manufactured home, mobile home or commercial coach 14 previously titled and the applicant is unable to present the certificate 15 of [ownership] *title* previously issued because it is lost or being 16 unlawfully detained by one in possession or is not otherwise 17 available, the Division may receive the application and examine the 18 circumstances of the case and require the filing of affidavits or other 19 information. When the Division is satisfied that the applicant is 20 entitled to a certificate of [ownership,] *title*, or pursuant to NRS 21 489.562, it may issue the certificate on the manufactured home, 22 mobile home or commercial coach.

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Sec. 11. NRS 489.562 is hereby amended to read as follows:

489.562 1. If an applicant who is seeking a certificate of [ownership] *title* is unable to provide the information required by the Division pursuant to NRS 489.561 and satisfy the Division that the applicant is entitled to a certificate of [ownership] *title* pursuant to that section, the applicant may obtain a new certificate of [ownership] *title* from the Division by:

30 (a) Filing a bond with the Division that meets the requirements31 of subsection 3; and

(b) Allowing the Division to inspect the manufactured home,
mobile home or commercial coach for compliance with the safety
standards and other requirements provided in regulations adopted by
the Administrator pursuant to NRS 489.251.

2. Any person damaged by the issuance of a certificate of [ownership] *title* pursuant to this section has a right of action to recover on the bond for any breach of its conditions, except the aggregate liability of the surety to all persons must not exceed the amount of the bond.

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42 (a) In a form prescribed by the Division;

(b) Executed by the applicant as principal and by a corporationqualified under the laws of this State as surety;

The bond required pursuant to subsection 1 must be:



3.



1 (c) In an amount equal to one and one-half times the most recent 2 assessed value assigned by the relevant county assessor to the 3 manufactured home, mobile home or commercial coach; and

4

(d) Conditioned to indemnify any:

5 (1) Prior owner or lienholder of the manufactured home, 6 mobile home or commercial coach, and his or her successors in 7 interest;

8 (2) Subsequent purchaser of the manufactured home, mobile 9 home or commercial coach, and his or her successors in interest; or

10 (3) Person acquiring a security interest in the manufactured 11 home, mobile home or commercial coach, and his or her successors 12 in interest,

<sup>13</sup> → against any expense, loss or damage because of the issuance of the certificate of [ownership] *title* or because of any defect in or undisclosed security interest in the applicant's right or title to the manufactured home, mobile home or commercial coach or the applicant's interest in the manufactured home, mobile home or commercial coach.

4. A right of action does not exist in favor of any person by reason of any action or failure to act on the part of the Division or any officer or employee thereof in carrying out the provisions of this section, or in giving or failing to give any information concerning the legal ownership of a manufactured home, mobile home or commercial coach or the existence of a certificate of [ownership] *title* obtained pursuant to this section.

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Sec. 12. NRS 489.564 is hereby amended to read as follows:

27 489.564 The owner or joint owners of a manufactured 1. 28 home, mobile home or commercial coach may request the Division 29 to issue a certificate of **[ownership]** *title* in beneficiary form for the manufactured home, mobile home or commercial coach, as 30 31 applicable, which includes a directive to the Division to transfer the 32 certificate of **[ownership]** *title* upon the death of the owner or upon 33 the death of all joint owners to a beneficiary named on the face of 34 the certificate of [ownership.] title.

2. A request made pursuant to subsection 1 must be submittedon an application made available by the Division and must:

37 (a) Contain a notarized signature of the owner or each joint38 owner; and

39 (b) Be accompanied by the fee for the issuance of a certificate of40 [ownership.] *title*.

A certificate of [ownership] *title* in beneficiary form may not
be issued to a person who holds an interest in a manufactured home,
mobile home or commercial coach as a tenant in common with
another person.





4. A certificate of [ownership] title in beneficiary form must
 include after the name of the owner or after the names of joint
 owners the words "transfer on death to" or the abbreviation "TOD"
 followed by the name of the beneficiary.

5 5. During the lifetime of a sole owner or before the death of the 6 last surviving joint owner:

7 (a) The signature or consent of the beneficiary is not required for 8 any transaction relating to a manufactured home, mobile home or 9 commercial coach for which a certificate of [ownership] title in 10 beneficiary form has been issued; and

(b) The certificate of [ownership] *title* in beneficiary form may
be revoked or the beneficiary changed at any time by:

13 (1) Sale of the manufactured home, mobile home or 14 commercial coach with proper assignment and delivery of the 15 certificate of <u>[ownership]</u> *title* to another person; or

16 (2) Filing an application with, and paying a fee to, the 17 Division to reissue the certificate of [ownership] *title* with no 18 designation of a beneficiary or with the designation of a different 19 beneficiary.

6. The interest of the beneficiary in a manufactured home, mobile home or commercial coach on the death of the sole owner or on the death of the last surviving joint owner is subject to any contract of sale, assignment or ownership or security interest to which the owner or owners of the manufactured home, mobile home or commercial coach were subject during their lifetime.

7. Except as otherwise provided in paragraph (b) of subsection
5, the designation of a beneficiary in a certificate of [ownership] *title* in beneficiary form may not be changed or revoked by will, any
other instrument or a change in circumstances, or otherwise changed
or revoked.

31 8. The Division shall, upon:

32 (a) Proof of death of one of the owners, of two or more joint 33 owners or of a sole owner; and

34 (b) Payment of the fee for a certificate of [ownership,] *title*,

 $\Rightarrow$  issue a new certificate of [ownership] *title* for the manufactured home, mobile home or commercial coach to the surviving owner or owners or, if none, to the beneficiary, subject to any security interest.

39 9. For the purposes of complying with the provisions of40 subsection 8, the Division may rely on a death certificate, record or41 report that constitutes prima facie evidence of death.

10. The transfer on death of a manufactured home, mobile
home or commercial coach pursuant to this section is not considered
as testamentary and is not subject to administration pursuant to the
provisions of title 12 of NRS.





1 11. As used in this section:

2 (a) "Beneficiary" means a person or persons designated to 3 become the owner or owners of a manufactured home, mobile 4 home or commercial coach on the death of the preceding owner or 5 owners.

6 (b) "Certificate of <u>[ownership]</u> *title* in beneficiary form" means a 7 certificate of <u>[ownership]</u> *title* of a manufactured home, mobile 8 home or commercial coach that indicates the present owner or 9 owners of the manufactured home, mobile home or commercial 10 coach and designates a beneficiary.

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Sec. 13. NRS 489.571 is hereby amended to read as follows:

12 489.571 1. Whenever a security interest is created in a 13 manufactured home, mobile home or commercial coach, the 14 certificate of [ownership] *title* must be delivered to the Division 15 with a statement signed by the debtor showing the date of the 16 security agreement, the names and addresses of the debtor and the 17 secured party.

2. The Division shall issue to the secured party a certificate of [ownership] *title* with the name and address of the secured party and the name and address of the registered owner noted on it. If the security interest is subsequently acquired by another person, or if there is a change in the name or address of the secured party, the secured party shall apply to the Division for a corrected certificate of [ownership.] *title*.

3. When the contract or terms of the security agreement have been fully performed, the seller or other secured party who holds the certificate of [ownership] *title* shall deliver the certificate to the person legally entitled to it with proper evidence of the termination or release of the security interest.

30 Sec. 14. NRS 489.585 is hereby amended to read as follows:

489.585 The Administrator shall adopt regulations pertainingto:

1. The issuance of a certificate of [ownership] *title* pursuant to
NRS 489.562; and

2. The issuance and revocation of a certificate of [ownership] *title* in beneficiary form and a change in beneficiary for such a
certificate of [ownership] *title* pursuant to NRS 489.564.

**Sec. 15.** NRS 489.723 is hereby amended to read as follows:

489.723 1. Any money that a dealer receives from a client or
other person concerning the sale or exchange of an interest in a
manufactured home, mobile home, manufactured building or
commercial coach or factory-built housing must be accounted for by
the dealer when:





1 (a) The sale or exchange of the interest in the manufactured 2 home, mobile home, manufactured building, commercial coach or 3 factory-built housing is executed; or

4 (b) The contract for the sale or exchange of the interest in the 5 manufactured home, mobile home, manufactured building, 6 commercial coach or factory-built housing is rescinded by the 7 dealer, client or any other person,

8  $\rightarrow$  whichever occurs earlier.

2. The dealer shall:

10 (a) Prepare or cause to be prepared a written itemized statement 11 concerning each expenditure or deduction of money made by the 12 dealer;

(b) Deliver or cause to be delivered to each person from whom
the dealer received money a copy of the written itemized statement;
and

16 (c) Maintain a copy of the written itemized statement at the 17 dealer's place of business.

3. Except as otherwise provided in a brokerage agreement or an escrow agreement signed by the parties to a sale or exchange of an interest in a manufactured home, mobile home, manufactured building or commercial coach or factory-built housing and the escrow agent or escrow officer licensed pursuant to the provisions of chapter 645A or 692A of NRS, no money concerning that sale or exchange held by a dealer may be distributed until:

25 (a)

9

(a) An application for:

26 (1) A certificate of [ownership] *title* for the manufactured 27 home, mobile home, manufactured building, commercial coach or 28 factory-built housing; or

(2) A certificate of title [or certificate of ownership] that does
 not pass immediately upon the sale or transfer of the manufactured
 home, mobile home, manufactured building, commercial coach or
 factory-built housing,

33 → has been submitted to the Division [;] in a form prescribed by
 34 the Division;

(b) Each person who has a financial interest in the manufactured
home, mobile home, manufactured building, commercial coach or
factory-built housing has executed a document *in a form prescribed by the Division* that releases or waives the person's interest; and

39 (c) Each party to the sale or exchange has complied with the 40 requirements for the sale or exchange that are set forth in the 41 regulations adopted pursuant to the provisions of this chapter.

42 Sec. 16. NRS 489.821 is hereby amended to read as follows:

43 489.821 1. A person is guilty of a gross misdemeanor who 44 knowingly:





1 (a) Makes any false entry on any certificate of origin or 2 certificate of <u>[ownership.]</u> *title*.

3 (b) Furnishes false information to the Division concerning any 4 security interest.

5 (c) Files with the Administrator any notice, statement or other 6 document required under the provisions of this chapter which is 7 false or contains any material misstatement of fact.

8 (d) Whether acting individually or as a director, officer or agent 9 of a corporation, violates a provision of the National Manufactured 10 Housing Construction and Safety Standards Act of 1974, 42 U.S.C. 11 §§ 5401 et seq., this chapter and chapter 461 of NRS, and any 12 regulations adopted pursuant thereto, causing a condition which 13 endangers the health or safety of a purchaser of a manufactured 14 home.

2. A dealer is guilty of a gross misdemeanor who knowingly:

16 (a) Fails to maintain a trust account as required by 17 NRS 489.724.

18 (b) Commingles the money or other property of a seller or 19 purchaser of a manufactured home, manufactured building or 20 mobile home or factory-built housing with his or her own.

(c) Fails to cooperate or comply with or knowingly impedes or
 interferes with any investigation or audit conducted by the Division
 pursuant to NRS 489.7235.

(d) Acts as a dealer while insolvent or engages in any financial
 practice which creates a substantial risk of insolvency.

3. Except as otherwise provided in this section, any person who
knowingly or willfully violates any provision of this chapter is
guilty of a misdemeanor.

4. Subsection 3 does not apply to a manufacturer of travel trailers.

31 Sec. 17. (Deleted by amendment.)

32 Sec. 18. NRS 118B.215 is hereby amended to read as follows:

118B.215 1. In addition to the requirements set forth in NRS 319.510, money in the Account may be used to pay necessary administrative costs and to assist eligible persons by supplementing their monthly rent for the manufactured home lot on which their manufactured home is located. Except as otherwise provided in subsection 3, to be eligible for assistance from the Account, a person must:

(a) Except as otherwise provided in this subsection, have been a
tenant in the same manufactured home park in this State for at least
1 year immediately preceding his or her application for assistance;

43 (b) Be the registered owner of the manufactured home which is 44 subject to the tenancy, as indicated on the certificate of



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1 [ownership] *title* that is issued by the Division pursuant to 2 NRS 489.541;

3 (c) Have a monthly household income, as determined by the 4 Administrator in accordance with subsection 2, which is at or below:

5 (1) The federally designated level signifying poverty or 6 [\$750, whichever is greater, if the person is the sole occupant] thirty 7 percent of the median family income, as prescribed by the HOME 8 Investment Partnerships Act, 42 U.S.C. §§ 12701 et seq., adjusted

9 for household size, which the United States Department of 10 Housing and Urban Development has established for the area of

10 Housing and Urban Development has established for the area of 11 the State in which the manufactured home [;] is located, whichever 12 is greater; or

(2) [The federally designated level signifying poverty or
\$1,125, whichever is greater, if the person is not the sole occupant
of the manufactured home;] A maximum monthly household
income that the Administrator has established by regulation
pursuant to subsection 5;

18 (d) Be a tenant in a manufactured home park that is operated for 19 profit and maintain continuous tenancy in that park during the 20 duration of the supplemental assistance; and

- (e) Not have assets whose value is more than \$12,000, excludingthe value of:
- 23 24
- (1) The manufactured home which is subject to the tenancy;
- (2) The contents of that manufactured home; and
- 25
- (3) One motor vehicle.

26 A person who has been a tenant of a manufactured home park in 27 this State for at least 1 year, but has not been a tenant of the 28 manufactured home park in which the tenant resides at the time the 29 tenant applies for assistance for at least 1 year, is eligible for 30 assistance from the Account if the tenant moved to the manufactured home park in which the tenant resides at the time of 31 32 his or her application because the tenant was unable to pay the rent 33 at the manufactured home park from which the tenant moved or 34 because that park was closed.

2. In determining the monthly household income of an
applicant pursuant to subsection 1, the Administrator shall exclude
from the calculation:

(a) The value of any food stamps the applicant received pursuant
to the Food Stamp Act of 1977, as amended, 7 U.S.C. §§ 2011 et
seq., during the year immediately preceding his or her application
for assistance; or





1 (b) If the applicant is receiving coverage pursuant to Medicare 2 Part B, 42 U.S.C. §§ 1395j et seq., the value of the cost of that 3 coverage during the year immediately preceding his or her 4 application for assistance,

5  $\rightarrow$  whichever is greater.

6 3. The Administrator may waive the requirements for 7 eligibility set forth in subsection 1 upon the written request of an 8 applicant if the applicant demonstrates to the satisfaction of the 9 Administrator that the circumstances of the applicant warrant a 10 waiver as a result of:

(a) Illness;

(b) Disability; or

13 (c) Extreme financial hardship based upon a significant 14 reduction of income, when considering the applicant's current 15 financial circumstances.

16  $\rightarrow$  An applicant shall include with his or her request for a waiver all medical and financial documents that support his or her request.

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4. The Administrator shall adopt regulations establishing:

19 (a) The annual reporting requirements for persons receiving 20 assistance pursuant to this section. The regulations must require that 21 each such person provide the Division with a written 22 acknowledgment of his or her continued eligibility for assistance.

(b) The maximum amount of assistance which may be
distributed to a person to supplement his or her monthly rent
pursuant to this section.

26 5. The Administrator may adopt regulations establishing a 27 maximum monthly household income for a person to be eligible 28 for assistance from the Account pursuant to subparagraph (2) of 29 paragraph (c) of subsection 1.

**6.** As used in this section:

(a) "Manufactured home" includes a travel trailer that is locatedon a manufactured home lot within a manufactured home park.

(b) "Monthly household income" means the combined monthly
incomes of the occupants of a manufactured home which is subject
to the tenancy for which assistance from the Account is requested.

36 (c) "Travel trailer" has the meaning ascribed to it in 37 NRS 489.150.

38 Sec. 19. NRS 278.02095 is hereby amended to read as 39 follows:

40 278.02095 1. Except as otherwise provided in this section, in 41 an ordinance relating to the zoning of land adopted or amended by a 42 governing body, the definition of "single-family residence" must 43 include a manufactured home.

A4 2. Notwithstanding the provisions of subsection 1, a governingbody shall adopt standards for the placement of a manufactured





1 home that will not be affixed to a lot within a mobile home park2 which require that:

(a) The manufactured home:

3 4

(1) Be permanently affixed to a residential lot;

5 (2) Be manufactured within the 6 years immediately 6 preceding the date on which it is affixed to the residential lot;

7 (3) Have exterior siding and roofing which is similar in 8 color, material and appearance to the exterior siding and roofing 9 primarily used on other single-family residential dwellings in the 10 immediate vicinity of the manufactured home, as established by the 11 governing body;

12 (4) Consist of [more than] one [section;] or more sections; 13 and

14 (5) Consist of at least [1,200] 400 square feet of living area 15 unless the governing body, by administrative variance or other 16 expedited procedure established by the governing body, approves a 17 lesser amount of square footage based on the size or configuration 18 of the lot or the square footage of single-family residential dwellings 19 in the immediate vicinity of the manufactured home; and

20 (b) If the manufactured home has an elevated foundation, the 21 foundation is masked architecturally in a manner determined by the 22 governing body.

23 → The governing body of a local government in a county whose
 24 population is less than 45,000 may adopt standards that are less
 25 restrictive than the standards set forth in this subsection.

3. Standards adopted by a governing body pursuant to subsection 2 must be objective and documented clearly and must not be adopted to discourage or impede the construction or provision of affordable housing, including, without limitation, the use of manufactured homes for affordable housing.

4. Before a building department issues a permit to place a manufactured home on a lot pursuant to this section, other than a new manufactured home, the owner must surrender the certificate of **[ownership]** *title* to the Housing Division of the Department of Business and Industry. The Division shall provide proof of such a surrender to the owner who must submit that proof to the building department.

5. The provisions of this section do not abrogate a recorded restrictive covenant prohibiting manufactured homes, nor do the provisions apply within the boundaries of a historic district established pursuant to NRS 384.005 or 384.100. An application to place a manufactured home on a residential lot pursuant to this section constitutes an attestation by the owner of the lot that the placement complies with all covenants, conditions and restrictions





source must be deposited into the Account. 3. the Account. against the State are paid. (a) Licensing, regulating and inspecting: pursuant to this chapter: and commercial coaches. factory-built buildings. 489 of NRS: servicepersons, dealers, responsible managing chapter 489 of NRS; a mobile home or manufactured home; complaints: and (2) Alleging unlicensed activity; and provider of manufactured housing. 6. As used in this section: NRS 489.062. SB40

placed on the lot and that the lot is not located within a historic 1 2 district. 3

6. As used in this section:

(a) "Manufactured home" has the meaning ascribed to it in 4 5 NRS 489.113.

6 (b) "New manufactured home" has the meaning ascribed to it in 7 NRS 489.125.

**Sec. 20.** NRS 319.169 is hereby amended to read as follows:

9 319.169 The Account for Housing Inspection and 1. Compliance is hereby created in the State General Fund. 10

11 2. The Account must be administered by the Division. Except 12 as otherwise provided in NRS 118B.213 and 489.265, all money 13 received by the Division pursuant to NRS 118B.185 or any other 14

15 The interest and income earned on the money in the 16 Account, after deducting any applicable charges, must be credited to 17

18 4. Claims against the Account must be paid as other claims 19

20 5. The Administrator shall adopt regulations setting forth the 21 use of the money in the Account, including, without limitation:

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23 (1) Housing for persons of low-income that is financed 24

25 (2) Manufactured homes, mobile homes, manufactured 26 housing or 27 manufactured home parks pursuant to chapters 118B, 461, 461A and 28

29 (b) Licensing, regulating and inspecting manufacturers, general 30 employees. salespersons, distributors and specialty servicepersons pursuant to 31 32

(c) Maintaining title records, and issuing certificates of 33 [ownership,] title, property liens and conversions to real property of 34 35

(d) Investigating complaints, including, without limitation, 36 37

38 (1) Between a landlord and a tenant of a mobile home park; 39 40

(e) Administering any educational and training program for a 41 42

43

44 (a) "Commercial coach" has the meaning ascribed to it in 45



- 19 -

1 (b) "Dealer" has the meaning ascribed to it in NRS 489.076. 2 (c) "Distributor" has the meaning ascribed to it in NRS 489.081. 3 (d) "Factory-built housing" has the meaning ascribed to it in NRS 461.080. 4 (e) "General serviceperson" has the meaning ascribed to it in 5 6 NRS 489.102. 7 (f) "Manufactured building" has the meaning ascribed to it in 8 NRS 461.132. (g) "Manufactured home" has the meaning ascribed to it in 9 10 NRS 489.113. 11 (h) "Manufactured home lot" has the meaning ascribed to it in 12 NRS 118B.016. 13 (i) "Manufactured home park" has the meaning ascribed to it in 14 NRS 118B.017. 15 (i) "Manufacturer" has the meaning ascribed to it in 16 NRS 489.115. 17 (k) "Mobile home" has the meaning ascribed to it in NRS 489.120. 18 (1) "Mobile home park" has the meaning ascribed 19 to 20 "manufactured home park" in NRS 118B.017. 21 (m) "Responsible managing employee" has the meaning 22 ascribed to it in NRS 489.1353. 23 (n) "Salesperson" has the meaning ascribed to it in 24 NRS 489.137. 25 (o) "Specialty serviceperson" has the meaning ascribed to it in 26 NRS 489.147. 27 **Sec. 21.** NRS 361.2445 is hereby amended to read as follows: 361.2445 1. A mobile or manufactured home which has been 28 29 converted to real property pursuant to NRS 361.244 may not be 30 removed from the real property to which it is affixed unless, at least 31 30 days before removing the mobile or manufactured home: 32 (a) The owner: 33 (1) Files with the Division an affidavit stating that the sole purpose for converting the mobile or manufactured home from real 34 35 to personal property is to effect a transfer of the title to the mobile or manufactured home: 36 (2) Files with the Division the affidavit of consent to the 37 removal of the mobile or manufactured home of each person who 38 holds any legal interest in the real property to which the mobile or 39 40 manufactured home is affixed; and (3) Gives written notice to the county assessor of the county 41 42 in which the real property is situated; and 43 (b) The county tax receiver certifies in writing that all taxes for the fiscal year on the mobile or manufactured home and the real 44





property to which the mobile or manufactured home is affixed have
 been paid.

3 2. The county assessor shall not remove a mobile or 4 manufactured home from the tax rolls until:

(a) The county assessor has received verification that there is no
security interest in the mobile or manufactured home or the holders
of security interests have agreed in writing to the conversion of the
mobile or manufactured home to personal property; and

9 (b) An affidavit of conversion of the mobile or manufactured 10 home from real to personal property has been recorded in the county 11 recorder's office of the county in which the real property to which 12 the mobile or manufactured home was affixed is situated.

3. A mobile or manufactured home which is physically
removed from real property pursuant to this section shall be deemed
to be personal property immediately upon its removal.

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4. The Department shall adopt:

(a) Such regulations as are necessary to carry out the provisionsof this section; and

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(b) A standard form for the affidavits required by this section.

5. Before the owner of a mobile or manufactured home that has been converted to personal property pursuant to this section may transfer ownership of the mobile or manufactured home, he or she must obtain a certificate of [ownership] *title* from the Division.

6. For the purposes of this section, the removal of a mobile or manufactured home from real property includes the detachment of the mobile or manufactured home from its foundation, other than temporarily for the purpose of making repairs or improvements to the mobile or manufactured home or the foundation.

29 7. An owner who physically removes mobile a or 30 manufactured home from real property in violation of this section is liable for all legal costs and fees, plus the actual expenses, incurred 31 32 by a person who holds any interest in the real property to restore the real property to its former condition. Any judgment obtained 33 34 pursuant to this section may be recorded as a lien upon the mobile or 35 manufactured home so removed.

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8. As used in this section:

(a) "Division" means the Housing Division of the Department ofBusiness and Industry.

(b) "Owner" means any person who holds an interest in the mobile or manufactured home or the real property to which the mobile or manufactured home is affixed evidenced by a conveyance or other instrument which transfers that interest to him or her and is recorded in the office of the county recorder of the county in which the mobile or manufactured home and real property are situated, but





does not include the owner or holder of a right-of-way, easement or
 subsurface property right appurtenant to the real property.

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**Sec. 22.** NRS 372.383 is hereby amended to read as follows:

4 372.383 1. If a certificate of **[ownership]** *title* has been issued 5 for a used manufactured home or used mobile home by the 6 Department of Motor Vehicles or the Housing Division of the 7 Department of Business and Industry, it is presumed that the taxes 8 imposed by this chapter have been paid with respect to that 9 manufactured home or mobile home.

10 2. As used in this section, "manufactured home" and "mobile 11 home" have the meanings ascribed to them in NRS 372.316.

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Sec. 23. NRS 374.388 is hereby amended to read as follows:

13 374.388 1. If a certificate of **[ownership]** *title* has been issued 14 for a used manufactured home or used mobile home by the 15 Department of Motor Vehicles or the Housing Division of the 16 Department of Business and Industry, it is presumed that the taxes 17 imposed by this chapter have been paid with respect to that 18 manufactured home or mobile home.

19 2. As used in this section, "manufactured home" and "mobile 20 home" have the meanings ascribed to them in NRS 374.321.

**Sec. 24.** Notwithstanding the amendatory provisions of this act, any valid certificate of ownership for a manufactured home, mobile home, manufactured building or commercial coach or factory-built housing that was issued by the Housing Division of the Department of Business and Industry before July 1, 2023, shall be deemed to be a certificate of title issued by the Housing Division of the Department of Business and Industry.

28 Sec. 25. The Legislative Counsel shall:

1. In preparing the Nevada Revised Statutes, make such changes as necessary so that references to a "certificate of ownership" issued by the Housing Division of the Department of Business and Industry are changed to a "certificate of title" issued by the Housing Division of the Department of Business and Industry; and

2. In preparing supplements to the Nevada Administrative Code, make such changes as necessary so that references to a "certificate of ownership" issued by the Housing Division of the Department of Business and Industry are changed to a "certificate of title" issued by the Housing Division of the Department of Business and Industry.

41 **Sec. 26.** NRS 489.551 is hereby repealed.

42 Sec. 27. 1. This section and section 26 of this act become 43 effective upon passage and approval.

44 2. Sections 1 to 25, inclusive, of this act become effective:





(a) Upon passage and approval for the purpose of adopting any
 regulations and performing any other preparatory administrative
 tasks that are necessary to carry out the provisions of this act; and
 (b) On July 1, 2023, for all other purposes.

## **TEXT OF REPEALED SECTION**

**489.551** Endorsement of certificate upon transfer. Except as otherwise provided in NRS 489.564, upon a transfer of the title to or the interest of an owner in a manufactured home, mobile home or commercial coach for which a certificate of ownership is issued pursuant to the provisions of this chapter, the person whose title or interest is to be transferred and the transferee shall write their signatures with ink upon the certificate of ownership issued for the manufactured home, mobile home or commercial coach, together with the residence address of the transferee, in the appropriate spaces provided upon the reverse side of the certificate. The signature of the person whose title or interest is to be transferred that is written upon a certificate of ownership pursuant to the provisions of this section must be notarized.

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