

A-Engrossed
House Bill 2894

Ordered by the House March 15
Including House Amendments dated March 15

Sponsored by Representatives MARSH, SMITH G, Senator HANSELL; Representatives GOMBERG, HELT, KENY-GUYER, MCKEOWN, 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.

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

1
2 Relating to manufactured dwellings; and prescribing an effective date.

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

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

6 **SECTION 2. (1) The Housing and Community Services Department shall establish a pro-**
7 **gram to provide loans to individuals to buy and site manufactured dwellings that replace**
8 **older and less energy efficient manufactured dwellings.**

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

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

15 **(b) Will purchase a manufactured dwelling that:**

16 **(A) Meets energy efficiency standards as prescribed by the Housing and Community**
17 **Services Department;**

18 **(B)(i) Will be sited in a manufactured dwelling park that has registered with the Office**
19 **of Manufactured Dwelling Park Community Relations and has entered into a recorded regu-**
20 **latory agreement with the department; or**

21 **(ii) Will be sited on land owned or purchased under a land sale contract by the individual**
22 **borrower; and**

23 **(C) Will be the primary residence of the borrower throughout the term of the loan.**

24 **(3) A loan under this program may not exceed \$35,000 per individual. The department**
25 **shall prescribe by rule lending requirements and terms for loans made under this program,**
26 **including:**

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 (a) Interest rates charged to borrowers, if any;
- 2 (b) Repayment requirements, if any;
- 3 (c) Loan forgiveness opportunities, if any;
- 4 (d) Affordability requirements; and
- 5 (e) Remedies upon transfer or default.

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

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

11 (a) From low income households; and

12 (b) Decommissioning and replacing manufactured dwellings that are older or less re-
13 source or energy efficient.

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

18 (2) Moneys in the Manufactured Home Replacement and Decommissioning Fund consists
19 of:

20 (a) Amounts donated to the fund;

21 (b) Amounts appropriated or otherwise transferred to the fund by the Legislative As-
22 sembly;

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

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

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

26 (3) Moneys in the fund are continuously appropriated to the Housing and Community
27 Services Department to:

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

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

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

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

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