## CHAMBER ACTION

The Business Regulation Committee recommends the following:

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## Council/Committee Substitute

Remove the entire bill and insert:

A bill to be entitled

An act relating to affordable housing; creating s. 163.31772, F.S.; providing legislative findings and intent relating to changes in land use affecting mobile home parks; providing definitions; providing requirements for local governments and community redevelopment agencies regarding specified funding sources to provide financial assistance to certain mobile home owners; providing requirements for mobile home owners to qualify for financial assistance; requiring local governments to permit and approve rezoning of property for the development of new mobile home parks; providing that a local government or redevelopment agency may enter into a development agreement with the owner of a mobile home park to encourage its continued use for affordable housing; limiting the length of certain development agreements; amending s. 420.5088, F.S.; providing down payment assistance under the Florida Homeownership Assistance Program to certain persons employed as K-12 classroom Page 1 of 17

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teachers in the schools in this state; requiring the Florida Housing Finance Corporation to develop eligibility criteria; providing conditions for counties under which funds may be distributed; providing for a lien to be placed on a recipient's property if the recipient does not fulfill a specified commitment; encouraging counties to develop annual county housing plans that emphasize the recruitment and retention of certain classroom teachers; requiring the corporation to encourage and review county housing plans; amending s. 723.061, F.S.; providing notice requirements to certain mobile home lot tenants regarding entitlement to compensation from the Florida Mobile Home Relocation Trust Fund; amending s. 723.06116, F.S.; providing for late fees if a mobile home park owner does not make payments to the Florida Mobile Home Relocation Corporation within the required time period; amending s. 723.0612, F.S.; prohibiting approval of certain applications for funding submitted by persons who have settled certain claims or causes of action; providing certain time periods within which an application for funding for relocation expenses must be submitted to the corporation; amending s. 723.071, F.S.; providing legislative findings relating to the sale of mobile home parks; amending s. 723.072, F.S., relating to an affidavit of compliance by an owner of a mobile home park; conforming cross-references; amending s. 723.083, F.S.; requiring an agency of municipal, local, county, or state government to provide a report that substantiates the Page 2 of 17

existence of adequate mobile home parks before approving the removal or relocation of a park; requiring a written estimate of fiscal costs and benefits; requiring certain reports to be made available to the public within a specified time period; providing an appropriation; providing effective dates.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 163.31772, Florida Statutes, is created to read:

63 <u>163.31772 Mobile home parks; change in use of land;</u> 64 legislative findings and intent.--

- (1) The Legislature finds that:
- (a) Mobile home parks provide safe and affordable housing to many residents of this state;
- (b) The rising price of real estate in this state is causing significant loss of affordable housing, including mobile home parks;
- (c) Some mobile home park residents are being evicted and forced to relocate from their communities due to the change in the use of land from mobile home park rentals to some other use;
- (d) The loss of this type of affordable housing is of statewide concern; and
- (e) Local governments benefit from the redevelopment of these mobile home parks through increased local and state tax revenues but may not have authority to use all available funding and revenue sources to assist these displaced residents.

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(2) It is the intent of the Legislature that local governments and redevelopment agencies assist in the relocation of and the provision of assistance to mobile home owners and are authorized to use all available funding sources to further this intent.

(3) As used in this section, the term:

- (a) "Affordable" has the same meaning as provided in s. 420.602.
- (b) "Community redevelopment agency" has the same meaning as provided in s. 163.340.
  - (c) "Local government" means a county or municipality.
- (d) "Mobile home park" has the same meaning as provided in s. 723.003.
- (4) Any local government or community redevelopment agency having jurisdiction over a mobile home park that is being closed due to a change in the use of land shall provide financial assistance to any mobile home resident who is displaced as a result of the change in use and who meets the requirements of subsection (5) to:
- (a) Assist the homeowner with the cost of relocating his
  or her home;
- (b) Assist the homeowner in purchasing a new manufactured or mobile home if the home he or she is currently occupying is not capable of being moved to another location; and
- (c) Assist the homeowner in relocating to any other adequate and suitable housing.

The financial assistance provided under this subsection to each qualified homeowner shall be made as a supplement to the funds provided to each qualified homeowner under the Florida Mobile Home Relocation Trust Fund.

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(5) In order to receive supplemental financial assistance under subsection (4) from the local government or community redevelopment agency, the displaced mobile home owner must qualify as a very-low-income, low-income, or moderate-income person as defined in s. 420.0004.

Notwithstanding any other provision of law, a local government or community redevelopment agency is authorized to and shall,

- for the purposes described in subsection (4), use revenues

  derived from sources that include, but need not be limited to,
- tax increment financing pursuant to s. 163.387, urban infill and
- redevelopment funds pursuant to s. 163.2523, general revenue
- funding, housing loan assistance programs, documentary stamp tax
- revenues derived from the redevelopment of the property which
- are available to the local government, and impact and permit
- fees derived from the redevelopment of the property.
  - (6) A local government shall take action to permit and approve the rezoning of property for development of new mobile home parks for the purpose of providing new homes or affordable housing or for the relocation of mobile home owners who are displaced by a change in the use of land.
  - (7) Any local government or community redevelopment agency having jurisdiction over a mobile home park providing affordable housing as defined in this section may enter into a development

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agreement with the owner of the mobile home park to encourage

the continued use of the mobile home park for affordable housing

by incentives, including, but not limited to:

- (a) Awarding transferable development credits to the community. The Department of Community Affairs shall provide technical assistance to local governments in order to promote the transfer of development rights for mobile home park owners who provide affordable housing. The department may adopt rules pursuant to ss. 120.536(1) and 120.54 to administer this paragraph;
- (b) Providing tax incentives, such as property tax abatement, for providing affordable housing; and
- owner for the difference between the lot rental amount paid by the homeowners and either the lot rental amount charged in comparable mobile home parks that have similar facilities, services, amenities, and management or based upon the rental value of the property being dedicated to affordable housing based upon the property's fair market value. The Department of Community Affairs shall provide technical assistance to local governments in order to promote housing assistance to mobile home park owners who provide affordable housing in urban areas. The department shall adopt rules pursuant to ss. 120.536(1) and 120.54 to administer this paragraph.

Any development agreement entered into under this subsection shall have a term that does not exceed 10 years.

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Section 2. Subsection (7) is added to section 420.5088, Florida Statutes, to read:

420.5088 Florida Homeownership Assistance Program.--There is created the Florida Homeownership Assistance Program for the purpose of assisting low-income persons in purchasing a home by reducing the cost of the home with below-market construction financing, by reducing the amount of down payment and closing costs paid by the borrower to a maximum of 5 percent of the purchase price, or by reducing the monthly payment to an affordable amount for the purchaser. Loans shall be made available at an interest rate that does not exceed 3 percent. The balance of any loan is due at closing if the property is sold or transferred.

- (7) (a) The program shall provide down payment assistance to each person who is employed as a K-12 classroom teacher and certified in a critical need area in this state.
- (b) The corporation shall develop criteria to determine which persons are eligible to receive down payment assistance, including the following criteria:
- $\underline{\mbox{1.}}$  The person shall be employed as a K-12 classroom teacher in this state.
- 2. The person shall be state certified in a critical need area of exceptional student education, mathematics, science, or reading.
- 3. The person shall declare his or her homestead and maintain residency at his or her homestead.
- 188 <u>4. The person shall be employed in a full-time, permanent</u>
  189 capacity.

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5. The person shall demonstrate a 5-year minimum commitment to continued employment as a K-12 classroom teacher in a school within the county of current employment.

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- (c) 1. The program shall provide \$4,000 as down payment assistance if all city, county, or appropriate governmental subdivisions or agencies within which an eligible recipient is employed and resides waives any impact fees that occur incidental to the recipient's home purchase.
- 2. In addition to the amount provided under subparagraph 1., the program shall provide matching funds up to \$4,000 as down payment assistance if the county within which an eligible recipient is employed provides State Housing Initiatives Partnership Program funds to the eligible recipient under ss. 420.907-420.9079.
- (d) A lien shall be placed on the recipient's property if the recipient does not fulfill his or her 5-year commitment specified in subparagraph (b) 5.
- Each county is encouraged to develop an annual county housing plan that emphasizes the recruitment and retention of classroom teachers certified in critical need areas. The corporation shall review and encourage such plans as a part of the overall housing assistance effort of counties. Such plans shall not affect any formulas relating to low-income or verylow-income assistance programs approved by the corporation. Section 3. Paragraph (d) of subsection (1) of section

723.061, Florida Statutes, is amended to read:

723.061 Eviction; grounds, proceedings.--

(1) A mobile home park owner may evict a mobile home owner, a mobile home tenant, a mobile home occupant, or a mobile home only on one or more of the grounds provided in this section.

- (d) Change in use of the land comprising the mobile home park, or the portion thereof from which mobile homes are to be evicted, from mobile home lot rentals to some other use, provided all tenants affected are given at least 6 months' notice of the projected change of use and of their need to secure other accommodations. The notice shall include in a font no smaller than the body of the notice: YOU MAY BE ENTITLED TO COMPENSATION FROM THE FLORIDA MOBILE HOME RELOCATION TRUST FUND, ADMINISTERED BY THE FLORIDA MOBILE HOME RELOCATION CORPORATION (FMHRC); FMHRC CONTACT INFORMATION IS AVAILABLE FROM THE FLORIDA DEPARTMENT OF BUSINESS AND PROFESSIONAL REGULATION. The park owner may not give a notice of increase in lot rental amount within 90 days before giving notice of a change in use.
- Section 4. Subsection (1) of section 723.06116, Florida Statutes, is amended to read:
- 723.06116 Payments to the Florida Mobile Home Relocation Corporation.--
- (1) If a mobile home owner is required to move due to a change in use of the land comprising a mobile home park as set forth in s. 723.061(1)(d), the mobile home park owner shall, upon such change in use, pay to the Florida Mobile Home Relocation Corporation for deposit in the Florida Mobile Home Relocation Trust Fund \$2,750 for each single-section mobile home and \$3,750 for each multisection mobile home for which a mobile

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home owner has made application for payment of moving expenses. The mobile home park <u>owner</u> shall make the payments required by this section and by s. 723.0612(7) to the corporation within 30 days after receipt from the corporation of the invoice for payment. <u>Failure to make such payment within the required time</u> period shall result in a late fee being imposed.

- (a) If payment is not submitted within 30 days after receipt of the invoice, a 10-percent late fee shall be assessed.
- (b) If payment is not submitted within 60 days after receipt of the invoice, a 15-percent late fee shall be assessed.
- (c) If payment is not submitted within 90 days after receipt of the invoice, a 20-percent late fee shall be assessed.
- (d) Any payment received 120 days or more after receipt of the invoice shall include a 25-percent late fee.
- Section 5. Subsection (9) of section 723.0612, Florida Statutes, is amended, and subsection (12) is added to that section, to read:
- 723.0612 Change in use; relocation expenses; payments by park owner.--
- (9) Any person whose application for funding pursuant to subsection (1) or subsection (7) is approved for payment by the corporation shall be barred from asserting any claim or cause of action under this chapter directly relating to or arising out of the change in use of the mobile home park against the corporation, the park owner, or the park owner's successors in interest. No application for funding pursuant to subsection (1) or subsection (7) shall be approved by the corporation if the applicant has either filed a claim or cause of action, is

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actively pursuing a claim or cause of action, <a href="https://has.settled.a.claim.or.cause.of.action">has a judgment against the corporation</a>, the park owner, or the park owner's successors in interest under this chapter directly relating to or arising out of the change in use of the mobile home park, unless such claim or cause of action is dismissed with prejudice.

- under subsection (1) or subsection (7) must be received within 1 year after the expiration of the eviction period as established in the notice required under s. 723.061(1)(d). If the applicant files a claim or cause of action that disqualifies the applicant under subsection (9) and the claim is subsequently dismissed, the application must be received within 6 months following filing of the dismissal with prejudice as required under subsection (9). However, such an applicant must apply within 2 years after the expiration of the eviction period as established in the notice required under s. 723.061(1)(d).
- Section 6. Section 723.071, Florida Statutes, is amended to read:
  - 723.071 Sale of mobile home parks; legislative findings.--
- (1) The Legislature finds that a right of first refusal to purchase a mobile home park is a property right that should be negotiated between two parties at arm's length and for due consideration. The Legislature further finds that this chapter does not preclude mobile home owners from purchasing a right of first refusal from a willing park owner. The Legislature therefore encourages mobile home owners to organize as a homeowners' association in accordance with this chapter for the

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purpose of negotiating a right of first refusal with a park owner.

- (2)(1)(a) If a mobile home park owner offers a mobile home park for sale, she or he shall notify the officers of the homeowners' association created pursuant to ss. 723.075-723.079 of the offer, stating the price and the terms and conditions of sale.
- (b) The mobile home owners, by and through the association defined in s. 723.075, shall have the right to purchase the park, provided the home owners meet the price and terms and conditions of the mobile home park owner by executing a contract with the park owner within 45 days, unless agreed to otherwise, from the date of mailing of the notice and provided they have complied with ss. 723.075-723.079. If a contract between the park owner and the association is not executed within such 45-day period, then, unless the park owner thereafter elects to offer the park at a price lower than the price specified in her or his notice to the officers of the homeowners' association, the park owner has no further obligations under this subsection, and her or his only obligation shall be as set forth in subsection (3) (2).
- (c) If the park owner thereafter elects to offer the park at a price lower than the price specified in her or his notice to the home owners, the home owners, by and through the association, will have an additional 10 days to meet the price and terms and conditions of the park owner by executing a contract.

(3)(2) If a mobile home park owner receives a bona fide offer to purchase the park that she or he intends to consider or make a counteroffer to, the park owner's only obligation shall be to notify the officers of the homeowners' association that she or he has received an offer and disclose the price and material terms and conditions upon which she or he would consider selling the park and consider any offer made by the home owners, provided the home owners have complied with ss. 723.075-723.079. The park owner shall be under no obligation to sell to the home owners or to interrupt or delay other negotiations and shall be free at any time to execute a contract for the sale of the park to a party or parties other than the home owners or the association.

- (4) (3) (a) As used in subsections (2) (1) and (3) (2), the term "notify" means the placing of a notice in the United States mail addressed to the officers of the homeowners' association. Each such notice shall be deemed to have been given upon the deposit of the notice in the United States mail.
- (b) As used in subsection (2) (1), the term "offer" means any solicitation by the park owner to the general public.
  - (5) (4) This section does not apply to:
- (a) Any sale or transfer to a person who would be included within the table of descent and distribution if the park owner were to die intestate.
  - (b) Any transfer by gift, devise, or operation of law.
- (c) Any transfer by a corporation to an affiliate. As used herein, the term "affiliate" means any shareholder of the transferring corporation; any corporation or entity owned or

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controlled, directly or indirectly, by the transferring corporation; or any other corporation or entity owned or controlled, directly or indirectly, by any shareholder of the transferring corporation.

- (d) Any transfer by a partnership to any of its partners.
- (e) Any conveyance of an interest in a mobile home park incidental to the financing of such mobile home park.
- (f) Any conveyance resulting from the foreclosure of a mortgage, deed of trust, or other instrument encumbering a mobile home park or any deed given in lieu of such foreclosure.
- (g) Any sale or transfer between or among joint tenants or tenants in common owning a mobile home park.
- (h) Any exchange of a mobile home park for other real property, whether or not such exchange also involves the payment of cash or other boot.
- (i) The purchase of a mobile home park by a governmental entity under its powers of eminent domain.
- Section 7. Subsection (1) of section 723.072, Florida Statutes, is amended to read:
- 723.072 Affidavit of compliance with statutory requirements.--
- (1) A park owner may at any time record, in the official records of the county where a mobile home park is situated, an affidavit in which the park owner certifies that:
- (a) With reference to an offer by him or her for the sale of such park, he or she has complied with the provisions of s. 723.071(2)(1);

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(b) With reference to an offer received by him or her for the purchase of such park, or with reference to a counteroffer which he or she intends to make, or has made, for the sale of such park, he or she has complied with the provisions of s. 723.071(3)(2);

- (c) Notwithstanding his or her compliance with the provisions of either subsection (2) (1) or subsection (3) (2) of s. 723.071, no contract has been executed for the sale of such park between himself or herself and the park homeowners' association;
- (d) The provisions of subsections (2) (1) and (3) (2) of s. 723.071 are inapplicable to a particular sale or transfer of such park by him or her, and compliance with such subsections is not required; or
- (e) A particular sale or transfer of such park is exempted from the provisions of this section and s. 723.071.

Any party acquiring an interest in a mobile home park, and any and all title insurance companies and attorneys preparing, furnishing, or examining any evidence of title, have the absolute right to rely on the truth and accuracy of all statements appearing in such affidavit and are under no obligation to inquire further as to any matter or fact relating to the park owner's compliance with the provisions of s. 723.071.

Section 8. Section 723.083, Florida Statutes, is amended to read:

723.083 Governmental action affecting removal of mobile home owners.--

- (1) No agency of municipal, local, county, or state government shall approve any application for rezoning, or take any other official action, which would result in the removal or relocation of mobile home owners residing in a mobile home park without first determining that adequate mobile home parks or other suitable facilities exist for the relocation of the mobile home owners. The existence of adequate mobile home parks or other suitable facilities shall be substantiated in a written document provided by the agency.
- (2) The agency of municipal, local, county, or state government considering an application for rezoning or other official action shall make a written good faith estimate of the fiscal costs and benefits of rezoning or official action. The good faith estimate shall include, but need not be limited to, annual increases in property taxes or other revenue sources and any nonrecurring revenues or fees, including, but not limited to, impact fees, permit fees, connection fees, utility charges, or other revenues.
- (3) The written reports required under this section shall be made available to the public for inspection and copying at least 10 days prior to the scheduled meeting for consideration of any such rezoning or other official act.
- Section 9. The sum of \$50,000,000 is appropriated for fiscal year 2006-2007 from the State Housing Trust Fund to the Florida Homeownership Assistance Program for the purposes of s.

437 420.5088(7), Florida Statutes, as created by this act. This section shall take effect July 1, 2006.

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Section 10. Except as otherwise expressly provided in this act, this act shall take effect upon becoming a law.

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