1 AN ACT concerning civil law.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Mobile Home Landlord and Tenant Rights Act 5 is amended by changing Sections 3, 6.5, 12, and 18 and by 6 adding Sections 6.6 and 6.7 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 "Manufactured home" means factory-assembled, (b) а 17 structure designed for permanent completely integrated habitation, with a permanent chassis, and so constructed as to 18 19 permit its transport, on wheels temporarily or permanently 20 attached to its frame, and is a movable or portable unit that 21 is (i) 8 body feet or more in width, (ii) 40 body feet or more 22 in length, and (iii) 320 or more square feet, constructed to be towed on its own chassis (comprised of frame and wheels) from 23

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the place of its construction to the location, or subsequent 1 2 locations, at which it is installed and set up according to the manufacturer's instructions and connected to utilities for 3 year-round occupancy for use as a permanent habitation, and 4 5 designed and situated so as to permit its occupancy as a 6 dwelling place for one or more persons. The term shall include 7 units containing parts that may be folded, collapsed, or 8 telescoped when being towed and that may be expected to provide 9 additional cubic capacity, and that are designed to be joined 10 into one integral unit capable of being separated again into 11 the components for repeated towing. The term excludes campers 12 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 and any person authorized to exercise any aspect of the management of the premises, including any person who directly or indirectly receives rents and has no obligation to deliver the whole of such receipts to another person.

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

26 (f) "Rent" means any money or other consideration given for

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1 the right of use, possession and occupancy of property, be it a
2 lot, a mobile home, or both.

3 (g) "Master antenna television service" means any and all 4 services provided by or through the facilities of any closed 5 circuit coaxial cable communication system, or any microwave or 6 similar transmission services other than a community antenna 7 television system as defined in Section 11-42-11 of the 8 Illinois Municipal Code.

9 <u>(h) "Authority having jurisdiction" means the Illinois</u> 10 <u>Department of Public Health or a unit of local government</u> 11 <u>specifically authorized by statute, rule, or ordinance to</u> 12 <u>enforce this Act or any other statute, rule, or ordinance</u> 13 <u>applicable to the mobile home park or manufactured home</u> 14 <u>community.</u>

15 <u>(i) "Managing agent" means any person or entity responsible</u> 16 <u>for the operation, management, or maintenance of a mobile home</u> 17 <u>park or manufactured home community.</u>

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

19 (765 ILCS 745/6.5)

20 Sec. 6.5. Disclosure. A park owner must disclose in writing 21 the following with every lease or sale and upon renewal of a 22 lease of a mobile home or lot in a mobile home park <u>or</u> 23 manufactured home community:

(1) the rent charged for the mobile home or lot in thepast 5 years;

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(2) the park owner's responsibilities with respect to
 the mobile home or lot;

3 (3) information regarding any fees imposed in addition
4 to the base rent;

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(4) information regarding late payments;

(5) information regarding any privilege tax that is applicable;

- 8 (6) information regarding security deposits, including 9 the right to the return of security deposits and interest 10 as provided in Section 18 of this Act; and
- 11 (7) information on a 3-year rent increase projection 12 which includes the 2 years of the lease and the year 13 immediately following. The basis for such rent increases 14 may be a fixed amount, a "not to exceed" amount, a formula, 15 an applicable index, or a combination of these 16 methodologies as elected by the park owner. These increases 17 may be in addition to all the non-controllable expenses including, but not limited to, property taxes, government 18 19 assessments, utilities, and insurance; -

20 (8) the name of the legal entity that owns the manufactured home community or mobile home park, 21 and 22 either: (a) the name, address, and telephone number of the 23 property manager or designated agent for the manufactured 24 home community or mobile home park; or (b) the address and 25 telephone number of the legal entity that owns the manufactured home community or mobile home park, if the 26

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1 <u>manufactured home community or mobile home park does not</u>
2 <u>have a property manager or designated agent; and</u>
3 <u>(9) information contained in any inspection notice</u>
4 <u>required to be posted under subsection (b) of Section 6.7</u>
5 of this Act.

The park owner must update the written disclosure at least 6 7 once per year. The park owner must advise tenants who are 8 renewing a lease of any changes in the disclosure from any 9 prior disclosure. Within 20 days after the closing of a 10 purchase and sale of a manufactured home community or mobile 11 home park that results in a change in the owner, the purchaser 12 or the representative of the purchaser must provide written 13 notice to each homeowner of the new owner and either: (i) the 14 name, address, and telephone number of the property manager or 15 designated agent for the manufactured home community or mobile home park; or (ii) the address and telephone number of the 16 17 legal entity that owns the manufactured home community or mobile home park if the manufactured home community or mobile 18 19 home park does not have a property manager or designated agent. 20 The written notice may be provided by hand delivery to the 21 resident's home, by United States mail or a recognized courier 22 service, by posting in the office of the custodian of the park 23 or in the clubhouse or other area of the park where park 24 residents gather, or by posting on a community bulletin board. 25 The changes to this Section by this amendatory Act of the

26 <u>98th General Assembly apply to disclosures made and changes of</u>

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1 <u>ownership that take place on or after January 1, 2015.</u>

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

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(765 ILCS 745/6.6 new)

4 Sec. 6.6. Notice of bankruptcy or foreclosure proceedings. 5 If a bankruptcy case is commenced by or against a park owner by the filing of a voluntary or involuntary petition under Title 6 7 11 of the United States Code, if a receiver is appointed by a court of competent jurisdiction in a case filed by or against a 8 9 park owner, or if a foreclosure proceeding is initiated against 10 the park property by a creditor of the park owner, then: (i) 11 the park owner shall provide written notice of the commencement of the bankruptcy or foreclosure to the tenant within 30 days 12 13 of process having been properly served upon the park owner notifying the park owner of the commencement of the case or 14 proceeding, or, with respect to a voluntary petition filed by 15 16 the park owner under Title 11 of the United States Code, within 30 days of the park owner's filing of the petition; and (ii) 17 18 the receiver shall notify all tenants of the park of its appointment in accordance with the provisions of subsection (f) 19 20 of Section 15-1704 of the Code of Civil Procedure. The park 21 owner shall cause the written notice from the park owner 22 required by subclause (i) of the immediately preceding sentence 23 to be served by delivering a copy to the known occupant or by 24 leaving the notice with some person of the age of 13 years or 25 upwards who is residing on or in the leased premises or who is

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4 (765 ILCS 745/6.7 new)

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5 <u>Sec. 6.7. Violations; inspection reports; postings;</u>
6 <u>penalty.</u>

7 <u>(a) Any nonconformance with a statute, rule, or ordinance</u> 8 <u>applicable to the mobile home park or manufactured home</u> 9 <u>community constitutes a violation. The authority having</u> 10 <u>jurisdiction shall identify violations in an inspection</u> 11 <u>report. The inspection report shall be served upon the park</u> 12 <u>owner or managing agent in person or by certified United States</u> 13 <u>mail, return receipt requested, postage prepaid.</u>

(b) The park owner or its managing agent shall post in a 14 15 conspicuous place any inspection report received from the 16 authority having jurisdiction regarding health and life safety violations as defined in rules promulgated by the Illinois 17 Department of Public Health. The inspection report shall be 18 posted beginning the business day after the date by which the 19 20 violation or violations must be corrected as set forth in the 21 inspection report issued by the authority having jurisdiction. 22 The posting may be removed only when:

(1) the authority having jurisdiction has issued
 written authorization to remove the posting; or
 (2) the park owner or its managing agent has corrected

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the violation or violations, served notice to the authority 1 2 having jurisdiction that the violation or violations have 3 been corrected by submitting such documentation or 4 affidavit as may be necessary to substantiate the 5 correction by certified United States mail, return receipt requested, postage prepaid, and no less than 15 days have 6 expired from the mailing date of the notice to the 7 8 authority having jurisdiction.

9 <u>(c) Nothing in this Act may be construed to diminish,</u> 10 <u>impair, or otherwise affect the authority of the authority</u> 11 <u>having jurisdiction to charge violations under the Mobile Home</u> 12 <u>Park Act or any other statute, rule, or ordinance applicable to</u> 13 <u>the mobile home park or manufactured home community.</u>

14 <u>(d) Failure to comply with the requirements of this Section</u> 15 <u>subjects the park owner or managing agent to a \$250 penalty.</u> 16 <u>The penalty shall be payable to the authority having</u> 17 <u>jurisdiction which issued the inspection report citing</u> 18 <u>violations.</u>

19 <u>(e) For purposes of enforcement of this Section by the</u> 20 <u>Illinois Department of Public Health, the Illinois</u> 21 <u>Administrative Procedure Act is hereby expressly adopted. The</u> 22 <u>Illinois Department of Public Health has the authority to</u> 23 <u>promulgate rules to enforce this Section.</u>

24 (f) For purposes of enforcement of this Section by any
 25 authority having jurisdiction other than the Illinois
 26 Department of Public Health, the authority having jurisdiction

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has the authority to adopt ordinances to enforce this Section.

(765 ILCS 745/12) (from Ch. 80, par. 212) 2 3 Sec. 12. Lease prohibitions. No lease hereafter executed or 4 currently existing between a park owner and tenant in a mobile 5 home park or manufactured home community in this State shall 6 contain any provision: 7 (a) Permitting the park owner to charge a penalty fee for 8 late payment of rent without allowing a tenant a minimum of 5 9 days beyond the date the rent is due in which to remit such 10 payment; 11 (b) Permitting the park owner to charge an amount in excess 12 of one month's rent as a security deposit; (c) Requiring the tenant to pay any fees not specified in 13 14 the lease; 15 (d) Permitting the park owner to transfer, or move, a 16 mobile home to a different lot, including a different lot in the same mobile home park or manufactured home community, 17 18 during the term of the lease; -19 (e) Waiving the homeowner's right to a trial by jury. 20 If one provision of a lease is invalid, that does not 21 affect the validity of the remaining provisions of the lease. (Source: P.A. 85-607.) 22 23 (765 ILCS 745/18) (from Ch. 80, par. 218)

24 Sec. 18. Security deposit; Interest.

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1 (a) If the lease requires the tenant to provide any deposit 2 with the park owner for the term of the lease, or any part 3 thereof, said deposit shall be considered a Security Deposit. 4 Security Deposits shall be returned in full to the tenant, 5 provided that the tenant has paid all rent due in full for the 6 term of the lease and has caused no actual damage to the 7 premises.

8 The park owner shall furnish the tenant, within 15 days 9 after termination or expiration of the lease, an itemized list 10 of the damages incurred upon the premises and the estimated cost for the repair of each item. The tenant's failure to 11 12 object to the itemized list within 15 days shall constitute an 13 agreement upon the amount of damages specified therein. The park owner's failure to furnish such itemized list of damages 14 15 shall constitute an agreement that no damages have been 16 incurred upon the premises and the entire security deposit 17 shall become immediately due and owing to the tenant.

18 The tenant's failure to furnish the park owner a forwarding 19 address shall excuse the park owner from furnishing the list 20 required by this Section.

(b) A park owner of any park regularly containing 25 or more mobile homes shall pay interest to the tenant, on any deposit held by the park owner, computed from the date of the deposit at a rate equal to the interest paid by the largest commercial bank, as measured by total assets, having its main banking premises in this State on minimum deposit passbook HB4123 Enrolled - 11 - LRB098 15679 RPS 50710 b

savings accounts as of December 31 of the preceding year on any 1 2 such deposit held by the park owner for more than 6 months. 3 However, in the event that any portion of the amount deposited is utilized during the period for which it is deposited in 4 5 order to compensate the owner for non-payment of rent or to 6 make a good faith reimbursement to the owner for damage caused by the tenant, the principal on which the interest accrues may 7 recomputed to reflect the reduction for the period 8 be 9 commencing on the first day of the calendar month following the 10 reduction.

11 The park owner shall, within 30 days after the end of each 12 12-month period, pay to the tenant any interest owed under this 13 Section in cash, provided, however, that the amount owed may be 14 applied to rent due if the owner and tenant agree thereto.

A park owner who willfully fails or refuses to pay the interest required by this Act shall, upon a finding by a circuit court that he willfully failed or refused to pay, be liable for an amount equal to the amount of the security deposit, together with court costs and a reasonable attorney's fee.

(c) A park owner, as landlord, shall hold in trust all security deposits received from a tenant in one or more banks, savings banks, or credit unions, the accounts of which are insured by the Federal Deposit Insurance Corporation, the National Credit Union Administration Share Insurance Fund, or other applicable entity under law. A security deposit and the HB4123 Enrolled - 12 - LRB098 15679 RPS 50710 b

interest due under subsection (b) of this Section is the 1 2 property of the tenant until the deposit is returned to the 3 tenant or used to compensate, or applied to the tenant's obligations to, the park owner, as landlord, in accordance with 4 5 the lease or applicable State and local law. The security deposit shall not be commingled with the assets of the park 6 7 owner, and shall not be subject to the claims of any creditor 8 of the park owner or any party claiming an interest in the 9 deposit through the park owner, including a foreclosing mortgagee or trustee in bankruptcy; provided that this 10 11 subsection does not prevent a foreclosing mortgagee, receiver, 12 or trustee from taking over control of the applicable bank account holding the security deposits, which may include moving 13 14 the security deposits to another bank account meeting the requirements of this Section, provided that the mortgagee, 15 16 receiver<u>, or trustee:</u> 17 (1) shall continue to hold the security deposits in trust as provided in, and subject to, the provisions of 18 19 this Section; and 20 (2) is entitled to use a security deposit to compensate, and apply a security deposit to discharge the 21 22 obligations of the tenant to, the park owner as permitted

23 by the lease or applicable State and local law.

24 (Source: P.A. 88-643, eff. 1-1-95.)