Subd. 5. ANNUAL REPORT. The commissioner shall report to the legislature by February 1, 1993, on the results of the pilot projects and any recommendations for changes in the case management system.

Sec. 2. SUNSET.

The commissioner's authority under section 1 expires on June 30, 1993.

Sec. 3. EFFECTIVE DATE.

Section 1 is effective the day following final enactment.

Presented to the governor April 15, 1991

Signed by the governor April 17, 1991, 3:02 p.m.

### CHAPTER 26-S.F.No. 154

An act relating to manufactured home parks; providing for notice and right to purchase for conversion or the closing of a park under certain circumstances; amending Minnesota Statutes 1990, section 327C.095, subdivision 1, and by adding subdivisions; proposing coding for new law in Minnesota Statutes, chapter 327C.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1990, section 327C.095, subdivision 1, is amended to read:

Subdivision 1. CONVERSION OF USE; MINIMUM NOTICE. At least nine months before the conversion of all or a portion of a manufactured home park to another use, or before closure of a manufactured home park or cessation of use of the land as a manufactured home park, the park owner must prepare a closure statement and provide a copy to the local planning agency and a copy to a resident of each manufactured home where the residential use is being converted. A resident may not be required to vacate until 60 days after the conclusion of the public hearing required under subdivision 4. If a lot is available in another section of the park that will continue to be operated as a park, the park owner must allow the resident to relocate the home to that lot unless the home, because of its size or local ordinance, is not compatible with that lot.

Sec. 2. Minnesota Statutes 1990, section 327C.095, is amended by adding a subdivision to read:

<u>Subd.</u> 6. INTENT TO CONVERT USE OF PARK AT TIME OF PUR-CHASE. <u>Before the execution of an agreement to purchase a manufactured</u> home park, the purchaser must notify the park owner, in writing, if the purchaser intends to close the manufactured home park or convert it to another use

New language is indicated by underline, deletions by strikeout.

within one year of the execution of the agreement. The park owner shall provide a resident of each manufactured home with a 45-day written notice of the purchaser's intent to close the park or convert it to another use. The notice must state that the park owner will provide information on the cash price and the terms and conditions of the purchaser's offer to residents requesting the information. The notice must be sent by first class mail to a resident of each manufactured home in the park. The notice period begins on the postmark date affixed to the notice and ends 45 days after it begins. During the notice period required in this subdivision, the owners of at least 51 percent of the manufactured homes in the park or a nonprofit organization which has the written permission of the owners of at least 51 percent of the manufactured homes in the park to represent them in the acquisition of the park shall have the right to meet the cash price and execute an agreement to purchase the park for the purposes of keeping the park as a manufactured housing community. The park owner must accept the offer if it meets the cash price and the same terms and conditions set forth in the purchaser's offer except that the seller is not obligated to provide owner financing. For purposes of this section, cash price means the cash price offer or equivalent cash offer as defined in section 500.24, subdivision 6, paragraph (d).

Sec. 3. Minnesota Statutes 1990, section 327C.095, is amended by adding a subdivision to read:

Subd. 7. INTENT TO CONVERT USE OF PARK AFTER PURCHASE. If the purchaser of a manufactured home park decides to convert the park to another use within one year after the purchase of the park, the purchaser must offer the park for purchase by the residents of the park. For purposes of this subdivision, the date of purchase is the date of the transfer of the title to the purchaser. The purchaser must provide a resident of each manufactured home with a written notice of the intent to close the park and all of the owners of at least 51 percent of the manufactured homes in the park or a nonprofit organization which has the written permission of the owners of at least 51 percent of the manufactured homes in the park to represent them in the acquisition of the park shall have 45 days to execute an agreement for the purchase of the park at a cash price equal to the original purchase price paid by the purchaser plus any documented expenses relating to the acquisition and improvement of the park property, together with any increase in value due to appreciation of the park. The purchaser must execute the purchase agreement at the price specified in this subdivision and pay the cash price within 90 days of the date of the purchase agreement. The notice must be sent by first class mail to a resident of each manufactured home in the park. The notice period begins on the postmark date affixed to the notice and ends 45 days after it begins.

Sec. 4. Minnesota Statutes 1990, section 327C.095, is amended by adding a subdivision to read:

<u>Subd. 8.</u> **REQUIRED FILING OF NOTICE.** <u>Subdivisions 6 and 7 apply to</u> <u>manufactured home parks upon which notice has been filed with the county</u>

New language is indicated by underline, deletions by strikeout.

recorder or registrar of titles in the county where the manufactured home park is located. Any person may file the notice required under this subdivision with the county recorder or registrar of titles. The notice must be in the following form:

# "MANUFACTURED HOME PARK NOTICE

## THIS PROPERTY IS USED AS A MANUFACTURED HOME PARK

.....

# PARK OWNER

<u>.....</u>

<u>.....</u>

## LEGAL DESCRIPTION OF PARK

\_\_\_\_\_\_

# COOPERATIVE ASSOCIATION (IF APPLICABLE)"

Sec. 5. Minnesota Statutes 1990, section 327C.095, is amended by adding a subdivision to read:

<u>Subd.</u> 9. EFFECT OF NONCOMPLIANCE. If a manufactured home park is finally sold or converted to another use in violation of subdivision 6 or 7, the residents do not have any continuing right to purchase the park as a result of that sale or conversion. A violation of subdivision 6 or 7 is subject to section 8.31, except that relief shall be limited so that questions of marketability of title shall not be affected.

Sec. 6. Minnesota Statutes 1990, section 327C.095, is amended by adding a subdivision to read:

Subd. 10, EXCLUSION. Subdivisions 6 and 7 do not apply to:

(1) a conveyance of an interest in a manufactured home park incidental to the financing of the manufactured home park;

(2) <u>a conveyance by a mortgagee subsequent to foreclosure of a mortgage or</u> <u>a deed given in lieu of a foreclosure; or</u>

(3) a purchase of a manufactured home park by a governmental entity under its power of eminent domain.

Sec. 7. Minnesota Statutes 1990, section 327C.095, is amended by adding a subdivision to read:

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<u>Subd. 11.</u> AFFIDAVIT OF COMPLIANCE. After a park is sold, a park owner or other person with personal knowledge may file an affidavit with the county recorder or registrar of titles in the county in which the park is located certifying compliance with subdivision 6 or 7 or that subdivisions 6 and 7 are not applicable. The affidavit may be used as proof of the facts stated in the affidavit. A person acquiring an interest in a park or a title insurance company or attorney who prepares, furnishes, or examines evidence of title may rely on the truth and accuracy of statements made in the affidavit and is not required to inquire further as to the park owner's compliance with subdivisions 6 and 7. When an affidavit is filed, the right to purchase provided under subdivisions 6 and 7 terminate, and if registered property, the registrar of titles shall delete the memorials of the notice and affidavit from future certificates of title.

#### Sec. 8. [327C.096] NOTICE OF SALE.

When a park owner offers to sell a manufactured home park to the public through advertising in a newspaper or by listing the park with a realtor licensed by the department of commerce, the owner must provide concurrent written notice to a resident of each manufactured home in the park that the park is being offered for sale. Written notice provided once within a one-year period satisfies the requirement under this section. The notice provided by the park owner to a resident of each manufactured home does not grant any property rights in the park and is for informational purposes only. This section does not apply in the case of a taking by eminent domain, a transfer by a corporation to an affiliate, a transfer by a partnership to one or more of its partners, or a sale or transfer to a person who would be an heir of the owner if the owner were to die intestate. If at any time a manufactured home park owner receives an unsolicited bona fide offer to purchase the park that the owner intends to consider or make a counter offer to, the owner is under no obligation to notify the residents as required under this section.

Presented to the governor April 15, 1991

Signed by the governor April 17, 1991, 2:59 p.m.

#### CHAPTER 27-S.F.No. 5

An act relating to retirement; authorizing a benefit increase for certain retired police officers, firefighters, and surviving spouses in the city of Eveleth.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. EVELETH POLICE AND FIREFIGHTERS; BENEFIT INCREASE.

# New language is indicated by <u>underline</u>, deletions by strikeout.