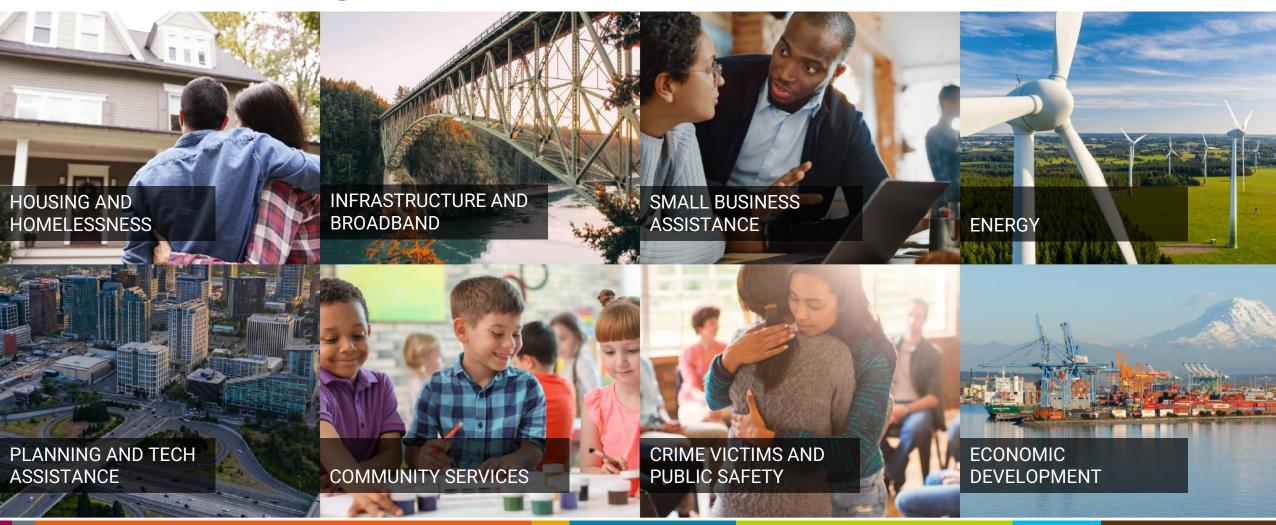
Preserving Manufactured Housing Communities as Affordable Homeownership

MHC Programs | Homeownership Unit



We strengthen communities



Notice of Opportunity to Compete to Purchase & Community Preservation

Notice of Opportunity to Compete to Purchase

What is it?

- A legally required written notice that informs residents the community in which they live is being listed for sale
- The purpose of the Notice is to provide a more transparent community sales process that allows tenants and eligible organizations an opportunity to purchase and preserve communities

When is it issued?

- Before the community is marketed for sale
- Before it is included in a multiple listing
- When the owner receives an offer to purchase they intend to consider

What does it mean to tenants?:

- Your community is not closing
- You have 70 days to determine if you as tenants want to make an offer to purchase the community
- You can work with an eligible organization (if available)
- You have access to a status update every 6 months

Responding to a Notice

give the tenants or Eligible Organization the FIRST RIGHT OF REFUSAL

Commerce has received

126 NOTICES

since July 2023 when SB 5198 was enacted

Role of the Department of Commerce

Eligible organizations:

- Community land trusts
- Resident nonprofit coop
- Local government
- Local housing authority
- Nonprofit community or neighborhoodbased organization
- Federally recognized Indian tribe in the State of WA
- Regional or statewide nonprofit housing assistance organization

- Administers the Notice process and forwards to Eligible Organizations
 - Provides Notice templates
 - Provides an electronic fillable Notice form
- Manages the 6-month status update
 - Maintains publicly available community status spreadsheet
- Alerts the Office of the Attorney General to non-compliance of Notice requirements for enforcement actions

Timeline Overview – RCW 59.20.330

Step 1

Notice of Opportunity to Compete to Purchase is delivered to Residents & Officers of qualified Tenant Organization Step 2

Within 70 Days of Step 1

Tenants or
Eligible Org must
notify
Community
Owner of
interest in
purchasing
community

Form a qualified tenant organization

Step 3

Within 20 Days of Step 2

Tenants or
Eligible Org may
request asking
price & financial
information
related to
operation of
community

Step 4

Within 21 Days of Step 3

Community
Owner must
provide asking
price and
financial
information
related to
operation of
community

Step 5

Within 21 Days of Step 4

Tenants through formation of legal cooperative or through association with an Eligible Org must submit a written purchase offer

Step 6

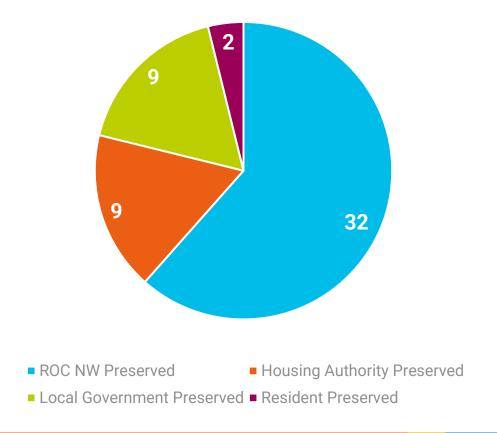
Within 10 Days of Step 5

Community Owner must accept, reject, or submit a counter offer

^{**}This slide represents a summary of the steps and timeline for the Notice of Opportunity to Compete to purchase, please refer to RCW 59.20.325 & .330 for decision making purposes.

Community Preservation & Resources

Preserved Communities in WA State



- Commerce Eligible Organization Registry
- ROC Northwest
- Commerce Homeownership
 Programs Webpage
- Manufactured/Mobile Home
 Community Guidance for Local
 Governments
- Manufactured Housing Dispute Resolution Program (MHDRP)

2025 Funding Structure Study

2025 Funding Structure Study - Findings

 Outcome of the 2024 legislative session

 Follow-up to the 2020 legislative report

- Key challenges to MHC preservation
 - Access to enough low- or nocost capital
 - Financing infrastructure improvements
 - Short acquisition timelines
 - Competition with commercial buyers
 - Lack of pre-development funding
 - Competition for limited funding

Study Findings, continued

Key elements of effective funding structures

- Funders with institutional knowledge of MHC preservation
- Funding available as grants or low-cost loans
- Funding dedicated exclusively to MHC preservation
- Funding that is available quickly (on-demand)

More information needed

- Developing common MHC data collection criteria
- State-wide MHC census
- Developing preservation feasibility assessment criteria

Stakeholder Engagement

2025 Summer Stakeholder Conversations

Who?

 Homeowners, community owners, advocates, local government, housing authorities, nonprofits, state agencies

Why?

Intentional networking and collaboration – problem solve, innovate, elevate issues

What?

- What is a priority issue you'd like to address together with stakeholders and Commerce?
- What is one idea to help resolve this issue?
- How do you see other stakeholders helping with this issue?
- How do you see Commerce helping with this issue?

Themes & Next Steps

- Common themes include:
 - Funding
 - Regulations
 - Community interaction
- Next steps include:
 - Future conversations and work groups
 - Signing up for MHC stakeholder contact list
 - Signing up for the GovDelivery email list

Resources

- Commerce Manufactured Housing Programs Webpage
- Commerce Homeownership Programs Webpage
- RCW 59.20.325 Notice of opportunity to compete to purchase
- Submit a Notice of Opportunity to Compete to Purchase (Community Owners, Representatives)
- View Notice of Opportunity to Compete to Purchase List
- RCW 59.20.350 Registry of eligible organizations

Resources, continued

- Eligible Organization Registry Application (Eligible Organizations)
- View Registry of Eligible Organizations
- RCW 59.20.080(1)(e) Notice (of closure)
- RCW 59.21 Mobile Home Relocation Assistance
- RCW 59.21.030 Closure notice-Requirements
- RCW 59.22 Office of mobile/manufactured home relocation assistance—Resident-owned MHPs

Resources, continued

- RCW 59.30.050 MHC Registration process, fees
- <u>Department of Revenue List of Registered MHCs</u> (within "Where are the manufactured/mobile home communities in Washington" drop-down)
- Manufactured Housing Dispute Resolution Program (MHDRP)
- Manufactured/Mobile Home Landlord-Tenant Act (MHLTA)
- SB 5298 Manufactured/Mobile Home Communities—Notice of sale or lease (Notice of Opportunity to Compete to Purchase)
- HB 1217 Residential Tenants—Rent and Fees (rent stabilization)

Questions?

Thank you!

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