

LRB or Bill No./Adm. Rule No.
AB 720 / 3354/1

Amendment No. if Applicable

- ORIGINAL UPDATED
- CORRECTED SUPPLEMENTAL

FISCAL ESTIMATE
DOA-2048 N(R10/94)

Subject
MANUFACTURED HOMES

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation
or affects a sum sufficient appropriation.

- Increase Costs - May be possible to Absorb
Within Agency's Budget Yes No
- Decrease Costs

- Increase Existing Appropriation Increase Existing Revenues
- Decrease Existing Appropriation Decrease Existing Revenues
- Create New Appropriation

Local: No local government costs

- 1. Increase Costs
 Permissive Mandatory
- 2. Decrease Costs
 Permissive Mandatory

- 3. Increase Revenues
 Permissive Mandatory
- 4. Decrease Revenues
 Permissive Mandatory

- 5. Types of Local Government Units Affected:
- Towns Villages Cities
- Counties Others _____
- School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

Currently, the Department conducts inspections of manufactured home manufacturing facilities and licenses manufacturers located within the state. The portion of the statutes under which the department collects fees and delivers these services is not changed by this proposed legislation.

Long-Range Fiscal Implications

Agency/Prepared by:(Name & Phone No.)
DILHR Robert DuPont 266-8984

Authorized Signature/Telephone No.

Neil C. W. 266-6920

Date
12/15/95

FISCAL ESTIMATE WORKSHEET

1995 Session

Detailed Estimate of Annual Fiscal Effect
DOA-2047(R10/94)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.

Amendment No.

AB 720 / 3354/1

Subject

MANUFACTURED HOMES

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect:)

II. Annualized Costs:		Annualized Fiscal impact on State funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$ 0	\$ 0
(FTE Position Changes)		(FTE)	(FTE)
State Operations - Other Costs		\$ 0	\$ 0
Local Assistance		\$ 0	\$ 0
Aids to Individuals or Organizations		\$ 0	\$ 0
TOTAL State Costs by Category		\$ 0	\$ 0
B. State Costs by Source of Funds		Increased Costs	Decreased Costs
GPR		\$ 0	\$ 0
FED		\$ 0	\$ 0
PRO/PRS		\$ 0	\$ 0
SEG/SEG-S		\$ 0	\$ 0
III. State Revenues -		Increased Rev.	Decreased Rev.
Complete this only when proposal will increase or decrease state revenues (e.g. tax increase, decrease in license fee, etc.)			
GPR Taxes		\$ 0	\$ 0
GPR Earned		\$ 0	\$ 0
FED		\$ 0	\$ 0
PRO/PRS		\$ 0	\$ 0
SEG/SEG-S		\$ 0	\$ 0
TOTAL State Revenues		\$ 0	\$ 0

NET ANNUALIZED FISCAL IMPACT

	STATE	LOCAL
NET CHANGE IN COSTS	\$ 0	\$ 0
NET CHANGE IN REVENUES	\$ 0	\$ 0

Agency/Prepared by:(Name & Phone No.)

DILHR Robert DuPont

266-8984

Authorized Signature/Telephone No.

[Signature] 266-6928

Date

12/15/95

ISCAL ESTIMATE
DOA-2048 (R10/92)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
AB 720 -3354
Amendment No. if Applicable

Subject

Definition and Regulation Changes for Mobile and Manufactured Homes

Fiscal Effect (for DOA)

State: No State Fiscal Effect

Check columns below only if bill make a direct appropriation or affects a sum sufficient appropriation.

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

- Increase Costs - May be possible to Absorb Within Agency's Budget Yes No
 Decrease Costs

Local: No local government costs

- | | | |
|---|---|--|
| <p>1. <input type="checkbox"/> Increase Costs
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> <p>2. <input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> | <p>3. <input type="checkbox"/> Increase Revenues
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> <p>4. <input type="checkbox"/> Decrease Revenues
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory</p> | <p>5. Types of Local Governmental Units Affected:
<input type="checkbox"/> Towns <input type="checkbox"/> Villages <input type="checkbox"/> Cities
<input type="checkbox"/> Counties <input type="checkbox"/> Others _____
<input type="checkbox"/> School Districts <input type="checkbox"/> VTAE Districts</p> |
|---|---|--|

Fund Sources Affected

GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

20.505(7) (ff)

Assumptions Used in Arriving at Fiscal Estimate

There are currently 843 manufactured housing parks in the state of Wisconsin. All of these parks are regulated, as required by statute, by the Department of Administration (DOA). Total revenue generated through the licensing of these parks for 1995 was \$71,600.

AB 720 increases the number of manufactured homes that must be located in a park to be licensed by DOA. The bill raises that number from 2 homes to 3 homes.

There are 29 mobile home parks that have only 2 manufactured homes within their boundaries. The annual fee for these parks is \$70 per park. Thus, if the definition of a manufactured home park increased from 2 sites to 3 sites, DOA would lose \$2,030 worth of program revenue.

Long-Range Fiscal Implications

This would be a one-time reduction.

Agency/Prepared by: (Name & Phone No.)

DOA/Division of Housing
Lee Martinson 267-4889

Authorized Signature/Telephone No.

John Seemeyer 266-3509

Date

12/18/95

FISCAL ESTIMATE WORKSHEET

1995
~~1993~~ Session

Detailed Estimate of Annual Fiscal Effect ORIGINAL UPDATED
DOA-2047(R10/92) CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No. Amendment No.
AB 720

Subject
Definition and Regulation Changes for Mobile and Manufactured Homes

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs:	Annualized Fiscal impact on State funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
State Operations - Other Costs		-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$	\$ -
B. State Costs by Source of Funds		
GPR	\$	\$ -
FED		-
PRO/PRS		-
SEG/SEG-S		-
III. State Revenues- Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)		
GPR Taxes	\$	\$ -
GPR Earned		-
FED		-
PRO/PRS		-2,030.00
SEG/SEG-S		-
TOTAL State Revenues	\$	\$ -

NET ANNUALIZED FISCAL IMPACT

	<u>STATE</u>	<u>LOCAL</u>
NET CHANGE IN COSTS	\$ _____	\$ _____
NET CHANGE IN REVENUES	\$ <u>-2,030.00</u>	\$ _____

Agency/Prepared by: (Name & Phone No. DOA/Div. of Hous) Authorized Signature/Telephone No. Date
 Martinson 267-4889 *John Seemeyer* 266-3508 12/18/95

LRB or Bill No./Adm. Rule No.

AB 720

(-3354)

Amendment No. if Applicable

FISCAL ESTIMATE
JA-2048 N(R10/94)

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Subject
Mobile Homes and Manufactured Homes

Fiscal Effect **See text of fiscal note**
State: No State Fiscal Effect
Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation
 Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

- Increase Costs - May be Possible to Absorb Within Agency's Budget Yes No
 Decrease Costs

Local: No Local Government Costs **See text of fiscal note**

1. Increase Costs
 Permissive Mandatory
2. Decrease Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory
4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities
 Counties Others _____
 School Districts WTCS Districts

Fund Sources Affected
 GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

Assumptions Used in Arriving at Fiscal Estimate

Local Fiscal Effect

Mobile homes and manufactured homes are taxed as real estate or personal property unless the municipality has enacted a mobile home parking fee ordinance, in which case the mobile home is subject to a monthly parking permit fee. Most municipalities with mobile home parks have enacted a mobile home parking fee ordinance.

In administering the mobile home parking fee, "mobile home" is a generic term which comprehends manufactured homes. The bill clarifies this by inserting "mobile home or manufactured home" wherever the term "mobile home" appears in current law.

Under current law, the definition of a mobile home subject to the monthly parking fee makes no reference to size. Under the bill, a mobile home is defined as a vehicle manufactured before 1977. A manufactured home, on the other hand, is defined as having certain minimum dimensions--8 feet wide, or 40 feet long or 320 square feet. Thus, manufactured homes smaller than these minimum dimensions might not be subject to the fee. It is unlikely there are many manufactured homes smaller than these dimensions; therefore, this provision is expected to have an insignificant fiscal effect.

(continued on page two)

Long-Range Fiscal Implications

Agency/Prepared by: (Name & Phone No.)

Wisconsin Department of Revenue

Rebecca Boldt, (608) 266-6785/Paul Neumann, (608) 266-9706

Authorized Signature/Telephone No.

Yeang-Eng Braun
(608) 266-2700

Yeang Eng Braun

Date

1/23/96

FISCAL ESTIMATE WORKSHEET
Detailed Estimate of Annual Fiscal Effect
DOA-2047(R10/94)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No. AB 720	Amendment No.
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Subject

Mobile Homes and Manufactured Homes

I. One-Time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs:	Annualized Fiscal Impact on State Funds from:	
A. State Costs by Category	Increased Costs	Decreased Costs
State Operations - Salaries and Fringe	\$	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
State Operations-Other Costs		-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$	\$ -
B. State Costs by Source of Funds	Increased Costs	Decreased Costs
GPR	\$	\$ -
FED		-
PRO/PRS		-
SEG/SEG-S		-
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)	Increased Rev.	Decreased Rev.
GPR Taxes	\$	\$ -
GPR Earned		-
FED		-
PRO/PRS		-
SEG/SEG-S		-
TOTAL State Revenues	\$	\$ -

NET ANNUALIZED FISCAL IMPACT

STATE

LOCAL

NET CHANGE IN COSTS \$ _____

NET CHANGE IN REVENUES \$ see text of fiscal note

\$ _____

\$ see text of fiscal note

Agency/Prepared by: (Name & Phone No.) Wisconsin Department of Revenue Rebecca Boldt, (608) 266-6785/Paul Neumann, (608) 266-9706	Authorized Signature/Telephone No. Yeang-Eng Braun (608) 266-2700 <i>Yeang Eng Braun</i>	Date <i>1/23/96</i>
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Wisconsin Manufactured Housing Association

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April 4, 1996

TO: Assembly Housing Committee

Why AB 720 is before the Legislature?

The evolution of the manufactured housing industry in Wisconsin has led to a clear division between structures built as recreational vehicles and structures built as permanent housing. The Wisconsin statutes currently lump both RV's and manufactured homes into one catch-all term: "mobile home".

In 1980 all Federal Statutes were amended to substitute the term "manufactured home" for "mobile home". Other states such as Ohio and Virginia, have also updated their statutes to reflect this change.

A manufactured home is a home built to the National Manufactured Home Construction and Safety Standards. The Department of Housing and Urban Development (HUD) regulates the construction standards, therefore, the homes are often referred to as "HUD Code" homes. Each HUD Code home is inspected at the factory and issued a red HUD certification label.

What Does AB 720 Do?

Currently, the term "mobile home" refers to recreational vehicles, fifth-wheels, motor homes, campers, pop-up trailers, mobile homes, and manufactured homes. AB 720 simply labels an RV an RV, a manufactured home a manufactured home, and labels fifth-wheel's and other types of camping vehicles as "recreational trailers".

In addition to clarifying terminology, AB 720:

- 1) Eliminates some unnecessary statutory language from the DILHR statutes (§101.94);
- 2) Increases from 2 to 3 the number of units that must be located on a plot of ground before it is considered a mobile or manufactured home park;
- 3) Moves the manufactured home dealer licensing language from the Department of Transportation section of the statutes to the Division of Housing statutes in Ch. 16.

Is There Any Opposition?

During November 1995, AB 720 was circulated to all the major agency's affected. Concerns raised by the Department of Transportation and Department of Veteran's Affairs are now reflected in three amendments. No other agencies expressed concern with the bill.

The three amendments do the following:

- 1) Restores the manufactured home advisory committee (§101.96), avoiding a conflict with AB 510 which has already passed the Assembly and waiting concurrence in the Senate.
- 2) Allows Veterans Loans for permanent dwellings, not RV or Campers.
- 3) Substitutes "recreational trailer" for "travel trailer" as catch-all term for pull behind vehicles.

Is AB 720 A Policy Laden Bill?

No, except for modifying the number of sites which constitute a mobile home park from 2 to three, there are no policy initiatives in the bill.

Just Which Agencies Are Affected?

The attached chart shows the major agencies which regulate manufactured housing. However, additional agencies such as Veterans Affairs and Revenue are affected in some minor way. All affected agencies have had a chance to review and comment on the bill.

Regulation of Manufactured Housing

Current Law

