

Subject Manufactured Home Grant Programs

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Overview

This bill, as proposed to be amended by H3837A1, would amend the Manufactured Home Community Redevelopment Program by allowing the Minnesota Housing Finance Agency (MHFA) to issue both grants and loans for manufactured home park infrastructure improvement and by requiring recipients of infrastructure funding to: (1) keep lot prices affordable for 30 years after receiving a grant or loan; (2) offer park residents the opportunity to purchase the park if the owner decides to sell during the period; and (3) offer long-term lot leases. This bill would also appropriate \$5,000,000 to the program in fiscal year 2022 and \$5,000,000 in fiscal year 2023, increasing the base appropriation to the program from \$1,000,000 per year to \$6,000,000 per year.

This bill would establish a pilot program for MHFA to issue grants to nonprofits to fund home financing, down payment assistance, and manufactured home repair, renovation, removal, and site preparation. This bill appropriates \$25,000,000 in fiscal year 2022 from the general fund to MHFA to fund the program.

This bill would also establish a pilot program to assist manufactured home residents in purchasing the manufactured home parks in which they reside to form manufactured housing cooperatives and resident-owned communities. This bill appropriates \$10,000,000 in fiscal year 2022 from the general fund to MHFA to fund the program.

Summary

Section	Description
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| 1 | Manufactured home park infrastructure grants.
Amends Minn. Stat. § 462A.2035, subd. 1b to authorize use of loans for infrastructure improvement. Previously only grants were authorized by statute. |
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<u>Section</u>	<u>Description</u>
2	<p>Conditions for grants and loans.</p> <p>Amends Minn. Stat. § 462A.2035 by adding a subdivision requiring entities receiving funding for infrastructure improvement to, for a thirty-year period starting with receipt of funding, agree to: (1) keep lot rents affordable to homes at or below 115 percent of area median income; (2) allow residents an opportunity to purchase the park if it is sold; and (3) offer long-term leases.</p>
3	<p>Manufactured home lending grants; appropriation.</p> <p>Subd. 1. Definitions. Defines the operating agency as the Minnesota Housing Finance Agency.</p> <p>Subd. 2. Eligible organization. Defines an eligible organization as a nonprofit which is primarily located in Minnesota, which is a qualified nonprofit lender, and which serves low-income populations in manufactured home parks owned by residents, cooperatives, municipalities, or nonprofits.</p> <p>Subd. 3. Eligible services. Authorizes use of funding on new manufactured home financing, down payment assistance, and the repair, removal, and renovation of a manufactured home.</p> <p>Subd. 4. Commissioner duties. Requires the commissioner to consult with stakeholders and develop program materials within 90 days of final enactment of the section.</p> <p>Subd. 5. Appropriation. Appropriates \$25,000,000 in fiscal year 2022 from the general fund to MHFA to fund the program.</p>
4	<p>Manufactured home park redevelopment program; appropriation.</p> <p>Appropriates \$5,000,000 in fiscal year 2022 and \$5,000,000 in fiscal year 2023 from the general fund to MHFA to fund manufactured home park infrastructure grants under Minn. Stat. § 462A.2035, subd. 1b. Increases the base appropriation from \$1,000,000 to \$6,000,000 annually.</p>
5	<p>Appropriation; manufactured home park cooperative purchase program.</p> <p>Appropriates \$10,000,000 in fiscal year 2022 from the general fund to MHFA to fund a pilot program for nonprofits to help manufactured home park residents to purchase their manufactured home parks. Allows use of funds both for nonprofits to help residents organize and for down payment assistance on the manufactured home park. Requires MHFA to consult with stakeholders in developing program guidelines and materials. Requires a park purchased with a grant under this section to be kept as a manufactured home park for 30 years after purchase and requires grantees to use funds to assist in the creation and preservation of housing that is affordable to</p>

Section **Description**

households with incomes at or below 80 percent of the greater of state or area median income.



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