

1 TO THE HOUSE OF REPRESENTATIVES:

2 The Committee on General and Housing to which was referred House Bill  
3 No. 757 entitled “An act relating to manufactured homes and limited equity  
4 cooperatives” respectfully reports that it has considered the same and  
5 recommends that the bill be amended by striking out all after the enacting  
6 clause and inserting in lieu thereof the following:

7 \* \* \* Manufactured Homes \* \* \*

8 Sec. 1. 9 V.S.A. chapter 72 is amended to read:

9 CHAPTER 72. MOBILE HOMES

10 § 2601. DEFINITIONS

11 (a) As used in this chapter, unless the context requires otherwise, “mobile  
12 home” means:

13 (1) A mobile home as defined in 10 V.S.A. § 6201.

14 (2) An unmotorized vehicle, other than a travel or recreational trailer,  
15 designed to be towed and designed or equipped for use as sleeping, eating, or  
16 living quarters.

17 (b) A mobile home remains a mobile home for purposes of this chapter  
18 even though it may be used for advertising, sales, display, or promotion of  
19 merchandise or services, or for any other commercial purposes except the  
20 transportation of property.

1 (c) A mobile home that was financed as residential real estate shall be  
2 defined as residential real estate.

3 (d) “Permanently sited” means the mobile home has become affixed to the  
4 land. Factors that tend to show a mobile home is permanently sited include  
5 one or more of the following:

6 (1) The mobile home has been set up on blocks or otherwise stabilized  
7 so that the wheels do not form a major part of the structural support.

8 (2) The mobile home has been connected to utilities such as electricity,  
9 sewage, water, gas, or oil.

10 (3) Skirting has been installed around the base of the mobile home.

11 (4) The wheels or axles have been removed.

12 (5) The mobile home has been situated in a place that makes removal  
13 unlikely.

14 \* \* \*

15 § 2604. REAL ESTATE DEEDS FOR MOBILE HOMES

16 (a) Any mobile home purchased from a mobile home dealer on or after July  
17 1, 2008, that is financed as residential real estate pursuant to subsection  
18 2603(b) of this title shall be conveyed by a warranty deed ~~drafted in~~  
19 ~~substantially the form provided in subsection (c) of this section.~~

20 (b) An owner of a mobile home ~~shall~~ that is permanently sited may, upon  
21 financing or refinancing a mobile home as residential real estate or selling a

1 mobile home that has been financed as residential real estate or will be so  
2 financed by the grantee, issue to the grantee either a warranty deed or a  
3 quitclaim deed ~~that is drafted in substantially the form provided in subsection~~  
4 ~~(e) or (d) of this section.~~

5 (c) A warranty deed ~~that is substantially in the form provided in this~~  
6 ~~subsection~~ shall, when duly executed and delivered, have the force and effect  
7 of a deed in fee simple to the grantee, the heirs, successors, and assigns, to  
8 their own use, with covenants on the part of the grantor, for the grantor, the  
9 grantor's heirs, executors, and administrators that, at the time of the delivery of  
10 the deed, the grantor was lawfully seized in fee simple of the mobile home;  
11 that the mobile home was free from all encumbrances, except as stated; that the  
12 grantor had good right to sell and convey the same to the grantee, the grantee's  
13 heirs, successors, and assigns; and that the grantor and the grantor's heirs,  
14 executors, and administrators shall warrant and defend the same to the grantee  
15 and the grantee's heirs, successors, and assigns, against the lawful claims and  
16 demands of all persons except as stated. ~~No owner of land on which a mobile~~  
17 ~~home is sited shall unreasonably withhold the consent required by this~~  
18 ~~statutory form~~ A warranty deed described in this subsection may take the  
19 following form.

1 Form for Mobile Home Warranty Deed

2 \_\_\_\_\_, of \_\_\_\_\_, \_\_\_\_\_ County, State of \_\_\_\_\_,  
3 (“Grantor”), for consideration paid, grants to \_\_\_\_\_ of Street, Town  
4 (City) of \_\_\_\_\_, \_\_\_\_\_ County, State of \_\_\_\_\_ (“Grantee”),  
5 with warranty covenants, the \_\_\_\_\_ (description of mobile home being  
6 conveyed: name of manufacturer, model and serial number, and encumbrances,  
7 exceptions, reservations, if any) which mobile home is situated, or is to be  
8 situated, at \_\_\_\_\_ (state name of park, if any, and street address), Town  
9 (City) of \_\_\_\_\_, \_\_\_\_\_ County, State of Vermont.

10 The tract or parcel of land upon which the mobile home is situated, or is to be  
11 situated, is owned by \_\_\_\_\_ by deed dated and recorded at  
12 Book \_\_\_\_\_, Page \_\_\_\_\_ in the land records of the Town (City) of  
13 \_\_\_\_\_.

14 \_\_\_\_\_ (wife) (husband) of said Grantor, releases to said Grantee all  
15 rights and other interests therein.

16 Signed this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

17 (Here add acknowledgment)

18 \_\_\_\_\_, owner of the tract or parcel of land upon which the  
19 aforesaid mobile home is situated, or is to be situated, hereby consents to the  
20 conveyance of the mobile home.

21 Signed this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

1 (Here add acknowledgment)

2 [ ] Check box if the mobile home has been relocated from one site to another  
3 within Vermont, and attach a Relocation Statement in the form provided in  
4 section 2606 of this title.

5 (d) A quitclaim deed ~~that is substantially in the form provided in this~~  
6 ~~subsection~~ shall, when duly executed and delivered, have the force and effect  
7 of a deed in fee simple to the grantee, the heirs, successors, and assigns, to  
8 their own use subject to encumbrances of record. ~~No owner of land on which~~  
9 ~~the mobile home is sited shall unreasonably withhold consent required by this~~  
10 ~~statutory form~~ A warranty deed described in this subsection may take the  
11 following form.

12 Form for Mobile Home Quitclaim Deed

13 \_\_\_\_\_, of \_\_\_\_\_, \_\_\_\_\_ County, State of \_\_\_\_\_  
14 (“Grantor”), for consideration paid, grants to \_\_\_\_\_ of \_\_\_\_\_  
15 Street, Town (City) of \_\_\_\_\_, \_\_\_\_\_ County, State of  
16 \_\_\_\_\_ (“Grantee”), with quitclaim covenants, the (description of  
17 mobile home being conveyed: name of manufacturer, model and serial  
18 number, and encumbrances, exceptions, reservations, if any) which mobile  
19 home is situated, or is to be situated, at \_\_\_\_\_ (state name of park, if  
20 any, and street address), Town (City) of \_\_\_\_\_ County, State of  
21 Vermont.



1     § 2605. ~~MOBILE HOME BILL OF SALE CONVERSION PROCESS~~

2           ~~The owner of any mobile home that was initially financed pursuant to a~~  
3     ~~motor vehicle loan, motor vehicle retail installment contract, or another form~~  
4     ~~of chattel mortgage shall, if the mobile home is subsequently financed as~~  
5     ~~residential real estate pursuant to subsection 2603(b) of this title, file a request~~  
6     ~~for purging of the security interest with the clerk of the municipality where the~~  
7     ~~chattel mortgage for the mobile home was last recorded.~~

8           ~~(1) A request to purge the security interest of a mobile home shall~~  
9     ~~include the most recent Vermont uniform bill of sale or certificate of origin,~~  
10    ~~the terminated UCC financing statement or statements, and an executed~~  
11    ~~warranty or quitclaim deed, which shall be drafted substantially in the form~~  
12    ~~provided in section 2604 of this title.~~

13          ~~(2) Upon the filing of a request to purge the security interest of a mobile~~  
14    ~~home with the clerk of the municipality where the chattel mortgage for the~~  
15    ~~mobile home was last recorded, and upon the owner's procuring the consent of~~  
16    ~~the holders of any security interest in the mobile home shown to be unreleased,~~  
17    ~~the mobile home shall become residential real estate.~~

18          ~~(3) Upon receiving a request to purge the security interest of a mobile~~  
19    ~~home, the municipal clerk shall mark or stamp the originally filed Vermont~~  
20    ~~uniform bill of sale or certificate of origin with the word "converted."~~



1 formula contained in the articles. That value shall be consistent with the object  
2 of maintaining long-term affordability of cooperative interests for persons or  
3 households of low and moderate income.

4 (2) A limited equity formula, once established by a cooperative housing  
5 corporation in its articles of incorporation, may be amended only if that  
6 amendment does not make the cooperative membership unaffordable for the  
7 class of low- or moderate-income households for which the cooperative  
8 housing corporation was originally incorporated, as determined and certified  
9 by the Commissioner of Housing and Community ~~Affairs~~ Development. A  
10 cooperative housing corporation once organized under this section may not  
11 reorganize as other than a limited equity cooperative without first dissolving.

12 (3) A limited equity cooperative shall not sell all or substantially all of  
13 its assets if such sale is intended to circumvent the public purposes of this  
14 section.

15 (4) The articles of incorporation shall require that the cooperative  
16 housing corporation shall have the first right to repurchase a member's  
17 cooperative interest.

18 (5) The articles of incorporation shall require that the total distribution  
19 out of capital to a member shall not exceed that transfer value.

20 (6) The articles of incorporation shall require that upon dissolution of  
21 the cooperative housing corporation, any assets remaining after retirement of

1 corporate debts and distribution to members shall be distributed to a charitable  
2 organization described in Section 501(c)(3) of the Internal Revenue Code of  
3 1986, as amended, a public agency, or another limited equity cooperative  
4 whose formula for determining transfer value shall be not less restrictive than  
5 that of the cooperative housing corporation being dissolved.

6 (7) The articles of incorporation shall require that no sublease of a unit  
7 shall provide for monthly payments by the sublessee in excess of 110 percent  
8 of monthly payments for the unit provided for in the proprietary lease.

9 (8) Notwithstanding subdivision (7) of this subsection (a), for a mobile  
10 home park organized as a limited equity cooperative, the articles of  
11 incorporation shall:

12 (A) prohibit the subleasing of a unit, unless:

13 (i) a member demonstrates a hardship, in which case the board of  
14 directors may by an affirmative vote of the majority grant an exemption from  
15 the prohibition; and

16 (ii) the unit is subleased to an individual of low or moderate  
17 income; and

18 (B) require that a unit owner shall not sublease a unit under this  
19 subdivision (8) for a higher amount than necessary to cover the costs of the  
20 unit to the member, including the costs of the monthly payment for the unit

1 provided for in the proprietary lease, the costs of any mortgage for the unit  
2 owner, and any costs of utilities passed on to the sublessee.

3 (b) A mobile home park organized as a limited equity cooperative shall be  
4 treated for the purposes of State funding and grants as if it were incorporated  
5 as a State nonprofit corporation for a public purpose and public benefit under  
6 the laws of this State. Nothing in this section shall be deemed to alter or  
7 change specific funding or grant requirements, including the definition of low  
8 or moderate income, as outlined in any program, funding, or grant source.

9 \* \* \* Municipal Zoning \* \* \*

10 Sec. 4. 24 V.S.A. § 4412 is amended to read:

11 § 4412. REQUIRED PROVISIONS AND PROHIBITED EFFECTS

12 Notwithstanding any existing bylaw, the following land development  
13 provisions shall apply in every municipality:

14 (1) Equal treatment of housing and required provisions for affordable  
15 housing.

16 \* \* \*

17 (B) Except as provided in subdivisions 4414(1)(E) and (F) of this  
18 title, no bylaw shall have the effect of excluding mobile homes, modular  
19 housing, or prefabricated housing from any district that allows year-round  
20 residential development in the municipality, except upon the same terms and  
21 conditions as conventional housing is excluded. A municipality may establish

1 specific site standards in the bylaws to regulate individual sites within  
2 preexisting mobile home parks with regard to distances between structures and  
3 other standards as necessary to ensure public health, safety, and welfare,  
4 provided the standards do not have the effect of prohibiting the replacement of  
5 mobile homes on existing lots.

6 \* \* \*

7 \* \* \* Sales and Use Tax Exemption \* \* \*

8 Sec. 5. 32 V.S.A. § 9706(s) is amended to read:

9 (s) The statutory purpose of the exemption for sales of mobile homes and  
10 modular housing in subdivision 9741(32)(A) of this title is to create equity  
11 between mobile and modular housing and traditional residential construction  
12 by providing an exemption for the estimated portion of the cost attributable to  
13 labor (versus materials). The statutory purpose of the exemption for sales of  
14 mobile homes in subdivision 9741(32)(B) of this title is to ensure that all sales  
15 of mobile homes, as defined in 10 V.S.A. § 6201, are treated similarly for  
16 purposes of the property transfer tax imposed under chapter 231 of this title.

17 Sec. 6. 32 V.S.A. § 9741 is amended to read:

18 § 9741. SALES NOT COVERED

19 Retail sales and use of the following shall be exempt from the tax on retail  
20 sales imposed under section 9771 of this title and the use tax imposed under  
21 section 9773 of this title:

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\* \* \*

(32)(A) Forty percent of the receipts from sales of mobile homes, as defined in 9 V.S.A. § 2601(a)(2), and modular housing, when they are sold as tangible personal property.

(B) Sales of mobile homes, as defined in 10 V.S.A. § 6201, when sold as tangible personal property.

\* \* \*

\* \* \* Property Transfer Tax \* \* \*

Sec. 7. 32 V.S.A. § 9601 is amended to read:

§ 9601. DEFINITIONS

As used in this chapter unless the context requires otherwise:

\* \* \*

(5) “Transfer” includes a grant, assignment, conveyance, will, trust, decree of court, transfer or acquisition of a direct or indirect controlling interest in any person with title to property, or any other means of transferring title to property or vesting title to property in any person. In the case of a mobile home sold as tangible personal property, “transfer” includes a sale.

(6)(A) “Value” means:

(i) in the case of any transfer of title to property that is not a gift and that is not made for a nominal or no consideration, the amount of the full actual consideration for such transfer, paid or to be paid, including the amount

1 of any liens or encumbrances on the property existing before the transfer and  
2 not removed thereby;

3 (ii) in the case of a gift, or a transfer for nominal or no  
4 consideration, the fair market value of the property transferred; ~~and~~

5 (iii) in the case of a controlling interest in any person that has title  
6 to property, the fair market value of the property, apportioned based on the  
7 percentage of the ownership interest transferred or acquired in the person; and

8 (iv) in the case of a mobile home sold as tangible personal  
9 property, the amount of the full actual consideration for such sale, paid or to be  
10 paid, including the amount of any liens or encumbrances on the tangible  
11 personal property existing before the sale and not removed thereby.

12 \* \* \*

13 (10) “Property” means real property and, in the case of a mobile home  
14 sold as tangible personal property, tangible personal property. The term does  
15 not include personal property transferred with real property other than a mobile  
16 home.

17 \* \* \*

18 (13) “Mobile home” has the same meaning as in 10 V.S.A. § 6201.

1 Sec. 8. 32 V.S.A. § 9602 is amended to read:

2 § 9602. TAX ON TRANSFER OF TITLE TO PROPERTY

3 A tax is hereby imposed upon the transfer by deed of title to property  
4 located in this State, ~~or~~ a transfer or acquisition of a controlling interest in any  
5 person with title to property in this State, or the sale of a mobile home as  
6 tangible personal property in this State. The amount of the tax equals 1.25  
7 percent of the value of the property transferred, or \$1.00, whichever is greater,  
8 except as follows:

9 \* \* \*

10 Sec. 9. 32 V.S.A. § 9605 is amended to read:

11 § 9605. PAYMENT OF TAX

12 (a) The tax imposed by this chapter shall be paid to the Commissioner  
13 within 30 days after transfer of title to property subject to the tax ~~or~~; in the  
14 case of a transfer or acquisition of a controlling interest in a person with title to  
15 property for which a deed is not given, within 30 days after transfer or  
16 acquisition; or, in the case of a sale of a mobile home as tangible personal  
17 property, within 30 days after sale.

18 \* \* \*

19 Sec. 10. 32 V.S.A. § 9606 is amended to read:

20 § 9606. PROPERTY TRANSFER RETURN

1 (a)(1) In the case of property transfer by deed, a property transfer return  
2 complying with this section shall be delivered to a town clerk at the time a  
3 deed evidencing a transfer of title to property is delivered to the clerk for  
4 recording.

5 (2) In the case of transfer or acquisition of a controlling interest in a  
6 person with title to property for which a deed is not given, a property transfer  
7 return complying with this section shall be delivered to the Commissioner  
8 within 30 days after the transfer or acquisition.

9 (3) In the case of sale of a mobile home as tangible personal property, a  
10 property transfer return complying with this section shall be delivered to a  
11 town clerk at the time an executed mobile home uniform bill of sale is filed  
12 with the clerk.

13 \* \* \*

14 (e)(1) In the case of property transferred by deed, the Commissioner of  
15 Taxes is authorized to disclose to any person any information appearing on a  
16 property transfer tax return, including statistical information derived therefrom,  
17 and such information derived from research into information appearing on  
18 property transfer tax returns as is necessary to determine if the property being  
19 transferred is subject to 10 V.S.A. chapter 151, except the Commissioner shall  
20 not disclose the Social Security number, federal identification number, ~~e-mail~~  
21 email address, or telephone number of any person pursuant to this subsection.

1           (2) In the case of transfer or acquisition of a controlling interest in a  
2 person with title to property for which a deed is not given or the sale of a  
3 mobile home as tangible personal property, the return submitted to the  
4 Commissioner shall be treated as a tax return and tax return information under  
5 section 3102 of this title.

6 Sec. 11. 32 V.S.A. § 9607 is amended to read:

7 § 9607. ACKNOWLEDGMENT OF RETURN AND TAX PAYMENT

8       Upon the receipt by a town clerk of a property transfer return and certificate  
9 and the fee required under subdivision 1671(a)(6) of this title, the clerk shall  
10 forthwith mail or otherwise deliver to the transferee of title to property or  
11 purchaser of a mobile home as tangible personal property with respect to  
12 which such return was filed a signed and written acknowledgment of the  
13 receipt of that return and certificate. A copy of that acknowledgment, or any  
14 other form of acknowledgment approved by the Commissioner, shall be  
15 affixed to the deed evidencing the transfer of property, ~~or~~ the document  
16 evidencing the transfer or acquisition of a direct or indirect controlling interest  
17 in any person with title to property, or the mobile home uniform bill of sale  
18 with respect to which the return and certificate was filed. The  
19 acknowledgment so affixed to a deed, ~~or~~ document, or bill of sale, however,  
20 shall not disclose the amount of tax paid with respect to any return or transfer.



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\* \* \* Conforming Revisions \* \* \*

Sec. 14. CONFORMING REVISIONS

When preparing the Vermont Statutes Annotated for publication, the Office of Legislative Counsel shall replace “mobile home” with “manufactured home” throughout the statutes as needed for consistency with this act, provided the revisions have no other effect on the meaning of the affected statutes.

\* \* \* Effective Date \* \* \*

Sec. 15. EFFECTIVE DATE

This act shall take effect on July 1, 2026.

(Committee vote: \_\_\_\_\_)

\_\_\_\_\_

Representative \_\_\_\_\_

FOR THE COMMITTEE