

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2020 REGULAR SESSION**

MEASURE

2020 BR NUMBER 883

HOUSE BILL NUMBER 252

TITLE AN ACT relating to manufactured and mobile homes.

SPONSOR Representative Myron Dossett

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS
 LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED: Housing, Buildings and Construction

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED HBC Manufactured Housing Inspections Fund

FISCAL ESTIMATES	2019-2020	2020-2021	2021-2022	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES		Indeterminable	Indeterminable	Indeterminable
EXPENDITURES				
NET EFFECT		Indeterminable	Indeterminable	Indeterminable

() indicates a decrease/negative

PURPOSE OF MEASURE: The purpose of this measure is to require the purchaser of a manufactured or mobile home to request an inspection of the home and obtain a new B1 seal prior to taking ownership. Homes affixed with a B1 seal by a licensed retailer within six months prior to the transfer of ownership are exempt from this requirement.

FISCAL EXPLANATION: Manufactured or mobile home inspection fees are set at \$75 and the cost of a B1 seal is capped at \$25. This measure would increase the inspection and B1 seal revenues, however, the amount is indeterminable. The Department of Housing, Buildings, and Construction (HBC) issues approximately 3,000 B1 seals monthly, but these amounts include seals for homes that are repossessed, purchased, or are trade-ins. The number of seals issued does not reflect the number of inspections, as retailers are often the party conducting the inspections, not HBC. In addition, the number of seals that will be exempt from this provision because they were affixed by a licensed retailer six months prior to the transfer of title or ownership is unknown.

DATA SOURCE(S): LRC Staff

PREPARER: Sara Rome **NOTE NUMBER:** 191 **REVIEW:** JAB **DATE:** 3/3/2020