1 AN ACT 2 RELATING TO MANUFACTURED HOUSING; ENLARGING POWERS AND DUTIES 3 OF THE MANUFACTURED HOUSING DIVISION OF THE REGULATION AND LICENSING DEPARTMENT; PROVIDING PENALTIES; AMENDING SECTIONS 4 5 OF THE NMSA 1978. 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO: 7 Section 60-14-4 NMSA 1978 (being Laws 1978, Section 1. 8 Chapter 80, Section 1, as amended) is amended to read: 9 "60-14-4. POWERS AND DUTIES OF DIVISION.--The division 10 shall: 11 A. prepare, administer and grade examinations for 12 licensure under the classification sought by each applicant; 13 issue licenses and certificates of Β. 14 15 qualification in accordance with the provisions of the Manufactured Housing Act; 16 C. establish and collect fees authorized to be 17 collected by the division pursuant to the Manufactured 18 Housing Act; 19 20 D. subject to the approval of the committee, adopt rules and regulations relating to the construction, repair, 21 modification, installation, tie-down, hookup and sale of all 22 manufactured homes, which regulations shall be uniform 23 throughout the state and shall be enforced by inspectors for 24 the division to insure minimum standards of safety within the 25 SB 497

state and any of its political subdivisions. Ordinances of any political subdivision of New Mexico relating to gas, including natural gas, liquefied petroleum gas or synthetic natural gas; electricity; sanitary plumbing; and installation or sale of manufactured homes shall not be inconsistent with any rules, regulations, codes or standards adopted by the division pursuant to the Manufactured Housing Act;

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E. adopt a budget and submit it to the regulation and licensing department for approval;

10 F. make an annual report to the superintendent of regulation and licensing concerning the operations of the 11 The report shall contain the division's 12 division. recommendations for legislation that it deems necessary to 13 improve the licensing and the ethical and technical practices 14 15 of the manufactured housing industry and to protect the public welfare; 16

G. subject to the approval of the committee, adopt such rules, regulations, codes and standards as are necessary to carry out the provisions of the Manufactured Housing Act;

20 H. prepare a uniform manufacturer's warranty and 21 require its adoption as a condition of licensure by all 22 manufacturers of manufactured homes doing business in New 23 Mexico;

24I. subject to the approval of the committee, adopt25by regulation the mobile home construction and safetySB 497

standards contained in the National Mobile Home Construction and Safety Standards Act of 1974, 42 U.S.C. 5401 et seq., as amended;

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J. subject to the approval of the committee, adopt by regulation the mobile home procedural and enforcement regulations, 24 C.F.R. 3282, as amended, promulgated by the department of housing and urban development pursuant to the National Mobile Home Construction and Safety Standards Act of 1974, 42 U.S.C. 5401 et seq., as amended;

10 K. issue permits and provide for a single 11 inspection of every installation in New Mexico, regardless of 12 the location;

subject to the approval of the committee, adopt 13 L. regulations prescribing standards for the installation or use 14 15 of electrical wiring; the installation of all fixtures, plumbing, consumer's gas pipe, including natural gas, 16 liquefied petroleum gas and synthetic natural gas, appliances 17 and materials installed in the course of mechanical 18 installation; and the construction, alteration, installation 19 20 and repair of all manufactured homes intended for use in flood or mudslide areas designated pursuant to Section 3-18-7 21 NMSA 1978. The regulations shall give due regard to 22 standards prescribed by the federal insurance administration 23 pursuant to regulation 1910, Subsection 7(d), 79 Stat. 670, 24 Section 1361, 82 Stat. 587 and 82 Stat. 5757, all as amended, SB 497 25

and shall give due regard to physical, climatic and other conditions peculiar to New Mexico;

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M. conduct "inspector schools" so that each inspector under the division's jurisdiction is capable of giving a complete one-time inspection for the sufficiency of unit installation, construction and mechanical and electrical systems;

enter into cooperative agreements with federal 8 N. agencies relating to manufactured housing and accept and use 9 10 federal grants, matching funds or other financial assistance to further the purposes of the Manufactured Housing Act. 11 The division may enter into agreements with municipalities and 12 counties to provide for the inspection of manufactured homes 13 by employees of municipalities and counties, to be performed 14 15 under the supervision and control of the division. The division may allow all or a portion of the inspection fee 16 collected by a local public body to be retained by the local 17 public body. The portion of the fee retained shall be 18 determined by the division and shall be related to the 19 20 completeness of the inspection performed;

21 0. administer oaths through any member of the22 division, the director or a hearing officer;

P. subject to the approval of the committee, adopt
rules and regulations for the conducting of hearings and the
presentation of views, consistent with the regulations SB 497

promulgated by the department of housing and urban development, 24 C.F.R. 3282.151 through 3282.156, as amended;

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Q. subject to the approval of the committee, adopt by regulation a requirement that dealers, repairmen and installers provide to consumers warranties on their product and work and prescribe by regulation minimum requirements of such warranties;

R. coordinate with and qualify inspectors for any multiple inspection program provided by the construction industries division of the regulation and licensing department for inspection of manufactured homes;

s. subject to the approval of the committee, adopt 12 regulations, codes and standards for manufactured homes used 13 for nonresidential purposes; provided such manufactured homes 14 15 being used for nonresidential purposes on May 18, 1988 shall not be required to meet Uniform Building Code standards, 16 except as to requirements for access to the handicapped, but 17 manufactured homes being used for nonresidential purposes 18 after May 18, 1988 shall be required to meet Uniform Building 19 20 Code standards. None of the provisions contained in this subsection shall apply to retailers licensed by the motor 21 vehicle division of the taxation and revenue department; and 22

T. with the approval of the superintendent of regulation and licensing, employ such personnel as the director deems necessary for the exclusive purposes of

SB 497 Page 5 investigating violations of the Manufactured Housing Act, enforcing Section 60-14-17 NMSA 1978 and instituting legal action in the name of the division to enforce the provisions of Section 60-14-19 NMSA 1978."

Section 2. Section 60-14-19 NMSA 1978 (being Laws 1983, Chapter 295, Section 24) is amended to read:

"60-14-19. PENALTIES.--

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A. Any person who knowingly and willfully violates a provision of the Manufactured Housing Act or any rule, regulation or administrative order of the committee or division in a manner that threatens the health or safety of any purchaser or consumer is guilty of a misdemeanor and on conviction shall be fined not more than one thousand dollars (\$1,000) or shall be confined in the county jail not longer than one year or both.

B. In any action brought to enforce any provision of the Manufactured Housing Act, the division, upon petition to the court, may recover on behalf of the state a civil penalty not to exceed one thousand dollars (\$1,000) for each violation, except that the maximum civil penalty may not exceed one million dollars (\$1,000,000) for any related series of violations occurring within one year from the date of the first violation.

C. Failure by a manufacturer or dealer to comply with the warranty provisions of the Manufactured Housing Act Si

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or any implied warranties or the violation of any provision 2 of the Manufactured Housing Act by any person is an unfair or 3 deceptive trade practice in addition to those practices defined in the Unfair Practices Act and is actionable 4 5 pursuant to the Unfair Practices Act. As such, the venue provisions and all remedies available in the Unfair Practices 6 Act apply to and are in addition to the remedies in the Manufactured Housing Act. 8

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The director may issue a license to an 9 D. applicant who at any time within one year prior to making an 10 application has acted as an unlicensed dealer, broker, 11 salesperson, repairman, manufacturer or installer in New 12 Mexico without a license as required by the division if: 13

(1) the applicant in addition to all other 14 15 requirements for licensure pays an additional fee as follows: 16 (a) in an amount up to ten percent of the contract price or the value of the unlicensed work in the 17 discretion of the committee; or 18

if the applicant has bid or offered 19 (b) 20 a price on a project and was not the successful bidder or offeror, the fee shall be at least one percent but not more 21 than five percent of the total bid amount in the discretion 22 of the committee; and 23

the director is satisfied that no 24 (2) incident of unlicensed work: 25

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1	(a) caused monetary damage to any	
2	person; or	
3	(b) resulted in an unresolved consumer	
4	complaint being filed against the applicant.	
5	E. Any unlicensed person who has performed	
6	unlicensed work may settle the claims against that unlicensed	
7	person without becoming licensed if the administrative claims	
8	arise from that person's first offense and that person pays	
9	an administrative fee calculated pursuant to Paragraph (1) of	
10	Subsection D of this section. In addition to the	
11	administrative fee, an additional ten percent of the amount	
12	of the administrative fee shall be assessed as a service fee.	
13	F. If the total fee to be paid by the unlicensed	
14	person pursuant to the provisions of Subsection D or E of this	
15	section is twenty-five dollars (\$25.00) or less, the fee may	
16	be waived by the director."	SB 497
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