

Bill Richardson GOVERNOR

Kelly O'Donnell, Ph.D. SUPERINTENDENT

Julie Ann Meade DEPUTY SUPERINTENDENT

Benito J. Martinez Jr. DIRECTOR

Alcohol and Gaming Division (505) 476-4875

Boards and Commissions Division (505) 476-4600

 $\begin{array}{c} \textbf{Construction Industries Division}\\ (505) \ 476\text{-}4700 \end{array}$

Financial Institutions Division (505) 476-4885

Manufactured Housing Division (505) 476-4770

> Securities Division (505) 476-4580

Administrative Services Division (505) 476-4800

New Mexico Regulation and Licensing Department

MANUFACTURED HOUSING DIVISION 2550 Cerrillos Road • Santa Fe, NM 87505 • (505) 476-4770 • Fax (505) 476-4702 5200 Oakland Ave. NE • Albuquerque, NM 87113 • (505) 222-9870 • Fax (505) 856-2045 505 S. Main St., Suite 150 • Las Cruces, NM 88004 • (505) 524-6320 • Fax (505) 524-6319 www.rld.state.nm.us/mhd

Manufactured Housing Listing Guidelines for Real Estate Brokers/Agents

Dear Realtors,

Based on concerns voiced by the real estate industry, the New Mexico Manufactured Housing Association and the Realtors Association of New Mexico, the Manufactured Housing Division (MHD) of the Regulation and Licensing department (RLD) has revisited its recent interpretation of the laws governing the listing and selling of manufactured homes by Realtors®.

The following guidance pertains to MHD requirements *only* and should not be interpreted to replace or void anything that may be required by FHA, other government housing insurance agencies or any other lender, appraiser or GSE with regard to real property, MH inspections or permanent foundations.

Upon thorough review by our legal department, RLD has determined that inspection of pre-owned manufactured homes prior to listing or sale, while advisable, is not required. Installation inspections *are* required when a new house is first installed or when an existing home is moved to a new location. Thus, a pre-owned home that remains in its original location is assumed to have been inspected when it was first installed and no additional inspections are necessary. That said, to ensure safety, MHD encourages Realtors® to obtain proof that an installation inspection occurred when the home was originally installed. If the home was installed after January 2004, MHD should have record of the inspection through the Kiva Online Permit Tracking System. Realtors® can verify inspection by contacting MHD, but, again, they are not required to do so.

TO CHECK ON AN INSPECTION Santa Fe and northern area: 505-476-4770 Albuquerque area: 505-222-9870 Las Cruces and southern area: 575-524-6321 x.107

Please note, however, that Realtors® may only sell manufactured homes that are located on real property. The homes do not have to be permanently affixed to the real property with a permanent foundation to be sold by a Realtor®, but they must be located on, and sold with, real property.

Anyone, Realtors® included, who sells more than one manufactured home per year as chattel (personal property), must be licensed by MHD.

Realtors® may lease and/or serve as property managers of manufactured homes.

MHD recommends that Realtors® obtain inspections of manufactured homes they list because inspections enhance consumer protection and can provide valuable information about the home. MHD inspectors are trained to look for common problems and hidden dangers in MH installations.

For a \$65 permit fee, MHD will inspect a manufactured home. MHD inspectors are the sole authority for inspections of MH's in the state. MHD can usually conduct an inspection within one week of issuing a permit. Realtors® can download a permit application at: <u>www.rld.state.nm.us/mhd</u>. Select **Forms** on the left side navigation, then look for **Other Applications** and choose **Permit Application**.

In closing, it was through a dialogue with representatives from your industry that Regulation and Licensing Department was made aware of the issues regarding Realtors® and the sale of manufactured homes. Please feel free any time to contact our department on issues, problems or concerns that need to be addressed.

Sincerely,

Superintendent Kelly O'Donnell, Ph.D. Regulation and Licensing 505-476-4500