

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1999

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SENATE BILL 654
Judiciary I Committee Substitute Adopted 4/19/99
House Committee Substitute Favorable 6/10/99

Short Title: Manufactured Home Law Restoration.

(Public)

Sponsors:

Referred to:

March 30, 1999

1 A BILL TO BE ENTITLED
2 AN ACT TO RESTORE THE PRE-1995 LAW ON DISPOSAL OF PROPERTY AND
3 LIENS RELATING TO MANUFACTURED HOUSING.

4 The General Assembly of North Carolina enacts:

5 Section 1. G.S. 42-25.9(b) reads as rewritten:

6 "(b) If any lessor, landlord, or agent seizes possession of or interferes with a
7 tenant's access to a tenant's or household member's personal property in any manner not
8 in accordance with G.S. 44A-2(e2), 42-25.9(d), 42-25.9(g), 42-25.9(h), or 42-36.2 the
9 tenant or household member shall be entitled to recover possession of his personal
10 property or compensation for the value of the personal property, and, in any action
11 brought by a tenant or household member under this Article, the landlord shall be liable
12 to the tenant or household member for actual damages, but not including punitive
13 damages, treble damages or damages for emotional distress."

14 Section 2. G.S. 42-25.9(g) reads as rewritten:

15 "(g) Ten days after being placed in lawful possession by execution of a writ of
16 possession, a landlord may throw away, dispose of, or sell all items of personal property
17 remaining on the ~~premises~~-premises, except that in the case of the lease of a space for a
18 manufactured home as defined in G.S. 143-143.9(6), G.S. 44A-2(e2) shall apply to the

1 disposition of a manufactured home and its contents by a landlord after being placed in
2 lawful possession by execution of a writ of possession. During the 10-day period after
3 being placed in lawful possession by execution of a writ of possession, a landlord may
4 move for storage purposes, but shall not throw away, dispose of, or sell any items of
5 personal property remaining on the premises unless otherwise provided for in this
6 Chapter. Upon the tenant's request prior to the expiration of the 10-day period, the
7 landlord shall release possession of the property to the tenant during regular business
8 hours or at a time agreed upon. If the landlord elects to sell the property at public or
9 private sale, the landlord shall give written notice to the tenant by first-class mail to the
10 tenant's last known address at least seven days prior to the day of the sale. The seven-day
11 notice of sale may run concurrently with the 10-day period which allows the tenant to
12 request possession of the property. The written notice shall state the date, time, and place
13 of the sale, and that any surplus of proceeds from the sale, after payment of unpaid rents,
14 damages, storage fees, and sale costs, shall be disbursed to the tenant, upon request,
15 within 10 days after the sale, and will thereafter be delivered to the government of the
16 county in which the rental property is located. Upon the tenant's request prior to the day
17 of sale, the landlord shall release possession of the property to the tenant during regular
18 business hours or at a time agreed upon. The landlord may apply the proceeds of the sale
19 to the unpaid rents, damages, storage fees, and sale costs. Any surplus from the sale shall
20 be disbursed to the tenant, upon request, within 10 days of the sale and shall thereafter be
21 delivered to the government of the county in which the rental property is located."

22 Section 3. G.S. 42-36.2(b) reads as rewritten:

23 "(b) Sheriff May Store Property. – When the sheriff removes the personal property
24 of an evicted tenant from demised premises pursuant to a writ or order the tenant shall
25 take possession of his property. If the tenant fails or refuses to take possession of his
26 property, the sheriff may deliver the property to any storage warehouse in the county, or
27 in an adjoining county if no storage warehouse is located in that county, for storage. The
28 sheriff may require the landlord to advance the cost of delivering the property to a storage
29 warehouse plus the cost of one month's storage before delivering the property to a storage
30 warehouse. If a landlord refuses to advance these costs when requested to do so by the
31 sheriff, the sheriff shall not remove the tenant's property, but shall return the writ
32 unexecuted to the issuing clerk of court with a notation thereon of his reason for not
33 executing the writ. ~~Within~~ Except for the disposition of manufactured homes and their
34 contents as provided in G.S. 42-25.9(g) and G.S. 44A-2(e2), within 10 days of the
35 landlord's being placed in lawful possession by execution of a writ of possession and
36 upon the tenant's request within that 10-day period, the landlord shall release possession
37 of the property to the tenant during regular business hours or at a time agreed upon.
38 During the 10-day period after being placed in lawful possession by execution of a writ
39 of possession, a landlord may move for storage purposes, but shall not throw away,
40 dispose of, or sell any items of personal property remaining on the premises unless
41 otherwise provided for in this Chapter. After the expiration of the 10-day period, the
42 landlord may throw away, dispose of, or sell the property in accordance with the
43 provisions of G.S. 42-25.9(g). If the tenant does not request release of the property within

1 10 days, all costs of summary ejectment, execution and storage proceedings shall be
2 charged to the tenant as court costs and shall constitute a lien against the stored property
3 or a claim against any remaining balance of the proceeds of a warehouseman's lien sale."

4 Section 4. G.S. 42-36.2(d) reads as rewritten:

5 "(d) Notice. – The notice required by subsection (a) ~~shall~~ shall, except in actions
6 involving the lease of a space for a manufactured home as defined in G.S. 143-143.9(6),
7 inform the tenant that failure to request possession of any property on the premises within
8 10 days of execution may result in the property being thrown away, disposed of, or sold.
9 Notice shall be made by one of the following methods:

- 10 (1) By delivering a copy of the notice to the tenant or his authorized agent
11 at least two days before the time stated in the notice for serving the writ;
12 (2) By leaving a copy of the notice at the tenant's dwelling or usual place of
13 abode with a person of suitable age and discretion who resides there at
14 least two days before the time stated in the notice for serving the writ; or
15 (3) By mailing a copy of the notice by first-class mail to the tenant at his
16 last known address at least five days before the time stated in the notice
17 for serving the writ."

18 Section 5. G.S. 44A-2 is amended by adding a new subsection to read:

19 "(e2) Any lessor of a space for a manufactured home as defined in G.S. 143-143.9(6)
20 has a lien on all furniture, furnishings, and other personal property including the
21 manufactured home titled in the name of the tenant if (i) the manufactured home remains
22 on the demised premises 21 days after the lessor is placed in lawful possession by writ of
23 possession and (ii) the lessor has a lawful claim for damages against the tenant. If the
24 lessor has received a judgment for possession of the premises which has been executed,
25 then all property remaining on the premises may be removed and placed in storage. Prior
26 to the expiration of the 21-day period, the landlord shall release possession of the
27 personal property and manufactured home to the tenant during regular business hours or
28 at a time mutually agreed upon. This lien shall be for the amount of any rents which were
29 due the lessor at the time the tenant vacated the premises and for the time, up to 60 days,
30 from the vacating of the premises to the date of sale; and for any sums necessary to repair
31 damages to the premises caused by the tenant, normal wear and tear excepted; and for
32 reasonable costs and expenses of the sale. The lien created by this subsection shall be
33 enforced by public sale under G.S. 44A-4(e). The landlord may begin the advertisement
34 for sale process immediately upon execution of the writ of possession by the sheriff, but
35 may not conduct the sale until the lien has attached. This lien shall not have any priority
36 over any security interest in the property that is perfected at the time the lessor acquires
37 this lien. The lessor shall not have a lien under this subsection if there is an agreement
38 between the lessor or the lessor's agent and the tenant that the lessor shall not have a
39 lien."

40 Section 6. This act is effective when it becomes law.