DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT DIVISION OF CODES AND STANDARDS

Registration and Titling Program

P.O. Box 277820, Sacramento, CA 95827-7820 1-800-952-8356 FAX (916) 854-2564 California Relay Service for Hearing-Impaired

From TDD Phones: 1-800-735-2929 From Voice Phones: 1-800-735-2922

www.hcd.ca.gov



BOND OR UNDERTAKING REQUIREMENTS FOR MANUFACTURED HOMES/MOBILEHOMES, COMMERCIAL MODULARS, TRUCK CAMPERS, AND FLOATING HOMES

Section 18086.5 of the California Health and Safety Code provides that the Department of Housing and Community Development (Department) may accept a bond or undertaking to support the issuance of the California Certificate of Title when regular evidence of ownership is not obtainable.

The Department may receive an application and investigate the circumstances of the case. However, before a bond may be accepted by the Department in lieu of proper titling documents, the applicant must present a Statement of Facts giving the following information:

- 1. Explain the circumstances of how possession of the unit was taken (i.e., how, when and from whom was the unit acquired).
- 2. What effort was made to contact the last owner(s) of record to obtain evidence of ownership and why it is not obtainable?
- 3. Provide the current market value of the unit.

The bond submitted to the Department must meet the following requirements:

- 1. The bond must name the principle, the person purchasing the bond. This can be the owner of the unit or another person.
- 2. The bond must list the surety company's name. The surety company must be authorized to transact business in the State of California.
- 3. The bond must provide a sufficient description of the unit so that the Department may verify for which unit the bond is submitted. The descriptive information may include, but is not limited to, decal or license number, serial number, and trade name or manufacture name.
- 4. The bond must be valid for three (3) years and protect the Department and any future owner against loss resulting from any defect in or undisclosed claim upon ownership of the unit.
- 5. The bond must be signed and dated by the principal and the surety company.
- 6. The value of any bond shall be the greater of:
 - (1) the total contract (sale) price of the unit;
 - (2) the current market value of the unit based on the manufacture year, makeup, condition and location of the unit;

or

(3) the average of the values given in the current edition of the National Automobile Dealers Association (N.A.D.A.) Mobile/Manufactured Housing Appraisal Guide and the Kelley Blue Book.

The Department does not provide a bond form for use by surety companies. However, a sample of a bond is provided on the reverse side to assist surety companies in preparing a bond.

NOTE: The final determination as to the circumstances requiring a bond and the amount of the bond rest with the Department.

$\begin{array}{c} \textbf{MANUFACTURED HOME/MOBILEHOME, COMMERCIAL MODULAR, TRUCK CAMPER \ OR \\ & \textbf{FLOATING HOME BOND} \end{array}$

KNOW ALL MEN BY THESE PRESENTS:

That We,	as
Community Development thereof, its of as hereinafter specified in the penal su America, for the payment whereof was administrators, successors and assigns	held and firmly bound unto the State of California, Department of Housing and icers and employees, for the use and benefit thereof and of any interested person
Development of the State of California	n Principal has made application to the Department of Housing and Community for the registration of and the issuance of a California Certificate of Title for the e/Mobilehome, Commercial Modular, Truck Camper or Floating Home to wit:
Development the regularly required sommercial Modular, Truck Camper or WHEREAS, The said Departm a condition to the issuance of a Califo Modular, Truck Camper or Floating Horn NOW THEREFORE, if said obtained Community Development of the Southsequent purchasers of said Manufatand any and all persons acquiring any said persons, against any and all claic claim, lien, or encumbrance of whatever Camper, or Floating Home or the right	ent has required said Principal to deposit with it a bond in acco rdance here with as nia Certificate of Title for the said Manufactured Home/Mobile home, Com mercial
THIS BOND IS SUBJECT TO	HE FOLLOWING PROVISIONS:
to recover hereon any damage deposited and in such shall have 2. That the aggregate liability on event exceed the penal sum 3. Upon written request from the date hereof or prior the Truck Camper or Floating Homof Title is surrendered to the D	nay, in addition to any other remedy he may have, bring an action in his own name is sustained by him by reason of any breach of the conditions for which this bond is e and recover costs and reasonable attorney fees. If the Surety above named on this obligation to all such interested persons shall in of this bond. In applicant, this bond may be returned and surrendered at the end of three years ereto in the event the said Manufactured Home/Mobilehome, Commercial Modular, are is no longer registered in the State of California and the currently valid Certificate epartment of Housing and Community Development, provided, that such return or affect any liability theretofore incurred or accrued.
	Signed and sealed this day of year of
	PRINCIPAL
	SURETY
	ADDRESS OF SURETY
	TITLE OF OFFICER

(Attach Notary Public's Certificate of Acknowledgment of Principal and Surety)