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CHALOR WEST VIRGINIA SECRETARY OF STATE

WEST VIRGINIA LEGISLATURE Requese Sesses, 2004

SB 637



(By Senator _____)

PASSED: MARCH 13, 2004

In Effect <u>In Darys Ercan</u> Passage

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SECRETARY OF STATE

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 637

(SENATOR SNYDER, original sponsor)

[Passed March 13, 2004; in effect ninety days from passage.]

AN ACT to amend and reenact §37-15-2, §37-15-3 and §37-15-6 of the code of West Virginia, 1931, as amended; and to amend said code by adding thereto a new section, designated §37-15-3a; and to amend said code by adding thereto a new article, designated §55-3B-1, §55-3B-2, §55-3B-3, §55-3B-4, §55-3B-5, §55-3B-6 and §55-3B-7, all relating to factorybuilt home sites; definition of good cause and section; written agreements for factory-built home sites; adoption of rules and regulations by owners of factory-built home sites; terms of written agreement related to termination of tenancy; remedies for wrongful occupation of factory-built home site; definitions; tenancy of factory-built home site; termination of tenancy; petition for summary relief for wrongful occupation; defenses; proceedings; final order; disposition of abandoned property; and waiver of rights.

Be it enacted by the Legislature of West Virginia:

That §37-15-2, §37-15-3 and §37-15-6 of the code of West Virginia, 1931, as amended, be amended and reenacted; that said code be amended by adding thereto a new section, designated §37-15-3a; and that said code be amended by adding thereto a new article, designated §55-3B-1, §55-3B-2, §55-3B-3, §55-3B-4, §55-3B-5, §55-3B-6 and §55-3B-7, all to read as follows:

CHAPTER 37. REAL PROPERTY.

ARTICLE 15. HOUSE TRAILERS, MOBILE HOMES, MANUFACTURED HOMES AND MODULAR HOMES.

§37-15-2. Definitions.

For the purposes of this article, unless expressly stated
 otherwise:

(a) "Abandoned factory-built home" means a factorybuilt home occupying a factory-built home site pursuant
to a written agreement under which the tenant has defaulted in rent or the landlord has exercised any right to
terminate the rental agreement;

8 (b) "Factory-built home" includes modular homes,9 mobile homes, house trailers and manufactured homes;

10 (c) "Factory-built home rental community" means a parcel of land under single or common ownership upon 11 12 which two or more factory-built homes are located on a 13 continual, nonrecreational basis together with any struc-14 ture, equipment, road or facility intended for use incidental to the occupancy of the factory-built homes, but does 15 not include premises used solely for storage or display of 16 17 uninhabited factory-built homes or premises occupied 18 solely by a landowner and members of his family;

(d) "Factory-built home site" means a parcel of land
within the boundaries of a factory-built home rental
community provided for the placement of a single factorybuilt home and the exclusive use of its occupants;

23 (e) "Good cause" means:

(1) The tenant is in arrears in the payment of periodicpayments or other charges;

(2) The tenant has breached a material term of a written
rental agreement or has repeatedly breached other terms
of the rental agreement;

(3) Where there is no written agreement, or where the
written agreement does not cover the subject matter of a
warranty or leasehold covenant, the tenant breached a
material warranty or leasehold covenant or has repeatedly
breached other terms of a warranty or a leasehold covenant;

35 (4) The tenant has deliberately or negligently damaged
36 the property or knowingly permitted another person to do
37 so.

38 (f) "House trailers" means all trailers designed or 39 intended for human occupancy and commonly referred to as mobile homes or house trailers and shall include fold 40 41 down camping and travel trailers as these terms are 42 defined in section one, article six, chapter seventeen-a of this code, but only when such camping and travel trailers 43 44 are located in a factory-built home rental community, as defined in this section, on a continual, nonrecreational 45 46 'basis.

(g) "Landlord" means the factory-built home rental
community owner, lessor or sublessor of the factory-built
home rental community, or an agent or representative
authorized to act on his or her behalf in connection with
matters relating to tenancy in the community.

52 (h) "Manufactured home" has the same meaning as the 53 term is defined in section two, article nine, chapter 54 twenty-one of this code which meets the National Manu-55 factured Housing Construction and Safety Standards Act 56 of 1974 (42 U. S. C. §5401, *et seq.*), effective on the fif-57 teenth day of June, one thousand nine hundred seventy-58 six, and the federal manufactured home construction and

59 safety standards and regulations promulgated by the

60 secretary of the United States department of housing and

61 urban development.

62 (i) "Mobile home" means a transportable structure that is wholly, or in substantial part, made, fabricated, formed 63 or assembled in manufacturing facilities for installation or 64 65 assembly and installation on a building site and designed 66 for long-term residential use and built prior to enactment 67 of the Federal Manufactured Housing Construction and 68 Safety Standards Act of 1974 (42 U. S. C. §5401, et seq.), 69 effective on the fifteenth day of June, one thousand nine 70 hundred seventy-six, and usually built to the voluntary industry standard of the American national standards 71 72 institute (ANSI)-A119.1 standards for mobile homes.

73 (j) "Modular home" means any structure that is wholly, 74 or in substantial part, made, fabricated, formed or assem-75 bled in manufacturing facilities for installation or assem-76 bly and installation on a building site and designed for long-term residential use and is certified as meeting the 77 standards contained in the state fire code encompassed in 78 79 the legislative rules promulgated by the state fire commis-80 sion pursuant to section five-b, article three, chapter twenty-nine of this code. 81

(k) "Owner" means one or more persons, jointly or
severally, in whom is vested: (i) All or part of the legal title
to the factory-built home rental community; or (ii) all or
part of the beneficial ownership and right to present use
and enjoyment of the factory-built homesite or other areas
specified in the rental agreement and the term includes a
mortgagee in possession.

89 (l) "Rent" means payments made by the tenant to the
90 landlord for use of a factory-built home site and as
91 payment for other facilities or services provided by the
92 landlord.

93 (m) "Section" means a unit of a factory-built home
94 which is transported and delivered as a whole and which
95 contains some or all of the indoor living area.

96 (n) "Tenant" means a person entitled pursuant to a 97 rental agreement to occupy a factory-built home site to the 98 exclusion of others.

§37-15-3. Written agreement required.

(a) The rental and occupancy of a factory-built home site 1 shall be governed by a written agreement which shall be 2 dated and signed by all parties thereto prior to commence-3 4 ment of tenancy. A copy of the signed and dated written agreement and a copy of this article shall be given by the 5 landlord to the tenant within seven days after the tenant 6 7 signs the written agreement. 8 (b) The written agreement, in addition to the provisions 9 otherwise required by law to be included, shall contain: 10 (1) The terms of the tenancy and the rent therefor; 11 (2) The rules and regulations of the factory-built home rental community. A copy of the text of the rules and 12 regulations attached as an exhibit satisfies this require-13 14 ment; 15 (3) The language of the provisions of this article. A copy of the text of this article attached as an exhibit satisfies 16 17 this requirement; 18 (4) A description of the physical improvements and maintenance to be provided by the tenant and the landlord 19 20 during the tenancy; and

(5) A provision listing those services which will be
provided at the time the rental agreement is executed and
will continue to be offered for the term of tenancy and the
fees, if any, to be charged for those services.

(c) The written agreement for a factory-built home site
on which is placed a factory-built home that is comprised
of one section, other than a camping or travel trailer, may
not allow for the termination of the tenancy by the landlord during the first twelve months that the factory-built

home is placed on the site except for good cause. The
written agreement for a factory-built home site upon
which is placed a factory-built home that is comprised of
more than one section may not allow for the termination
of the tenancy by the landlord during the first five years
the factory-built home is placed on the site except for good
cause.

37 (d) The written agreement may not contain:

(1) Any provisions contrary to the provisions of this
article and shall not contain a provision prohibiting the
tenant who owns his or her factory-built home from selling
his or her factory-built home;

42 (2) Any provision that requires the tenant to pay any
43 recurring charges except fixed rent, utility charges or
44 reasonable incidental charges for services or facilities
45 supplied by the landlord; or

46 (3) Any provision by which the tenant waives his or her47 rights under the provisions of this article.

(e) When any person possesses a security interest in the
factory-built home, the written agreement or rental
application shall contain the name and address of any
secured parties. The written agreement shall require the
tenant to notify the landlord within ten days of any new
security interest, change of existing security interest or
settlement or release of the security interest.

(f) When a factory-built home owner sells a factory-built
home, the new owner shall enter into a written agreement
if the factory-built home continues to occupy the site: *Provided*, That the new owner meets the standards and
restrictions contained in the prior rental agreement.

§37-15-3a. Rules and regulations.

- 1 (a) An owner, from time to time, may adopt rules or
- 2 regulations concerning the tenant's use and occupancy of

3 the premises. A rule or regulation is enforceable against4 the tenant if the rule or regulation:

5 (1) Is reasonably related to the purpose for which it is6 adopted;

7 (2) Applies to all tenants in the factory-built home rental8 community in a fair manner;

9 (3) Is sufficiently explicit in its prohibition, direction, or 10 limitation of the tenant's conduct to fairly inform the 11 tenant of what the tenant must or must not do to comply;

12 (4) Is not for the purpose of evading the obligations of13 the landlord; and

14 (5) The tenant has been given written notice of the rule15 at the time the tenant enters into the rental agreement, or16 when it is adopted by the owner.

(b) A rule or regulation adopted by the owner after the
tenant has entered into a rental agreement that results in
a substantial modification of the tenant's original rental
agreement does not become effective until the current
rental agreement expires and a new agreement is made in
writing.

§37-15-6. Termination of tenancy.

- 1 (a) The tenancy for a factory-built home site upon which 2 is placed a factory-built home that is comprised of one section, other than a camping or travel trailer, may not be 3 terminated until twelve months after the home is placed on 4 5 the site except for good cause. The tenancy for a factory-6 built home site on which is placed a factory-built home 7 that is comprised of two or more sections may not be 8 terminated until five years after the home has been placed 9 on the site except for good cause. 10 (b) The tenancy for a factory-built home, other than a 11 camping or travel trailer, may be terminated at the time
- 12 set forth in this subsection.

13 (1) Either party may terminate a rental agreement at the 14 end of its stated term or at the end of the time period set 15 out in subsection (a) of this section, whichever is later, for any reason, unless the rental agreement states that reasons 16 for termination must exist. 17 18 (2) Either party may terminate a tenancy which has continued after its stated term and longer than the period 19 20 set out in subsection(a) of this section for no reason, unless 21 the rental agreement states that reasons must exist. 22 (3) A tenancy that has not reached the end of its stated 23 term or has not existed for the time periods stated in 24 subsection (a) may be terminated only for good cause. 25 (c) A tenancy governed by subdivision (1) or (2), subsec-26 tion (b) of this section may be terminated only by written notice at least three months before the termination date of 27 the tenancy. A tenancy governed by subdivision (3), 28 subsection (a) of this section may be terminated only by a 29 written notice at least three months before the termination 30 31 date of the tenancy. The rental agreement may specify a period of notice in excess of the periods of time set out in 32 33 this subsection.

34 (d) A landlord may not cause the eviction of a tenant by
35 willfully interrupting gas, electricity, water or any other
36 essential service, or by removal of the factory-built home
37 from the factory-built home site, or by any other willful
38 self-help measure.

(e) The landlord shall set forth in a notice of termination
the reason relied upon for the termination with specific
facts to permit determination of the date, place, witnesses
and circumstances concerning that reason.

(f) Unless the landlord is changing the use of the site, if
a tenancy is ended by the landlord at the later of its stated
term or at the end of the time period set out in subsection
(a) of this article with no good cause, the owner may not
prevent the sale of the factory-built home in place to

- 48 another tenant who meets the standards and restrictions
- 49 in effect for other new tenants prior to the termination of50 the tenancy.
- CHAPTER 55. ACTIONS, SUITS AND ARBITRATION;

JUDICIAL SALE.

ARTICLE 3B. REMEDIES FOR WRONGFUL OCCUPATION OF FACTORY-BUILT HOME SITE.

§55-3B-1. Definitions.

- 1 For the purposes of this article, unless expressly stated
- 2 otherwise:
- 3 (a) "Factory-built home" has the same meaning given to

4 that term in West Virginia code section two, article fifteen,

5 chapter thirty-seven of this code.

6 (b) "Factory-built home site" means a parcel of land 7 provided for the placement of a factory-built home for 8 occupancy as a residence whether or not in a factory-built 9 home community. A factory-built home site is not residen-10 tial rental property for the purposes of article three-a of 11 this chapter.

12 (c) "Good cause" means:

13 (1) The tenant is in arrears in the payment of periodic14 payments or other charges related to the tenancy;

(2) The tenant has breached a material term of a written
rental agreement or repeatedly breached other terms of a
written rental agreement including those agreements
required in section three, article fifteen, chapter thirtyseven of this code;

(3) Where there is no written agreement, or where the
written agreement does not cover the subject matter of a
warranty or leasehold covenant, the tenant breached a
material term of a warranty or leasehold covenant or
repeatedly breached other terms of a warranty of leasehold
covenant;

26 (4) The tenant has deliberately or negligently damaged

- 27 the property or knowingly permitted another person to do28 so.
- 29 (d) "Section" means a unit of a factory-built home which
- 30 is transported and delivered as a whole and which con-
- 31 tains some or all of the indoor living area.

§55-3B-2. Tenancy of factory-built home site.

(a) The tenancy of the site of a factory-built home that
 is comprised of one section and that is not subject to a
 written agreement is from month to month. The tenancy
 of the site of a factory-built home that is comprised of two
 or more sections that is not subject to a written agreement
 is from year to year.
 (b) The tenancy of a factory-built home site that has

8 placed on it a factory-built home that is comprised of one section, other than a camping or travel trailer, may not be 9 10 terminated by the landlord until twelve months after the tenancy began except for good cause. The tenancy of a 11 12 factory-built home site that has placed on it a factory-13 built home that is comprised of two or more sections may not be terminated by the landlord until five years after the 14 15 tenancy began except for good cause. A written agreement 16 may provide that the tenant may not terminate the ten-17 ancy for the same or greater periods of time. A written 18 agreement may provide that the landlord may not terminate the tenancy for greater periods of time. 19

20 (c) For a month-to-month or year-to-year tenancy or a 21 tenancy that is created by a written agreement for a 22 definite period of time, the tenancy does not terminate at 23 the end of the month, year or stated period of time unless 24 either party gives timely notice as required in section three 25 of this article. If no notice is given and if no new agree-26 ment is made, the tenancy of a factory-built home site that 27 is comprised of one section becomes a month-to-month 28 tenancy and the tenancy of a factory-built home that is

- 29 comprised of two or more sections becomes a year-to-year
- 30 tenancy.

§55-3B-3. Termination of tenancy.

(a) The tenancy of a factory-built home site may be
terminated by either party only by giving at least three
months' notice in writing to the other of his or her intention to terminate the tenancy. When such notice is to the
tenant, it may be served upon him, or upon anyone holding
under him the leased premises or any part thereof. When
it is by the tenant, it may be served upon anyone who at
the time owns the premises, in whole or in part, or the
agent of such owner or according to the common law.

a tenancy is ended by the landlord at the later of its stated
term or at the end of the time period set out in subsection

- 13 (b), section two of this article, with no good cause, the
- 14 owner may not prevent the sale of the factory-built home
- 15 in place to another tenant who meets the standards and
- 16 criteria in effect for new tenants prior to the termination
- 17 of the tenancy.

§55-3B-4. Petition for summary relief for wrongful occupation of residential rental property.

(a) A person desiring to remove a tenant and factory built home from a factory-built home site may apply for
 such relief to the magistrate court or the circuit court of
 the county in which such property is located, by verified
 petition, setting forth the following:
 (1) That he is the owner or agent of the owner and as
 such has a right to evict the tenant and have the factory-

8 built home of the tenant removed;

9 (2) A brief description of the factory-built home site10 sufficient to identify it;

(3) That the tenant is wrongfully occupying such prop-erty in that the tenant is:

13 (A) Holding over after having been given proper notice

- 14 of termination of tenancy, whether or not the tenant has
- 15 continued to pay and the landlord has accepted rent; or
- 16 (B) The landlord has good cause; and

17 (4) A prayer for eviction of the tenant and removal of the18 tenant's factory-built home.

(b) Previous to the filing of the petition the person shall
request from the court the time and place at which the
petitioner shall be heard. The court shall fix a time for
such hearing, which time shall not be less than five nor
more than ten judicial days following such request.

24 (c) Immediately upon being apprised of the time and 25 place for hearing the petitioner shall cause a notice of the same to be served upon the tenant in accordance with the 26 provisions of rule 4 of the West Virginia rules of civil 27 28 procedure or by certified mail, return receipt requested. 29 Such notice shall inform the tenant that any defense to the 30 petition must be submitted in writing to the petitioner within five days of the receipt by the tenant of the notice 31 32 and in no case later than the fifth day next preceding the date of hearing. Upon receipt of the return of service or 33 the return receipt as the case may be, evidencing service 34 35 upon the tenant, the petitioner shall file with the court his 36 petition and such proof of service.

§55-3B-5. Defenses available.

1 In a proceeding under the provisions of this article, a

- 2 tenant against whom a petition has been brought may
- 3 assert any and all defenses which might be raised in an
- 4 action for ejectment or an action for unlawful detainer or
- 5 provided by this article or article fifteen, chapter thirty-
- 6 seven of this code.

§55-3B-6. Proceedings in court; final order; disposition of abandoned personal property.

1 (a) If at the time of the hearing there has been no appear-2 ance, answer or other responsive pleading filed by the 3 tenant, the court shall make and enter an order evicting

4 the tenant and ordering the tenant to have the factory-

5 built home removed.

6 (b) In the case of a petition alleging good cause or 7 holding over after proper termination of a tenancy, if the 8 tenant files an answer raising the defense of breach by the 9 landlord of a material covenant upon which the tenant's 10 duties depend or other defenses to the claim or claims set 11 forth in the petition, the court shall proceed to a hearing 12 on such issues.

(c) Continuances of the hearing provided for in this
section shall be for good cause only and the judge or
magistrate shall not grant a continuance to either party as
a matter of right. If a continuance is granted upon request
by a tenant, the tenant shall be required to pay into court
any periodic rent becoming due during the period of such
continuance.

20 (d) At the conclusion of the hearing, if the court finds 21 that the landlord is entitled to evict the tenants and have 22 the factory-built home of the tenants removed, the court 23 shall make and enter an order evicting the tenants and 24 ordering the tenants to have the factory-built home removed. In the case of a proceeding pursuant to subsec-25 tion (a) of this section, the court may also make a written 26 finding and include in its order such relief on the issue of 27 28 arrearage in the payment of periodic payments or other agreed charges related to the tenancy as the evidence may 29 require. The court may disburse any moneys paid into 30 court by the tenant in accordance with the provisions of 31 32 this section.

(e) The court order shall specify the time when the tenant
shall vacate the property, taking into consideration such
factors as the nature of the factory-built home, the possibility of relative harm to the parties and other material
facts deemed relevant by the court in considering when the
tenant might reasonably be expected to vacate the prop-

39 erty. The court shall not order the tenant to vacate the 40 premises in less than one month unless the tenant refuses or fails to pay rent for that period in advance as it becomes 41 due or unless the court finds that the tenant has deliber-42 43 ately or negligently damaged the property or the property 44 of other tenants or materially threatened or harmed the 45 quiet enjoyment of the property of other tenants or 46 neighbors or knowingly permitted another person to do so. 47 The court shall not order the tenant to remove the factory-48 built home in less than three months unless the tenant 49 refuses or fails to pay rent in advance as it becomes due for 50 that period or unless the court finds that the presence of 51 the factory-built home poses an imminent threat to the 52 health or safety of other tenants or neighbors: Provided, 53 That the court may order the home to be removed in not less than thirty days if the factory-built home is a single 54 section and the tenant had held over after having been 55 56 given notice pursuant to section three of this article. The order shall further provide that if the tenant continues to 57 58 wrongfully occupy the property beyond such time or if the 59 tenant refuses or fails to remove the factory-built home in 60 the time required, the landlord may apply for a writ of 61 possession and the sheriff shall forthwith remove the 62 tenant, taking precautions to guard against damage to the 63 property of the landlord and the tenant.

64 (f) In the event an appeal is taken and the tenant prevails 65 upon appeal, and if the term of the lease has expired and 66 proper termination notice was given pursuant to section 67 three of this article, absent an issue of title, retaliatory 68 eviction or breach of warranty, the relief ordered by the 69 appellate court shall be for monetary damages only and 70 shall not restore the tenant to possession. During the 71 pendency of any such appeal, if the period of the tenancy 72 has otherwise expired and proper termination notice was 73 given pursuant to section three of this article, the tenant is 74 not entitled to remain in possession of the property.

(g) When an order is issued pursuant to this sectionevicting the tenant and ordering the tenant to remove the

factory-built home and the tenant fails to remove the
factory-built home by the date specified by the order
issued pursuant to subsection (e) of this section, the
landlord may:

(1) Dispose of the tenant's factory-built home without
incurring any liability or responsibility to the tenant or
any other person if the tenant informs the landlord in
writing that the tenant is abandoning the factory-built
home;

86 (2) Remove and store the factory-built home after the 87 date and time by which the court ordered the tenant to 88 remove the factory-built home. The landlord may sell the 89 stored factory-built home after thirty days without 90 incurring any liability or responsibility to the tenant or 91 any other person if: (i) The tenant has not paid the reason-92 able costs of storage and removal to the landlord and has not taken possession of the stored factory-built home; or 93 (ii) the costs of storage equal the value of the factory-built 94 95 home being stored; or

96 (3) Leave the factory-built home on the property. The 97 landlord may sell the factory-built home left on the 98 property after thirty days without incurring any liability 99 or responsibility to the tenant or any other person if the 100 tenant has not paid the landlord the reasonable costs of 101 leaving the factory-built home on the landlord's property 102 and has not taken possession of the factory-built home.

103 (h) The sale shall be conducted and the proceeds distributed pursuant to article nine, chapter forty-six of this code 104 105 as if the landlord became the holder of a security interest 106 on the day the tenant was to have the factory-built home 107 removed from the site except that the landlord shall have 108 first priority to recover unpaid rent and may require as a 109 condition of the sale that the buyer post security or place 110 in escrow the cost of moving the factory-built home from 111 the site.

(i) When an order is issued pursuant to this section
granting possession of the property to the landlord and the
tenant removes the factory-built home, but fails to remove
all other personal property by the date and time specified
by the order issued pursuant to subsection (e) of this
section, the landlord may:

(1) Dispose of the tenant's personal property without
incurring any liability or responsibility to the tenant or
any other person if the tenant informs the landlord in
writing that the other personal property is abandoned or
if the property is garbage;

123 (2) Remove and store the other personal property after 124 the date and time by which the court ordered the tenant to 125 vacate the property. The landlord may dispose of the 126 stored personal property after thirty days without incurring any liability or responsibility to the tenant or any 127 128 other person if: (i) The tenant has not paid the reasonable 129 costs of storage and removal to the landlord and has not 130 taken possession of the stored personal property; or (ii) the 131 costs of storage equal the value of the personal property 132 being stored; or

(3) Leave the personal property on the property. The
landlord may dispose of personal property left on the
property after thirty days without incurring any liability
or responsibility to the tenant or any other person if the
tenant has not paid the landlord the reasonable costs of
leaving the personal property on the landlord's property
and has not taken possession of the personal property.

140 (j) Notwithstanding the provisions of subsections (g) and 141 (i) of this section, if the personal property is worth more 142 than three hundred dollars and was not removed from the 143 property or place of storage within thirty days with the 144 required fees paid as provided in subsection (i) of this 145 section, or if the factory-built home was not removed 146 within thirty days with the required fees paid as provided in subsection (g) of this section, the landlord shall store the 147

148 personal property or factory-built home for up to thirty 149 additional days if the tenant or any person holding a 150 security interest in the abandoned personal property or 151 factory-built home informs the landlord of their intent to 152 remove the property: *Provided*, That the tenant or person 153 holding a security interest in the personal property pays 154 the landlord the reasonable costs of storage and removal.

§55-3B-7. Waiver.

- 1 A tenant's rights under this article may not be waived by
- 2 agreement.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originated in the Senate.

In effect ninety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

mple President of the Senate

Speaker House of Delegates

The within. ... this the Day of .. 2004. Governor



PRESENTED TO THE	
	GOVERNOR
DATE	531.04
TIME	10:45 m

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