SUBSTITUTE FOR

SENATE BILL NO. 394

A bill to amend 1917 PA 167, entitled "Housing law of Michigan,"

by amending sections 1, 125, and 126 (MCL 125.401, 125.525, and 125.526), sections 1 and 126 as amended by 2008 PA 408.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. (1) This act shall be known AND MAY BE CITED as the
- 2 "housing law of Michigan". and shall apply
- 3 (2) THIS ACT APPLIES to every EACH city, and organized
- 4 village, in this state which, by AND TOWNSHIP THAT, ACCORDING TO
- 5 the last regular or special federal census, had HAS a population of
- 6 100,000 10,000 or more. , and to every city or village as its
- 7 population shall reach 100,000 thereafter and also to that
- 8 territory immediately adjacent and contiguous to the boundaries of
- 9 such a city or village and extending for a radial distance of 2-1/2

- 1 miles beyond their boundaries in all directions. This act shall
- 2 also apply to any city and organized village in this state which,
- 3 as determined by the last regular or special federal census, has or
- 4 shall hereafter attain a population of 10,000 or more. This
- 5 HOWEVER, THIS act relating DOES NOT APPLY to private dwellings and
- 6 2-family dwellings does not apply to IN any city, or organized
- 7 village, lying outside the 2-1/2 mile radius and OR TOWNSHIP having
- 8 a population of less than 100,000 unless the legislative body of
- 9 the city or village LOCAL GOVERNMENTAL UNIT ADOPTS THE PROVISIONS
- 10 by resolution passed by a majority vote of the ITS members. elect
- 11 of the legislative body, adopt the provisions. In the case of
- 12 charter townships and townships the provisions of this act relating
- 13 to private dwellings and 2-family dwellings may be applied to those
- 14 areas by ordinance of the respective township board adopting the
- 15 provisions.
- 16 (3) This act applies to all dwellings within the classes
- 17 defined in the following sections, SECTION 2, except that in
- 18 sections where specific reference is made A REFERENCE to 1 or more
- 19 specific classes of dwellings , those provisions shall apply
- 20 APPLIES only to those classes to which specific reference is made.
- 21 All other provisions that relate to dwellings shall apply to all
- 22 classes of dwellings.
- 23 Sec. 125. (1) A-THE ENFORCING AGENCY MAY MAINTAIN A registry
- 24 of owners and premises shall be maintained by the enforcing
- 25 agency.REGULATED BY THIS ACT.
- 26 (2) The owners IF THE ENFORCING AGENCY MAINTAINS A REGISTRY OF
- 27 OWNERS AND PREMISES, THE OWNER of a multiple dwelling or rooming

- 1 house containing units which will be offered to let, or to hire,
- 2 for more than 6 months of a calendar year , shall register their
- 3 names and places of WITH THE ENFORCING AGENCY THE OWNER'S NAME, THE
- 4 ADDRESS OF THE OWNER'S residence or usual places PLACE of business,
- 5 and the location of the premises regulated by this act with the
- 6 enforcing agency. MULTIPLE DWELLING OR ROOMING HOUSE. The owners
- 7 OWNER shall register within 60 days following the day on which any
- 8 part of the premises is offered for occupancy. Owners of multiple
- 9 dwellings or rooming houses containing units which are occupied or
- 10 offered for occupancy at the time this act becomes effective shall
- 11 register within 90 days after the effective date of this article.
- 12 (3) If the premises are managed or operated by an agent, the
- 13 agent's name and place of business shall be placed ENTERED with the
- 14 name of the owner in the registry UNDER SUBSECTION (2).
- 15 Sec. 126. (1) The—A LOCAL GOVERNMENTAL UNIT IS NOT REQUIRED TO
- 16 INSPECT A MULTIPLE DWELLING OR ROOMING HOUSE UNLESS THE LOCAL
- 17 GOVERNMENTAL UNIT RECEIVES A COMPLAINT FROM A LESSEE OF A VIOLATION
- 18 OF THIS ACT.
- 19 (2) SUBJECT TO SUBSECTION (1), THE enforcing agency shall
- 20 inspect multiple dwellings and rooming houses regulated by this act
- 21 in accordance with this act. Except
- 22 (3) SUBJECT TO SUBSECTION (1) AND EXCEPT as provided in
- 23 subsection $\frac{(2)}{(4)}$, the period between inspections OF A MULTIPLE
- 24 DWELLING OR ROOMING HOUSE shall not be longer than 4 years. All
- 25 other dwellings regulated by this act may be inspected at
- 26 reasonable intervals. Inspections of multiple dwellings or rooming
- 27 houses conducted by the United States department of housing and

- 1 urban development DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT under
- 2 the real estate assessment center inspection process or BY other
- 3 government agencies may be accepted by a local governmental unit
- 4 and an enforcing agency as a substitute for inspections required by
- 5 a local enforcing agency. To the extent permitted under applicable
- 6 law, a local enforcing agency or its designee is authorized to MAY
- 7 exercise inspection authority delegated by law or agreement from
- 8 other agencies or authorities that perform inspections required
- 9 under other state law or federal law.
- 10 (4) (2) A SUBJECT TO SUBSECTION (1), A local governmental unit
- 11 may provide by ordinance for a maximum period between inspections
- 12 of a multiple dwelling or rooming house that is not longer than 6
- 13 years if the most recent inspection of the premises found no
- 14 violations of the THIS act and the multiple dwelling or rooming
- 15 house has not changed ownership during the 6-year period.
- 16 (5) (3) An inspection shall be conducted in the manner best
- 17 calculated to secure compliance with the THIS act and appropriate
- 18 to the needs of the community, including, but not limited to, on 1
- 19 or more of the following bases:
- 20 (a) An area basis, such that UNDER WHICH all the regulated
- 21 premises in a predetermined geographical area will be ARE inspected
- 22 simultaneously, or within a short period of time.
- 23 (b) A complaint basis, such that UNDER WHICH PREMISES THAT ARE
- 24 THE SUBJECT OF complaints of violations will be ARE inspected
- 25 within a reasonable time.
- 26 (c) A recurrent violation basis, such that UNDER WHICH
- 27 premises that are found to have a high incidence of recurrent or

- 1 uncorrected violations will be ARE inspected more frequently.
- 2 (d) A compliance basis, such that UNDER WHICH a premises
- 3 brought into compliance before the expiration of a certificate of
- 4 compliance or any requested repair order may be issued a
- 5 certificate of compliance for the maximum renewal certification
- 6 period authorized by the local governmental unit.
- 7 (e) A percentage basis, such that UNDER WHICH a local
- 8 governmental unit may establish ESTABLISHES a percentage of units
- 9 in a multiple dwelling to be inspected in order to issue a
- 10 certificate of compliance for the multiple dwelling.
- 11 (6) (4)—An inspection shall be carried out by the enforcing
- 12 agency, or by the enforcing agency and representatives of other
- 13 agencies that form a team to undertake an inspection under this and
- 14 other applicable acts.
- 15 (7) (5)—Except as provided in subsection (7)—(9) AND THIS
- 16 SUBSECTION, an inspector, or team of inspectors, shall request and
- 17 receive permission to enter before entering a leasehold regulated
- 18 by this act at reasonable hours to undertake an inspection AND
- 19 SHALL ENTER AT A REASONABLE HOUR. In the case of an emergency, as
- 20 defined under rules promulgated by the enforcing agency, INCLUDING,
- 21 BUT NOT LIMITED TO, FIRE, FLOOD, OR OTHER THREAT OF SERIOUS INJURY
- 22 OR DEATH, or upon presentment of a warrant, the inspector or team
- 23 of inspectors may enter at any time.
- 24 (8) (6) Except in an emergency, before BEFORE entering a
- 25 leasehold regulated by this act, the owner of the leasehold shall
- 26 request and obtain permission to enter the leasehold. In the case
- 27 of HOWEVER, IN an emergency, including, but not limited to, fire,

- 1 flood, or other threat of serious injury or death, the owner may
- 2 enter at any time.
- 3 (9) (7) The enforcing agency may require the owner of a
- 4 leasehold to do 1 or more of the following:
- 5 (a) Provide the enforcing agency access to the leasehold if
- 6 the lease provides the owner a right of entry.
- 7 (b) Provide access to areas other than a leasehold or areas
- 8 open to public view, or both.
- 9 (c) Notify a tenant THE LESSEE of the enforcing agency's
- 10 request to inspect a leasehold, make a good faith GOOD-FAITH effort
- 11 to obtain permission for an inspection, and arrange for the
- 12 inspection. If a tenant LESSEE vacates a leasehold after the
- 13 enforcing agency has requested to inspect that leasehold, an THE
- 14 owner of the leasehold shall notify the enforcing agency of that
- 15 fact within 10 days after the leasehold is vacated.
- 16 (d) Provide access to the leasehold if a tenant LESSEE of that
- 17 leasehold has made a complaint to the enforcing agency.
- 18 (10) (8) A local governmental unit may adopt an ordinance to
- implement subsection $\frac{(7)}{(9)}$.
- 20 (11) (9)—For multiple lessees in a leasehold, notifying at
- 21 least 1 lessee and requesting and obtaining the permission of at
- 22 least 1 lessee satisfies THE NOTICE AND PERMISSION REQUIREMENTS OF
- 23 subsections (5) and (7).(7) TO (9).
- 24 (12) (10) Neither the THE enforcing agency nor OR the owner
- 25 may SHALL NOT discriminate against an occupant on the basis of
- 26 whether the occupant requests, permits, or refuses entry to the
- 27 leasehold.

- 1 (13) (11)—The enforcing agency shall not discriminate against
- 2 an owner who has met the requirements of subsection (7) (9) but has
- 3 been unable to obtain the permission of the occupant, based on the
- 4 owner's inability to obtain that permission.
- 5 (14) (12) The enforcing agency may establish and charge a
- 6 reasonable fee for inspections conducted under this act. The fee
- 7 shall not exceed the actual, reasonable cost of providing the
- 8 inspection for which the fee is charged. AN INSPECTION FEE IS NOT
- 9 REQUIRED TO BE PAID MORE THAN 6 MONTHS BEFORE THE INSPECTION IS TO
- 10 TAKE PLACE. An owner or property manager shall—IS not be-liable for
- 11 an inspection fee if the inspection is not performed and the
- 12 enforcing agency is the direct cause of the failure to perform THE
- 13 INSPECTION.
- 14 (15) (13) An IF REQUESTED, AN enforcing agency or a local
- 15 governmental unit shall produce a report to a requesting party on
- 16 the income and expenses of the inspection program for the preceding
- 17 fiscal year. The report shall contain—STATE THE AMOUNT OF the fees
- 18 assessed by the enforcing agency, the costs incurred in performing
- 19 inspections, and the number of units inspected. The report shall be
- 20 provided to the requesting party within 90 days of AFTER the
- 21 request IS MADE. The enforcing agency or local governmental unit
- 22 may produce the report electronically. If the enforcing agency does
- 23 not have readily available access to the information required for
- 24 the report, the enforcing agency may charge the requesting party a
- 25 fee no NOT greater than the actual reasonable cost of providing the
- 26 information. If an enforcing agency charges a fee under this
- 27 subsection, the enforcing agency shall include IN THE REPORT the

- Senate Bill No. 394 as amended January 21, 2016
- 1 costs of providing and compiling the information. contained in the
- 2 report.
- 3 (16) (14) If a complaint identifies a dwelling or rooming
- 4 house regulated under this act in which a child is residing, the
- 5 dwelling or rooming house shall be inspected prior to inspection of
- 6 any nonemergency complaint.
- 7 (17) $\frac{(15)}{}$ As used in this section:
- 8 (a) "Child" means an individual under 18 years of age.
- 9 (b) "Leasehold" means a private dwelling or separately
- 10 occupied apartment, suite, or group of rooms in a 2-family dwelling
- 11 or in a multiple dwelling if the private dwelling or separately
- 12 occupied apartment, suite, or group of rooms is leased to the
- occupant under the terms of either an oral or written lease.

 [Enacting section 1. This amendatory act takes effect 90 days after the date it is enacted into law.]