SENATE BILL No. 971

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May 18, 2016, Introduced by Senators SCHMIDT, SCHUITMAKER, HORN, MACGREGOR, ZORN and KNOLLENBERG and referred to the Committee on Regulatory Reform.

A bill to amend 1980 PA 497, entitled "Construction lien act,"

by amending section 114 (MCL 570.1114), as amended by 2006 PA 497.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 114. A contractor does not have a right to a construction
- 2 lien on the interest of an owner or lessee in a residential
- 3 structure unless the contractor has provided an improvement to the
- 4 residential structure pursuant to UNDER a written contract between
- 5 the owner or lessee and the contractor and any amendments or
- 5 additions to the contract are also in writing. The contract
- 7 required by UNDER this section shall contain a statement, in type
- 8 no smaller than that of the body of the contract, stating all of
- 9 the following:

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- 1 (a) That a residential builder or a residential maintenance
- 2 and alteration contractor is required to be licensed under article
- 3 24 of the occupational code, 1980 PA 299, MCL 339.2401 to 339.2412.
- 4 That an electrician is required to be licensed under the electrical
- 5 administrative act, 1956 PA 217, MCL 338.881 to 338.892. ARTICLE 7
- 6 OF THE SKILLED TRADES REGULATION ACT, MCL 339.5701 TO 339.5739.
- 7 That a plumbing contractor is required to be licensed under the
- 8 state plumbing act, 2002 PA 733, MCL 338.3511 to 338.3569. ARTICLE
- 9 11 OF THE SKILLED TRADES REGULATION ACT, MCL 339.6101 TO 339.6133.
- 10 That a mechanical contractor is required to be licensed under the
- 11 Forbes mechanical contractors act, 1984 PA 192, MCL 338.971 to
- 12 338.988.ARTICLE 8 OF THE SKILLED TRADES REGULATION ACT, MCL
- 13 339.5801 TO 339.5819.
- 14 (b) If the contractor is required to be licensed to provide
- 15 the contracted improvement, that the contractor is licensed and the
- 16 contractor's license number.
- 17 Enacting section 1. This amendatory act takes effect 90 days
- 18 after the date it is enacted into law.
- 19 Enacting section 2. This amendatory act does not take effect
- 20 unless Senate Bill No. 963
- of the 98th Legislature is enacted into law.

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