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Senate Bill 35 (as reported without amendment)

Sponsor: Senator Alan Sanborn

Committee: Judiciary

## **CONTENT**

The bill would amend Chapter 58 (Limitations of Actions) of the Revised Judicature Act (RJA) to revise the period of limitations for an action against an architect, engineer, land surveyor, or construction contractor.

Except as otherwise provided, Section 5805 of the RJA prescribes a two-year period of limitations for a malpractice action, and a three-year period of limitations for an action to recover damages for the death of or injury to a person (a general negligence action). Section 5805 also specifies that the period of limitations for an action against a Statelicensed architect, professional engineer, land surveyor, or contractor, based on an improvement to real property, is as provided in Section 5839.

Under Section 5839, a person may not maintain an action to recover damages for injury to real or personal property, or for bodily injury or wrongful death, arising out of the defective and unsafe condition of an improvement to real property, against any State-licensed architect or professional engineer performing or furnishing the design or supervision of construction of the improvement, or against any contractor making the improvement, later than either of the following: 1) six years after the time of occupancy of the completed improvement, use, or acceptance of the improvement; or 2) one year after the defect is discovered or should have been discovered, if the defect constitutes the proximate cause of the injury or damage for which the action is brought and is the result of gross negligence, but not more than 10 years after the time of occupancy. Also, a person may not maintain an action to recover damages based on error or negligence of a State-licensed land surveyor in the preparation of a survey or report more than six years after its delivery.

Under the bill, the period of limitations for an action against a State-licensed architect, professional engineer, land surveyor, or contractor would be as provided in Section 5805, but the action could not be commenced later than the applicable period established in Section 5839. (That is, when an action arose within six years after occupancy, it would have to be brought within the two-year or three-year period prescribed in Section 5805, and an action could not be brought more than six years after occupancy.)

MCL 600.5805 & 600.5839 Legislative Analyst: Patrick Affholter

## FISCAL IMPACT

The bill would have no fiscal impact on State or local government.

Date Completed: 4-1-09 Fiscal Analyst: Stephanie Yu