## **HOUSE BILL NO. 5396**

October 14, 2021, Introduced by Reps. Camilleri, Brenda Carter, Cavanagh, Aiyash, Sowerby, Weiss, Cambensy and Cherry and referred to the Committee on Regulatory Reform.

A bill to amend 1988 PA 226, entitled

"An act to limit the powers of a local governmental unit regarding the leasing of private residential property,"

by amending the title and section 1 (MCL 123.411), section 1 as amended by 2018 PA 585.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

TITLE

An act to limit the powers of a local governmental unit

regarding the leasing of private residential property; and to

prohibit rent increases by owners or operators of mobile home parks

## 1 within a certain period of time.

- 2 Sec. 1. (1) As used in this section, "local governmental unit"
- $oldsymbol{3}$  means a political subdivision of this state including, but not
- 4 limited to, a county, city, village, or township, if the political
- 5 subdivision provides local government services for residents in a
- 6 geographically limited area of this state as its primary purpose
- 7 and has the power to act primarily on behalf of that area.
- 8 (2) Subject to subsections (3)  $\frac{1}{2}$  and (4), to (5), a local
- 9 governmental unit shall not enact, maintain, or enforce an
- 10 ordinance or resolution that would have the effect of controlling
- 11 the amount of rent charged for leasing private residential
- 12 property.
- 13 (3) This section does not impair the right of any local
- 14 governmental unit to manage and control residential property in
- 15 which the local governmental unit has a property interest.
- 16 (4) This section does not limit the power of a local
- 17 governmental unit to adopt an ordinance or resolution to implement
- 18 a plan to use voluntary incentives and agreements to increase the
- 19 supply of moderate- or low-cost private residential property
- 20 available for lease.
- 21 (5) Subsection (2) does not apply to a mobile home park as
- 22 that term is defined in section 2 of the mobile home commission
- 23 act, 1987 PA 96, MCL 125.2302.
- 24 (6) During any 12-month period, the owner or operator of a
- 25 mobile home park shall not increase the existing rent charged for a
- 26 mobile home site by a percentage greater than the most recent
- 27 annual percentage change in the Consumer Price Index. As used in
- 28 this subsection, "Consumer Price Index" means the most
- 29 comprehensive index of consumer prices available for this state

- 1 from the Bureau of Labor Statistics of the United States Department
- 2 of Labor.