## HOUSE SUBSTITUTE FOR SENATE BILL NO. 313

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 (4) THIS ACT DOES NOT LIMIT ANY POWER GRANTED OR DUTY IMPOSED
- 24 UNDER THE PUBLIC HEALTH CODE, 1978 PA 368, MCL 333.1101 TO
- 25 333.25211.
- 26 Sec. 125. (1) A-THE ENFORCING AGENCY MAY MAINTAIN A registry
- 27 of owners and premises shall be maintained by the enforcing

- 1 agency. REGULATED BY THIS ACT. IF THE ENFORCING AGENCY MAINTAINS A
- 2 REGISTRY OF OWNERS AND PREMISES, THE ENFORCING AGENCY SHALL COMPLY
- 3 WITH THE REQUIREMENTS OF THIS SECTION.
- 4 (2) The owners—IF REQUIRED BY THE ENFORCING AGENCY, THE OWNER
- 5 of a multiple dwelling or rooming house containing units which will
- 6 be THAT ARE offered to let, or to hire, FOR LEASE for more than 6
- 7 months of a calendar year , shall register their names and places
- 8 of with the enforcing agency the owner's name, the address of the
- 9 OWNER'S residence or usual places PLACE of business, and the
- 10 location of the premises regulated by this act with the enforcing
- 11 agency. TO BE LEASED. The owners OWNER shall register within 60
- 12 days following the day on which any part of the premises is offered
- 13 for occupancy. Owners of multiple dwellings or rooming houses
- 14 containing units which are occupied or offered for occupancy at the
- 15 time this act becomes effective shall register within 90 days after
- 16 the effective date of this article. LEASE.
- 17 (3) If the premises are managed or operated by an agent, the
- 18 agent's name and place of business shall be placed ENTERED with the
- 19 name of the owner in the registry UNDER SUBSECTION (2).
- 20 (4) SUBJECT TO SUBSECTION (5), THE ENFORCING AGENCY MAY CHARGE
- 21 THE OWNER A REGISTRATION FEE TO REGISTER THE PREMISES UNDER
- 22 SUBSECTION (2).
- 23 (5) THIS SUBSECTION APPLIES BEGINNING 1 YEAR AFTER THE
- 24 EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED THIS SUBSECTION. AN
- 25 EXISTING REGISTRATION REMAINS VALID AND THE ENFORCING AGENCY SHALL
- 26 NOT CHARGE A NEW REGISTRATION FEE FOR THE REGISTERED PREMISES
- 27 EXCEPT AS FOLLOWS:

- 1 (A) IF ADDITIONAL DWELLING UNITS ARE CONSTRUCTED AFTER A
- 2 REGISTRATION IS FILED, THE ENFORCING AGENCY MAY REQUIRE THE OWNER
- 3 TO REREGISTER THE PREMISES AND MAY CHARGE A NEW REGISTRATION FEE
- 4 WHEN A CERTIFICATE OF USE AND OCCUPANCY IS ISSUED UNDER SECTION 13
- 5 OF THE STILLE-DEROSSETT-HALE SINGLE STATE CONSTRUCTION CODE ACT,
- 6 1972 PA 230, MCL 125.1513.
- 7 (B) IF THE OWNER'S ADDRESS OR THE PERSON IN CHARGE OF
- 8 MANAGEMENT OF THE PROPERTY CHANGES, THE ENFORCING AGENCY MAY
- 9 REQUIRE THE OWNER TO REREGISTER THE PREMISES AND MAY CHARGE A NEW
- 10 REGISTRATION FEE.
- 11 (C) UPON SALE OR OTHER TRANSFER OF OWNERSHIP OF THE PREMISES,
- 12 THE NEW OWNER SHALL REREGISTER THE PREMISES AND, IF THE PREMISES
- 13 ARE REREGISTERED, THE ENFORCING AGENCY MAY CHARGE A NEW
- 14 REGISTRATION FEE.
- 15 (6) AS USED IN THIS SECTION, "REGISTRATION FEE" MEANS ANY FEE
- 16 ASSOCIATED WITH THE REGISTRATION OR REREGISTRATION OF PREMISES
- 17 UNDER SUBSECTION (2) OR (5), RESPECTIVELY, WHETHER DESIGNATED AS A
- 18 REGISTRATION, ADMINISTRATIVE, COMPLIANCE CERTIFICATION, LICENSING,
- 19 OR OTHER FEE. REGISTRATION FEE DOES NOT INCLUDE A FINE.
- 20 Sec. 126. (1) The A LOCAL GOVERNMENTAL UNIT IS NOT REQUIRED TO
- 21 INSPECT MULTIPLE DWELLINGS AND ROOMING HOUSES. IF A LOCAL
- 22 GOVERNMENTAL UNIT ELECTS TO INSPECT MULTIPLE DWELLINGS OR ROOMING
- 23 HOUSES, THE enforcing agency shall inspect multiple dwellings and
- 24 rooming houses regulated by this act in accordance with this act.
- 25 Except as provided in subsection (2), the period between
- 26 inspections OF A MULTIPLE DWELLING OR ROOMING HOUSE shall not be
- 27 longer than 4 years. All other dwellings regulated by this act may

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

- 1 (c) A recurrent violation basis, such that UNDER WHICH
- 2 premises that are found to have a high incidence of recurrent or
- 3 uncorrected violations will be ARE inspected more frequently.
- 4 (d) A compliance basis, such that UNDER WHICH a premises
- 5 brought into compliance before the expiration of a certificate of
- 6 compliance or any requested repair order may be issued a
- 7 certificate of compliance for the maximum renewal certification
- 8 period authorized by the local governmental unit.
- 9 (e) A percentage basis, such that UNDER WHICH a local
- 10 governmental unit may establish ESTABLISHES a percentage of units
- 11 in a multiple dwelling to be inspected in order to issue a
- 12 certificate of compliance for the multiple dwelling.
- 13 (4) An inspection shall be carried out by the enforcing
- 14 agency, or by the enforcing agency and representatives of other
- 15 agencies that form a team to undertake an inspection under this and
- 16 other applicable acts.
- 17 (5) Except as provided in subsection (7) AND THIS SUBSECTION,
- 18 an inspector, or team of inspectors, shall request and receive
- 19 permission to enter before entering a leasehold regulated by this
- 20 act at reasonable hours to undertake an inspection. In the case of
- 21 an emergency, as defined under rules promulgated by the enforcing
- 22 agency, or upon presentment of a warrant, the inspector or team of
- 23 inspectors may enter at any time WITHOUT OBTAINING PERMISSION FROM
- 24 THE LESSEE.
- 25 (6) Except in an emergency, before BEFORE entering a leasehold
- 26 regulated by this act, the owner of the leasehold shall request and
- 27 obtain permission FROM THE LESSEE to enter the leasehold. In the

- 1 case of HOWEVER, IN an emergency, including, but not limited to,
- 2 fire, flood, or other threat of serious injury or death, the owner
- 3 may enter at any time WITHOUT OBTAINING PERMISSION FROM THE LESSEE.
- 4 (7) The enforcing agency may require the owner of a leasehold
- 5 to do 1 or more of the following:
- 6 (a) Provide the enforcing agency access to the leasehold if
- 7 the ANY OF THE FOLLOWING REQUIREMENTS ARE MET:
- 8 (i) THE lease provides the owner AND THE LOCAL GOVERNMENTAL
- 9 UNIT a right of entry FOR INSPECTIONS BY THE LOCAL ENFORCEMENT
- 10 AGENCY.
- 11 (ii) A LESSEE HAS GRANTED PERMISSION FOR THE INSPECTION.
- 12 (b) Provide access to areas other than a leasehold or areas
- 13 open to public view, or both.
- 14 (c) Notify a tenant THE LESSEE of the enforcing agency's
- 15 request to inspect a leasehold, make a good faith GOOD-FAITH effort
- 16 to obtain permission for an inspection, NOTIFY THE ENFORCING AGENCY
- 17 OF THE LESSEE'S RESPONSE, and, IF THE REQUIREMENTS OF SUBDIVISION
- 18 (A) (i) OR (ii) ARE MET, arrange for the inspection. NOTIFYING THE
- 19 LESSEE OF LEGAL RIGHTS DOES NOT VIOLATE THIS SECTION. If a tenant
- 20 LESSEE vacates a leasehold NOT MORE THAN 60 DAYS after the
- 21 enforcing agency has requested to inspect that leasehold, an THE
- 22 owner of the leasehold shall notify the enforcing agency of that
- 23 fact within 10 days after the leasehold is vacated.
- 24 (d) Provide access to the leasehold if a tenant LESSEE of that
- 25 leasehold has made a complaint to the enforcing agency.
- 26 (8) A local governmental unit may adopt an ordinance OR
- 27 **RESOLUTION** to implement subsection (7).

- 1 (9) For multiple lessees in a leasehold, notifying at least 1
- 2 lessee and requesting and obtaining the permission of at least 1
- 3 lessee satisfies THE NOTICE AND PERMISSION REQUIREMENTS OF
- 4 subsections (5) and TO (7).
- 5 (10) Neither the THE enforcing agency nor OR the owner may
- 6 SHALL NOT discriminate against an occupant on the basis of whether
- 7 the occupant requests, permits, or refuses entry to the leasehold.
- 8 THIS SUBSECTION DOES NOT APPLY IF THE OCCUPANT REFUSES ENTRY IN THE
- 9 CASE OF AN EMERGENCY OR UPON PRESENTMENT OF A WARRANT, AS PROVIDED
- 10 IN SUBSECTION (5) OR (6).
- 11 (11) The enforcing agency shall not discriminate against an
- 12 owner who has met the requirements of COMPLIED WITH THE ENFORCING
- 13 AGENCY'S REQUIREMENTS UNDER subsection (7) but has been unable to
- 14 obtain the permission of the occupant, based on the owner's
- 15 inability to obtain that permission.
- 16 (12) The enforcing agency may establish and charge a
- 17 reasonable fee for inspections conducted under this act. The fee
- 18 shall not exceed the actual, reasonable cost of providing the
- 19 inspection for which the fee is charged. PAYMENT OF THE INSPECTION
- 20 FEE IS NOT REQUIRED SOONER THAN 6 MONTHS BEFORE THE INSPECTION IS
- 21 TO TAKE PLACE. An owner or property manager shall—IS not be-liable
- 22 for an inspection fee if the inspection is not performed and the
- 23 enforcing agency is the direct cause of the failure to perform.
- 24 (13) An IF REQUESTED, AN enforcing agency or a local
- 25 governmental unit shall produce a report to a requesting party on
- 26 the income and expenses of the inspection program for the preceding
- 27 fiscal year. The report shall contain—STATE THE AMOUNT OF the fees

- 1 assessed by the enforcing agency, the costs incurred in performing
- 2 inspections, and the number of units inspected. The report shall be
- 3 provided to the requesting party within 90 days of AFTER the
- 4 request. The enforcing agency or local governmental unit may
- 5 produce the report electronically. If the enforcing agency does not
- 6 have readily available access to the information required for the
- 7 report, the enforcing agency may charge the requesting party a fee
- 8 no greater than the actual reasonable cost of COMPILING AND
- 9 providing the information. If an enforcing agency charges a fee
- 10 under this subsection, the enforcing agency shall include IN THE
- 11 REPORT the costs of providing and compiling the information.
- 12 contained in the report.
- 13 (14) If a complaint identifies a dwelling or rooming house
- 14 regulated under this act in which a child is residing, the dwelling
- 15 or rooming house shall be inspected prior to inspection of any
- 16 nonemergency complaint.
- 17 (15) As used in this section:
- 18 (a) "Child" means an individual under 18 years of age.
- 19 (b) "Leasehold" means a private dwelling or separately
- 20 occupied apartment, suite, or group of rooms in a 2-family dwelling
- 21 or in a multiple dwelling if the private dwelling or separately
- 22 occupied apartment, suite, or group of rooms is leased to the
- 23 occupant under the terms of either an oral or written lease.