

SENATE BILL No. 559

November 17, 1987, Introduced by Senator KELLY and referred to the
Committee on Judiciary.

A bill to invalidate certain commercial transactions if not
completed within 40 years.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. An option in gross with respect to an interest in
2 land or minerals or a preemptive right in the nature of a right
3 of first refusal in gross with respect to an interest in land or
4 minerals becomes invalid if it is not exercised within 40 years
5 after its creation.

6 Sec. 2. A lease to commence at a time certain or upon the
7 happening of a future event becomes invalid if its term does not
8 actually commence in possession within 40 years after its
9 execution.

10 Sec. 3. A nonvested easement in gross becomes invalid if it
11 does not vest within 40 years after its creation.