## SUBSTITUTE FOR

## HOUSE BILL NO. 4704

A bill to amend 1945 PA 327, entitled "Aeronautics code of the state of Michigan," by amending section 85 (MCL 259.85), as amended by 2002 PA 258; and to repeal acts and parts of acts.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 85. (1) A person shall not operate a flight school in
- 2 this state unless the person holds an annual license issued by
- 3 the commission.
- 4 (2) Upon receipt of an application and a \$25.00 license fee
- 5 from a flight school, the commission shall review the
- 6 qualifications of the applicant.
- 7 (3) Unless surrendered, suspended, or revoked before this
- 8 date, a flight school license expires 1 year from date of
- 9 issuance or upon the sale or transfer by the owner of property,
- 10 equipment, or franchise of the flight school.

- 1 (4) The annual flight school license renewal fee is \$10.00
- 2 and is payable from the original date of issuance. An applicant
- 3 shall file an initial application and pay the initial application
- 4 fee if a license is not renewed before its expiration.
- 5 (5) A change in the name of the flight school, without change
- 6 in ownership, does not void a current license if the owner of the
- 7 flight school notifies the commission in writing within 15 days
- 8 of the change. Upon receipt of notification under this
- 9 subsection, the commission shall issue a license under the new
- 10 name with the same expiration date as the license previously
- 11 issued.
- 12 (6) A flight school operating facilities at more than 1
- 13 aeronautical facility shall obtain a license for each location.
- 14 (7) The flight school license shall be posted in the
- 15 principal office of the flight school where it may be readily
- 16 observed by the general public.
- 17 (8) A flight school shall at all times conduct itself in
- 18 accordance with all applicable federal, state, and local laws and
- 19 statutes.
- 20 (9) A flight school shall be operated from an airport
- 21 properly licensed by the commission.
- 22 (10) A flight school operator shall obtain from the airport
- 23 manager a written agreement to operate commercially from the
- 24 airport at which the flight school is based.
- 25 (11) Each flight school student shall be advised in writing
- 26 at the time of enrollment of the type and amount of insurance
- 27 coverage provided for each aircraft used by the flight school.

- 1 (12) A flight school shall provide a suitable space of
- 2 permanent nature that is properly heated, lighted, and ventilated
- 3 to accommodate flight school students and to house adequate
- 4 equipment necessary to properly conduct business matters and to
- 5 prepare and preserve business records. The facilities described
- 6 in this subsection shall be located at the licensed airport
- 7 site.
- 8 (13) Each aircraft to be used for purposes of flight
- 9 instruction at a flight school shall comply with all of the
- 10 following:
- 11 (a) Possess a valid airworthiness certificate issued by the
- 12 federal aviation administration.
- (b) Be properly registered with the commission.
- 14 (c) Have the equipment and performance characteristics
- 15 appropriate to the curriculum and to the airport to be used.
- 16 (14) All aircraft used in any flight school operation shall
- 17 be operated in accordance with federal aviation administration
- 18 maintenance regulations and standards. Adequate records shall be
- 19 kept by the school to demonstrate performance of all required
- 20 items of maintenance. The maintenance status of each aircraft,
- 21 including discrepancies, shall be displayed by the school in a
- 22 manner adequate to determine compliance.
- 23 (15) A flight school shall have a flight instructor available
- 24 to dispatch and supervise each student pilot solo flight.
- 25 (16) A flight school shall have a written curriculum,
- 26 including lesson plans, adequate to properly qualify the student
- 27 to complete the particular course for the certificate or rating

- 1 sought. A flight school shall also include lessons pertaining to
- 2 Michigan laws relating to aviation and this act.
- 3 (17) A flight school shall make available to students current
- 4 texts and reference material pertaining to the certificate or
- 5 rating sought.
- 6 (18) A flight school shall provide adequate instruction to
- 7 properly qualify a student completing its courses for the
- 8 appropriate federal aviation administration examination covering
- 9 the grade of certificate or rating sought.
- 10 (19) A flight school shall maintain training records adequate
- 11 to show each student's progress and level of completion relative
- 12 to the course of instruction in which the student is enrolled.
- 13 These records shall be made available for inspection by any
- 14 authorized representative of the commission.
- 15 (20) A copy of the airport and flight school regulations
- 16 shall be made available to the students enrolled in the school
- 17 for information and quidance.
- 18 (21) A flight school shall designate a practice area.
- 19 (22) A flight school or its representatives and instructors
- 20 shall not make false claims of any kind pertaining to either
- 21 flight training or employment following flight training. Only a
- 22 licensed flight school may advertise flight instruction.
- 23 (23) A flight school accepting prepayment equal to or in
- 24 excess of \$1,000.00 shall file with the commission a corporate
- 25 surety bond payable to the state of Michigan in the sum of
- 26 \$5,000.00 conditioned on the faithful performance of all
- 27 contracts and agreements with students made by the flight school

- 1 or its agent. The aggregate liability for the surety for all
- 2 breaches of conditions of the bond shall not exceed the principal
- 3 sum of \$5,000.00. The surety of any bond may cancel the bond
- 4 upon giving 60 days' notice in writing to the commission and the
- 5 flight school. If a bond is canceled in compliance with this
- 6 subsection, the surety is relieved of liability for any breach of
- 7 conditions occurring after the effective date of cancellation.
- 8 (24) Beginning the effective date of the amendatory act that
- 9 added this subsection, a flight school shall request from the
- 10 <del>criminal records division of the department of state police a</del>
- 11 criminal history check and criminal records check through the
- 12 federal bureau of investigation on any applicant for training at
- 13 the flight school in the manner provided for under section 85a.
- 14 The applicant shall cooperate with the flight school in
- 15 completing the criminal history check and criminal records check
- 16 through the federal bureau of investigation. A flight school
- 17 shall not enroll or shall terminate the enrollment of an
- 18 applicant if any of the following occurred to the applicant
- 19 within the preceding 7 years:
- 20 (a) Was convicted of a violent or other felony.
- 21 (b) Was incarcerated for a violent or other felony
- 22 conviction.
- 23 (c) Was on probation or parole for a violent or other felony
- 24 conviction. A flight school shall implement a security program,
- 25 acceptable to the commission, designed to limit aircraft
- 26 accessibility and ensure the security of those aircraft on the
- 27 ground that are used by the flight school.

## House Bill No. 4704 (H-2)\* as amended June 24, 2003

- 1 (25) The security program described in subsection (24) shall
- 2 include 1 or more of the following:
- 3 (a) Procedures for positive identification of a student pilot
- 4 or renter pilot as a precondition to allowing access to
- 5 aircraft.
- 6 (b) Procedures for control of aircraft ignition keys that
- 7 prevent operation of an aircraft by a student pilot that is not
- 8 in the presence of or under the authorization of a flight
- 9 instructor or other authorized individual.
- (c) Instructional procedures that ensure close student pilot
- 11 supervision.
- 12 (26) The security program described in subsection (24) shall
- 13 include all of the following:
- 14 (a) A requirement that the student present a federal aviation
- 15 administration student medical certificate and student pilot
- 16 certificate as a predicate to enrollment in the flight school. [For purposes of this subdivision, enrollment is considered a flight instructor endorsement to operate an aircraft at a time during which the student is the sole occupant of the aircraft.]
- 17 (b) Instructional materials that identify and offer examples
- 18 of types of suspicious activity at or in proximity to an airport
- 19 and that advise students and renter pilots of the means to report
- 20 such activity to local law enforcement officials and appropriate
- 21 federal authorities.
- 22 (c) The prominent display of signs requesting pilots to
- 23 report suspicious activity at or in proximity to an airport. The
- 24 signs must provide telephone numbers of local law enforcement
- 25 officials and appropriate federal authorities.
- 26 (27) -(25) The requirements for a flight school set out in
- 27 this section are conditions of the license. Failure to comply

- 1 with any of these requirements is grounds for revocation of a
- 2 flight school's license.
- 3 (28) -(26) A person who violates this section is guilty of a
- 4 misdemeanor punishable by imprisonment for not more than 90 days,
- 5 or a fine of not less than \$100.00 or more than \$500.00, or both,
- 6 together with costs of the prosecution.
- 7 (27) As used in this section, "violent or other felony"
- 8 means a violation of a penal law of this state, another state, or
- 9 the United States for which the offender, upon conviction, may be
- 10 punished by death or imprisonment for more than 1 year or an
- 11 offense expressly designated by law to be a felony.
- 12 Enacting section 1. Section 85a of the aeronautics code of
- 13 the state of Michigan, 1945 PA 327, MCL 259.85a, is repealed.