## SUBSTITUTE FOR SENATE BILL NO. 552

A bill to amend 1961 PA 236, entitled
"Revised judicature act of 1961,"
by amending sections 4704, 5714, 5771, 5773, 5775, 5777, 5779,
5781, 5783, and 5785 (MCL 600.4704, 600.5714, 600.5771, 600.5773,
600.5775, 600.5777, 600.5779, 600.5781, 600.5783, and 600.5785),
section 4704 as added by 1988 PA 104, section 5714 as amended by
2004 PA 105, and sections 5771, 5773, 5775, 5777, 5779, 5781,
5783, and 5785 as added by 1988 PA 336.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4704. (1) Within 7 days after personal property is
- 2 seized or a lien notice is filed against real property under
- 3 section 4703, the seizing agency or, if the property is real
- 4 property, the attorney general, the prosecuting attorney, or the
- 5 city or township attorney shall give notice of the seizure of the
- 6 property and the intent to forfeit and dispose of the property

- 1 according to this chapter to each of the following persons:
- 2 (a) If charges have been filed against a person for a crime,
- 3 the person charged.
- 4 (b) Each person with a known ownership interest in the
- 5 property.
- 6 (c) Each mortgagee, person holding a security interest, or
- 7 person having a lien that appears on the certificate of title or
- 8 is on file with the secretary of state or appropriate register of
- 9 deeds, if the property is real property, a -mobile manufactured
- 10 home, motor vehicle, watercraft, or other personal property.
- 11 (d) Each holder of a preferred ship mortgage of record in the
- 12 appropriate public office -pursuant according to the former ship
- 13 mortgage act, 1920, chapter 250, 41 Stat. 1000, 46 U.S.C.
- **14** App. 911, 921 to 927, 941, 951 to 954, 961, 971 to 975, and 981
- 15 to 984, if the property is a watercraft more than 28 feet long or
- 16 a watercraft that has a capacity of 5 net tons or more.
- 17 (e) Each person whose security interest is recorded with the
- 18 appropriate public office pursuant according to the former
- 19 federal aviation act of 1958, Public Law 85-726, 27 Stat. 731,
- 20 if the property is an aircraft, aircraft engine, or aircraft
- 21 propeller, or a part of an aircraft, aircraft engine, or aircraft
- 22 propeller.
- 23 (f) Each person with a known security interest in the
- 24 property.
- 25 (q) Each victim of the crime.
- 26 (2) The notice required under subsection (1) shall be a
- 27 written notice delivered to the person or sent to the person by

- 1 certified mail. If the name and address of the person are not
- 2 reasonably ascertainable or delivery of the notice cannot
- 3 reasonably be accomplished, the notice shall be published in a
- 4 newspaper of general circulation in the county in which the
- 5 personal property was seized or the real property is located for
- 6 10 successive publishing days. Proof of written notice or
- 7 publication shall be filed with the court having jurisdiction
- 8 over the seizure or forfeiture.
- 9 (3) If personal property was seized, the seizing agency shall
- 10 immediately notify the prosecuting attorney for the county in
- 11 which the property was seized or, if the attorney general is
- 12 actively handling a case involving or relating to the property,
- 13 the attorney general of the seizure of the property and the
- 14 intent to forfeit and dispose of the property according to this
- 15 chapter.
- 16 Sec. 5714. (1) A person entitled to premises may recover
- 17 possession of the premises by summary proceedings in 1 or more of
- 18 the following circumstances:
- 19 (a) When a person holds over premises after failing or
- 20 refusing to pay rent due under the lease or agreement by which
- 21 the person holds the premises within 7 days from the service of a
- 22 written demand for possession for nonpayment of the rent due.
- 23 For the purpose of this subdivision, rent due does not include
- 24 -any an accelerated indebtedness -by reason of due to a breach
- 25 of the lease under which the premises are held.
- 26 (b) When a person holds over premises for 24 hours following
- 27 service of a written demand for possession for termination of the

- 1 lease -pursuant according to a clause in the lease providing for
- 2 termination because a tenant, a member of the tenant's household,
- 3 or other person under the tenant's control has unlawfully
- 4 manufactured, delivered, possessed with intent to deliver, or
- 5 possessed a controlled substance on the leased premises. This
- 6 subdivision applies only if a formal police report has been filed
- 7 by the landlord alleging that the person has unlawfully
- 8 manufactured, delivered, possessed with intent to deliver, or
- 9 possessed a controlled substance on the leased premises. For
- 10 purposes of this subdivision, "controlled substance" means a
- 11 substance or a counterfeit substance classified in schedule 1, 2,
- 12 or 3 -pursuant according to sections 7211 to 7216 of the public
- 13 health code, 1978 PA 368, MCL 333.7211 to 333.7216.
- 14 (c) When a person holds over premises in 1 or more of the
- 15 following circumstances:
- 16 (i) After termination of the lease, -pursuant according to a
- 17 power to terminate provided in the lease or implied by law.
- 18 (ii) After the term for which the premises are demised to the
- 19 person or to the person under whom he or she holds.
- 20 (iii) After the termination of the person's estate by a
- 21 notice to quit as provided by section 34 of 1846 RS 66, MCL
- **22** 554.134.
- 23 (d) When the person in possession willfully or negligently
- 24 causes a serious and continuing health hazard to exist on the
- 25 premises, or causes extensive and continuing physical injury to
- 26 the premises, which was discovered or should reasonably have been
- 27 discovered by the party seeking possession not earlier than 90

- 1 days before the institution of proceedings under this chapter and
- 2 when the person in possession neglects or refuses for 7 days
- 3 after service of a demand for possession of the premises to
- 4 deliver up possession of the premises or to substantially restore
- 5 or repair the premises.
- 6 (e) When a person takes possession of premises by means of a
- 7 forcible entry, holds possession of premises by force after a
- 8 peaceable entry, or comes into possession of premises by trespass
- 9 without color of title or other possessory interest.
- 10 (f) When a person continues in possession of premises sold by
- 11 virtue of a mortgage or execution, after the time limited by law
- 12 for redemption of the premises.
- 13 (g) When a person continues in possession of premises sold
- 14 and conveyed by a personal representative under license from the
- 15 probate court or under authority in the will.
- 16 (2) A tenant or occupant of housing operated by a city,
- 17 village, township, or other unit of local government, as provided
- 18 in 1933 (Ex Sess) PA 18, MCL 125.651 to 125.709c, is not
- 19 considered to be holding over under subsection (1)(b) or (c)
- 20 unless the tenancy or agreement has been terminated for just
- 21 cause, as provided by lawful rules of the local housing
- 22 commission or by law.
- 23 (3) A tenant of a -mobile manufactured home park is not
- 24 considered to be holding over under subsection (1)(b) or (c)
- 25 unless the tenancy or lease agreement is terminated for just
- 26 cause pursuant to chapter 57a.
- Sec. 5771. As used in this chapter:

- 1 (a) <u>"Mobile</u> "Manufactured home" means <u>a mobile home</u> that
- 2 term as defined in section 2 of the -mobile home- manufactured
- 3 housing commission act, Act No. 96 of the Public Acts of 1987,
- 4 being section 125.2302 of the Michigan Compiled Laws 1987 PA 96,
- 5 MCL 125.2302.
- 6 (b) <u>"Mobile</u> "Manufactured home park" means <u>a mobile home</u>
- 7 park that term as defined in section 2 of Act No. 96 of the
- 8 Public Acts of 1987 the manufactured housing commission act,
- 9 1987 PA 96, MCL 125.2302, but does not include a seasonal
- 10 -mobile- manufactured home park as defined in section 2 of Act
- 11 No. 96 of the Public Acts of 1987 the manufactured housing
- 12 commission act, 1987 PA 96, MCL 125.2302.
- 13 Sec. 5773. (1) The district court has jurisdiction under
- 14 this chapter over proceedings for termination of tenancies in
- 15 -mobile manufactured home parks.
- 16 (2) Section 5706 shall govern governs the venue of
- 17 proceedings under this chapter.
- 18 Sec. 5775. (1) The tenancy of a tenant in a -mobile
- 19 manufactured home park shall not be terminated unless there is
- 20 just cause for the termination.
- 21 (2) For the purpose of As used in this chapter, "just
- 22 cause" means 1 or more of the following:
- 23 (a) Use of a -mobile manufactured home site by the tenant
- 24 for an unlawful purpose.
- 25 (b) Failure by the tenant to comply with a lease or agreement
- 26 by which the tenant holds the premises or with a rule or
- 27 regulation of the -mobile- manufactured home park, adopted

- 1 -pursuant according to the lease or agreement, which rule or
- 2 regulation is reasonably related to -any 1 or more of the
- 3 following:
- 4 (i) The health, safety, or welfare of the -mobile
- 5 manufactured home park, its employees, or tenants.
- 6 (ii) The quiet enjoyment of the other tenants of the -mobile
- 7 manufactured home park.
- 8 (iii) Maintaining the physical condition or appearance of the
- 9 mobile manufactured home park or the mobile manufactured
- 10 homes located in the -mobile manufactured home park to protect
- 11 the value of the <del>mobile manufactured</del> home park or to maintain
- 12 its aesthetic quality or appearance.
- 13 (c) A violation by the tenant of rules promulgated by the
- 14 Michigan department of public health environmental quality
- 15 under section 6 of the -mobile home- manufactured housing
- 16 commission act, Act No. 96 of the Public Acts of 1987, being
- 17 section 125.2306 of the Michigan Compiled Laws 1987 PA 96, MCL
- 18 125,2306.
- 19 (d) Intentional physical injury by the tenant to the
- 20 personnel or other tenants of the -mobile manufactured home
- 21 park, or intentional physical damage by the tenant to the
- 22 property of the -mobile- manufactured home park or of its other
- 23 tenants.
- (e) Failure of the tenant to comply with a local ordinance,
- 25 state law, or governmental rule or regulation relating to
- 26 -mobile manufactured homes.
- (f) Failure of the tenant to make timely payment of rent or

- 1 other charges under the lease or rental agreement by which the
- ${f 2}$  tenant holds the premises on 3 or more occasions during  $-{f any}-{f a}$
- 3 12-month period, -for which failure if the owner or operator has
- 4 served a written demand for possession for nonpayment of rent
- 5 pursuant according to section 5714(1)(a) and the tenant has
- 6 failed or refused to pay the rent or other charges within the
- 7 time period stated in the written demand for possession. The
- 8 written demand for possession shall provide a notice to the
- 9 tenant in substantially the following form: "Notice: -Three 3
- 10 or more late payments of rent during -any a 12-month period is
- 11 just cause to evict you.". Nothing in this subdivision -shall
- 12 prohibit prohibits a tenant from asserting, and the court from
- 13 considering, -any a meritorious -defenses defense to late
- 14 payment of rent or other charges.
- 15 (g) Conduct by the tenant upon the -mobile- manufactured home
- 16 park premises -which- that constitutes a substantial annoyance to
- 17 other tenants or to the -mobile- manufactured home park, after
- 18 notice and an opportunity to cure have been given.
- 19 (h) Failure of the tenant to maintain the -mobile
- 20 manufactured home or -mobile manufactured home site in a
- 21 reasonable condition consistent with aesthetics appropriate to
- 22 the park.
- 23 (i) Condemnation of the <u>mobile</u> manufactured home park.
- 24 (j) Changes in the use or substantive nature of the -mobile
- 25 manufactured home park.
- (k) Public health and safety violations by the tenant.
- 27 (3) This section does not prohibit a change of the rental

- 1 payments or the terms or conditions of tenancy in a -mobile
- 2 manufactured home park following the termination or expiration of
- 3 a written lease agreement for the -mobile manufactured home
- 4 site.
- 5 Sec. 5777. Within 10 days of after service of a demand
- 6 for possession of premises for just cause, a tenant in a -mobile
- 7 manufactured home park -shall have has the right to request, by
- 8 certified or registered mail to the owner or operator of the
- 9 -mobile manufactured home park at the address set forth in the
- 10 demand, an in-person conference with the owner or operator of the
- 11 mobile manufactured home park or representative of the owner or
- 12 operator. If timely requested, the conference shall be held at
- 13 the -mobile manufactured home park and at a time and date
- 14 established by the owner or operator but not later than 20 days
- 15 after the tenant's request. The tenant may be accompanied by
- 16 counsel at the conference. Nothing in this section -shall
- 17 affect affects the owner's or operator's right to commence
- 18 summary proceedings pursuant according to the demand for
- 19 possession.
- 20 Sec. 5779. In <del>every</del> an action to terminate a tenancy in a
- 21 -mobile- manufactured home park for just cause, the tenant shall
- 22 continue to pay all rent and other charges to the owner or
- 23 operator when due following the demand for possession of the
- 24 premises and during the pendency of the action, and the owner or
- 25 operator may accept all -such- payments of rent and other charges
- 26 without prejudice to the action to evict the tenant for just
- 27 cause. If <del>such</del> a payment is not timely paid, the owner or

- 1 operator may proceed under section 5714(1)(a) without prejudice
- 2 to the maintenance of the just cause termination action.
- 3 Sec. 5781. If a tenancy in a -mobile manufactured home
- 4 park is terminated for just cause, the tenant may sell his or her
- 5 -mobile manufactured home on-site, as provided in sections
- 6 28(1)(h) and 28a of the -mobile home manufactured housing
- 7 commission act, Act No. 96 of the Public Acts of 1987, being
- 8 sections 125.2328 and 125.2328a of the Michigan Compiled Laws
- 9 1987 PA 96, MCL 125.2328 and 125.2328a, subject to all of the
- 10 following conditions:
- 11 (a) The tenant shall sell or move the <u>mobile</u> manufactured
- 12 home within 90 days after the date of the judgment of possession,
- 13 except that the time period shall be extended to 90 days after
- 14 the -mobile manufactured home park owner or operator denies
- 15 tenancy to a person making a bona fide offer to purchase the
- 16 -mobile- manufactured home within the 90-day period or -any a
- 17 proper extension of the time period under this subdivision.
- 18 (b) The tenant shall timely pay all rent and other charges
- 19 for the -mobile manufactured home site during the 90-day period
- 20 or -any- a proper extension of the time period under subdivision
- 21 (a). Failure to timely pay all rent or other charges -shall
- 22 entitle- entitles the owner or operator to seek an immediate writ
- 23 of restitution. As used in this subdivision, "rent and other
- 24 charges" does not include liquidated damages awarded under
- 25 section 5785.
- (c) Upon the expiration of 10 days after the date of the
- 27 judgment of possession, the owner or operator may disconnect all

- 1 -mobile manufactured home park-supplied utility services.
- 2 (d) Within 10 days after the date of the judgment of
- 3 possession, the tenant shall provide the owner or operator with
- 4 proof that the -mobile manufactured home has been properly
- 5 winterized by a licensed -mobile manufactured home installer and
- 6 repairer. Failure to timely provide the proof of winterization
- 7 shall entitle entitles the owner or operator to seek an
- 8 immediate writ of restitution.
- 9 (e) The tenant shall continue to maintain the -mobile
- 10 manufactured home and -mobile manufactured home site in
- 11 accordance with the rules and regulations of the -mobile
- 12 manufactured home park.
- 13 (f) The -mobile manufactured home park shall provide the
- 14 tenant with reasonable access to the -mobile manufactured home
- 15 and the -mobile- manufactured home site for the purpose of
- 16 maintaining the --mobile- manufactured home and --mobile
- 17 manufactured home site and selling the -mobile manufactured
- 18 home.
- 19 Sec. 5783. Every A judgment for possession resulting from
- 20 an action to terminate a tenancy in a -mobile- manufactured home
- 21 park for just cause shall set forth the right of a tenant to sell
- 22 a -mobile- manufactured home on site, the conditions of that
- 23 right, and the consequences of a tenant's failure to meet those
- 24 conditions, all as prescribed in section 5781.
- 25 Sec. 5785. In -every a contested action to terminate a
- 26 tenancy in a -mobile- manufactured home park for just cause, the
- 27 court shall award liquidated damages to the prevailing party if a

- 1 provision requiring liquidated damages is included in the lease
- 2 or rental agreement governing the tenancy or rules or regulations
- 3 adopted -pursuant according to the lease or rental agreement, as
- 4 prescribed in section 28c of the -mobile home manufactured
- housing commission act, Act No. 96 of the Public Acts of 1987,
- being section 125.2328c of the Michigan Compiled Laws 1987 PA
- 96, MCL 125.2328c. The liquidated damages shall not be construed 7
- to be a penalty.
- 9 Enacting section 1. This amendatory act does not take
- effect unless Senate Bill No. \_\_\_\_ or House Bill No. \_\_\_\_ 10
- (request no. 01316'03) of the 92nd Legislature is enacted into
- **12** law.