HOUSE BILL No. 4121

January 30, 2003, Introduced by Rep. Jamnick and referred to the Committee on Commerce.

A bill to amend 1987 PA 96, entitled "The mobile home commission act,"

by amending the title and sections 1, 2, 3, 4, 5, 6, 7, 11, 12, 13, 14, 16, 16a, 17, 18, 21, 22, 23, 24, 25, 27, 28, 28a, 28b, 28c, 29, 30, 30a, 30b, 30c, 30d, 30e, 30f, 30g, 30h, 31, 38, 43, and 45 (MCL 125.2301, 125.2302, 125.2303, 125.2304, 125.2305, 125.2306, 125.2307, 125.2311, 125.2312, 125.2313, 125.2314, 125.2316, 125.2316a, 125.2317, 125.2318, 125.2321, 125.2322, 125.2323, 125.2324, 125.2325, 125.2327, 125.2328, 125.2328a, 125.2328b, 125.2328c, 125.2329, 125.2330, 125.2330a, 125.2330b, 125.2330c, 125.2330d, 125.2330e, 125.2330f, 125.2330g, 125.2330h, 125.2331, 125.2338, 125.2343, and 125.2345), section 28 as amended by 1993 PA 241 and sections 28a, 28b, 28c, and 43 as added and section 38 as amended by 1988 PA 337; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 TITLE
- 2 An act to create a <u>mobile home</u> manufactured housing
- 3 commission; to prescribe its powers and duties and those of local
- 4 governments; to provide for a -mobile home- manufactured housing
- 5 code and the licensure, regulation, construction, operation, and
- 6 management of -mobile- manufactured home -parks- communities, the
- 7 licensure and regulation of -retail sales dealers retailers,
- 8 warranties of -mobile manufactured homes, and installation
- 9 service practices of dealers installers and servicers; to
- 10 provide for the titling ownership of mobile manufactured
- 11 homes; to prescribe the powers and duties of certain agencies and
- 12 departments; to provide remedies and penalties; to declare the
- 13 act to be remedial; -to repeal this act on a specific date; and
- 14 to repeal -certain acts and parts of acts.
- 15 Sec. 1. This act shall be known and may be cited as "the
- 16 -mobile home manufactured housing commission act".
- 17 Sec. 2. As used in this act:
- 18 (a) "Campground" means a campground as defined in section
- 19 12501 of the public health code, -Act No. 368 of the Public Acts
- 20 of 1978, being section 333.12501 of the Michigan Compiled Laws
- 21 1978 PA 368, MCL 333.12501.
- 22 (b) "Code" means all or a part of the mobile home
- 23 manufactured housing code promulgated -pursuant to under section
- **24** 5.
- 25 (c) "Commission" means the mobile home code manufactured
- 26 housing commission created under section 3.

- 1 (d) "Department" means the department of -commerce consumer
- 2 and industry services.
- 3 (e) "Installer and <u>repairer</u> servicer" means a person,
- 4 including a -mobile- manufactured home -dealer- retailer, who for
- 5 compensation installs or -repairs mobile services manufactured
- 6 homes.
- 7 (f) "Local government" means a county or municipality.
- 8 (g) <u>"Mobile</u> "Manufactured home" means a structure,
- 9 transportable in 1 or more sections, -which that is built on a
- 10 chassis and designed to be used as a dwelling with or without
- 11 permanent foundation, when connected to the required utilities,
- 12 and includes the plumbing, heating, air-conditioning, and
- 13 electrical systems contained in the structure. For a
- 14 manufactured home manufactured after June 15, 1976, "manufactured
- 15 home" includes a structure constructed in accordance with the
- 16 national manufactured housing construction and safety standards
- 17 act of 1974, title VI of the housing and community development
- 18 act of 1974, Public Law 93-383, 42 U.S.C. 5401 to 5424 and 5426.
- 19 (h) <u>"Mobile</u> "Manufactured home <u>dealer</u> retailer" means a
- **20** person other than a manufacturer engaged in the business of
- 21 buying -mobile-manufactured homes for resale, exchange, lease,
- 22 or rent or offering -mobile manufactured homes for sale, lease,
- 23 rent, or exchange to customers.
- 24 (i) <u>"Mobile</u> "Manufactured home <u>park</u> community" means a
- 25 parcel or tract of land under the control of a person upon which
- 26 3 or more -mobile- manufactured homes are located on a continual,
- 27 nonrecreational basis and -which that is offered to the public

- 1 for that purpose regardless of whether a charge is made
- 2 -therefor for placing a manufactured home on the land, together
- 3 with -any a building, structure, enclosure, street, equipment,
- 4 or facility used or intended for use incident to the occupancy of
- 5 a -mobile manufactured home.
- 6 (j) "Municipality" means a city, village, or township.
- 7 (k) "Person" means an individual, partnership, association,
- 8 trust, or corporation, or any other legal entity or combination
- 9 of legal entities.
- 10 (1) "Recreational vehicle" means a vehicle primarily designed
- 11 and used as temporary living quarters for recreational, camping,
- 12 or travel purposes, including a vehicle having its own motor
- 13 power or a vehicle mounted on or drawn by another vehicle.
- 14 (m) "Seasonal -mobile manufactured home -park community"
- 15 means a parcel or tract of land under the control of a person
- 16 upon which 3 or more -mobile- manufactured homes are located on a
- 17 continual or temporary basis but occupied on a temporary basis
- **18** only —, and which **that** is offered to the public for that
- 19 purpose regardless of whether a charge is made -therefor for
- 20 placing a manufactured home on the land, together with -any a
- 21 building, enclosure, street, equipment, or facility used or
- 22 intended for use incident to the occupancy of a -mobile
- 23 manufactured home. Seasonal mobile manufactured home park does
- 24 not include a campground licensed -pursuant to- under sections
- 25 12501 to 12516 of the public health code, Act No. 368 of the
- 26 Public Acts of 1978, being sections 333.12501 to 333.12516 of the
- 27 Michigan Compiled Laws 1978 PA 368, MCL 333.12501 to 333.12516.

- 1 (n) "Security interest", "security agreement", "secured
- 2 party", and "termination statement" have the same meanings as in
- 3 the uniform commercial code, Act No. 174 of the Public Acts of
- 4 1962, being sections 440.1101 to 440.11102 of the Michigan
- 5 Compiled Laws 1962 PA 174, MCL 440.1101 to 440.11102.
- 6 Sec. 3. (1) The <u>mobile home</u> manufactured housing
- 7 commission is created within the department. of commerce.
- 8 (2) The commission consists of 11 members appointed by the
- 9 governor with the advice and consent of the senate, each of whom
- 10 shall be a citizen of this state.
- 11 (3) The members of the commission shall include each of the
- 12 following:
- 13 (a) A representative of an organization whose membership
- 14 consists of mobile manufactured home residents.
- (b) A representative of financial institutions.
- 16 (c) Two operators of a licensed —mobile—manufactured home
- 17 park having community that has 100 or more sites and 1 operator
- 18 of a licensed -mobile manufactured home -park community having
- 19 less than 100 sites.
- 20 (d) A representative of organized labor.
- (e) An elected official of a local government.
- 22 (f) A licensed -mobile manufactured home -dealer retailer.
- 23 (q) One resident of a licensed mobile manufactured home
- 24 park having community that has 100 or more sites and 1 resident
- 25 of a licensed -mobile manufactured home -park having community
- 26 that has less than 100 sites.
- 27 (h) A manufacturer of mobile manufactured homes.

- 1 (4) A person appointed to be a member under subsection
- 2 (3)(a), (d), (e), (g), or a member of that person's immediate
- 3 family shall not have more than a 1% ownership interest in or
- 4 income benefit from a manufacturer of -mobile- manufactured
- 5 homes, a retail seller of -mobile- manufactured homes, a licensed
- 6 -mobile manufactured home -park community, or a supplier of
- 7 ancillary products or services to the -mobile- manufactured home
- 8 industry.
- 9 (5) The term of each member -shall be for is 3 years. A
- 10 vacancy in the office of a member shall be filled by the governor
- 11 for the remainder of the unexpired term, not more than 1 month
- 12 after the vacancy is created, in the same manner as the original
- 13 appointment.
- 14 (6) The per diem compensation of the commission and the
- 15 schedule for reimbursement of expenses shall be established
- 16 annually by the legislature.
- 17 (7) Six members of the commission constitute a quorum for all
- 18 purposes, notwithstanding the existence of a vacancy in the
- 19 commission's membership. Action may be taken by the commission
- 20 by a vote of a majority of the members appointed and serving.
- 21 Meetings of the commission may be called by the chairperson or by
- 22 3 members on 3 business days' actual notice. At least 1 meeting
- 23 shall be held each calendar quarter. The commission may hold
- 24 meetings anywhere in this state.
- 25 (8) The commission shall elect a member of the commission as
- 26 its chairperson and another member as its vice-chairperson. The
- 27 duties and powers of the chairperson and vice-chairperson shall

- 1 be are as prescribed in the commission's rules.
- 2 (9) A member of the commission may be removed from office by
- 3 the governor for inefficiency, neglect of duty, or misconduct or
- 4 malfeasance in office. A member of the commission who has a
- 5 direct pecuniary interest in a matter before the commission shall
- 6 disclose that interest before the commission taking action with
- 7 respect to the matter. —, which— The disclosure shall become a
- 8 part of the record of the commission's official proceedings.
- 9 Sec. 4. (1) The commission may do all of the following:
- 10 (a) Promulgate rules to implement and administer this act.
- 11 (b) Act for the purpose of establishing establish a uniform
- 12 policy relating to all phases of -mobile -manufactured home
- 13 businesses, -mobile manufactured home -parks communities, and
- 14 seasonal -mobile- manufactured home -parks- communities.
- 15 (c) Determine the sufficiency of local -mobile- manufactured
- 16 home ordinances which that are designed to provide local
- 17 governments with superintending control over -mobile homes
- 18 manufactured home businesses, -mobile manufactured home -parks
- 19 communities, or seasonal mobile homes parks manufactured home
- 20 communities.
- 21 (d) Conduct public hearings relating to the powers prescribed
- 22 in this subsection.
- 23 (2) The director of commerce the department or an
- 24 authorized representative of the director shall do all of the
- 25 following:
- 26 (a) Administer the rules promulgated by the <u>commission</u>
- 27 department.

- 1 (b) Conduct hearings relating to violations of this act or
- 2 rules promulgated under this act.
- 3 (c) Make investigations to determine compliance with this act
- 4 and rules promulgated under this act.
- 5 (d) Provide assistance to the commission as the commission
- 6 requires.
- 7 (3) The commission —shall—does not —act for the purpose of
- 8 regulating mobile regulate manufactured homes that are not
- 9 located within a -mobile manufactured home -park community or a
- 10 seasonal -mobile manufactured home -park community, except as
- 11 relates to the business, sales, and service practices of -mobile
- 12 manufactured home -dealers retailers and the business and
- 13 installation practices of -mobile- manufactured home installers
- 14 and repairers servicers.
- 15 Sec. 5. (1) The commission shall promulgate the -mobile
- 16 home manufactured housing code subject to section 4. The code
- 17 shall consist of rules governing all of the following:
- 18 (a) The licensure, density, layout, permits for construction,
- 19 and construction of -mobile manufactured home -parks
- 20 communities including standards for roads, utilities, open space,
- 21 or proposed recreational facilities, and safety measures
- 22 sufficient to protect health, safety, and welfare of -mobile
- 23 manufactured home -park- community residents. -, except- The
- 24 rules do not govern water supply, sewage collection and
- 25 treatment, and drainage facilities which are regulated by that
- 26 the department of -public health environmental quality
- 27 regulates.

- 1 (b) The business, sales, and service practices of mobile
- 2 manufactured home -dealers retailers.
- 3 (c) The business practices of -mobile- manufactured home
- 4 installers and repairers servicers.
- 5 (d) The licensure and regulations regulation of mobile
- 6 manufactured home installers and -repairers servicers.
- 7 (e) The setup and installation of -mobile- manufactured homes
- 8 inside -mobile- manufactured home -parks- communities or seasonal
- 9 mobile manufactured home parks communities.
- 10 (f) The regulation of the responsibilities, under the
- 11 -mobile manufactured home warranty, of the -mobile manufactured
- 12 home components manufacturer, the -mobile manufactured home
- 13 assembler or manufacturer, and the -mobile- manufactured home
- 14 -dealer retailer, including the time period and relationships of
- 15 each under the warranty, and the remedies available, if any, if
- 16 the responsible parties cease to operate as a business.
- 17 (g) Abuses relating to all of the following:
- 18 (i) Consumer— Customer deposits, except utility deposits
- 19 from -consumers customers who are direct customers of utilities
- 20 regulated by the Michigan public service commission.
- 21 (ii) Detailed listing of furnishings and fixtures by a
- 22 manufacturer of a new mobile manufactured home or a mobile
- 23 manufactured home -dealer retailer for a -used mobile preowned
- 24 manufactured home.
- 25 (iii) Disclosure and delivery of manufacturer's warranties.
- 26 (iv) Used mobile—preowned manufactured homes. A mobile
- 27 manufactured home -dealer retailer shall provide a detailed

- 1 listing of its service records for used mobile preowned
- 2 manufactured homes -which- that are being sold by the -dealer
- 3 retailer and -of which that the -dealer retailer has knowledge
- 4 of.
- 5 (h) Applications for and issuance of certificates of title
- 6 ownership for -mobile manufactured homes.
- 7 (2) As part of the code, the commission shall also promulgate
- 8 rules governing the licensure, density, layout, permits for
- 9 construction, and construction of seasonal -mobile manufactured
- 10 home -parks, including communities. The rules shall govern
- 11 standards for roads, utilities, open space, proposed recreational
- 12 facilities, and safety measures sufficient to protect the health,
- 13 safety, and welfare of seasonal -mobile manufactured home -park
- 14 community residents. -, except The rules shall not govern water
- 15 supply, sewage collection and treatment, and drainage facilities
- 16 -, which shall be regulated by that the department of -public
- 17 health environmental quality regulates.
- 18 (3) —The— In rules promulgated for seasonal —mobile
- 19 manufactured home parks communities, the department may impose
- 20 a less stringent standard than the rules promulgated for -mobile
- 21 manufactured home -parks communities.
- 22 Sec. 6. (1) The department of public health environmental
- 23 quality shall promulgate rules for -mobile manufactured home
- 24 -parks- communities and seasonal -mobile- manufactured home
- 25 -parks communities setting forth minimum standards regulating
- 26 all of the following:
- (a) Water supply system.

- 1 (b) Sewage collection and disposal system.
- 2 (c) Drainage.
- 3 (d) Garbage and rubbish storage and disposal.
- 4 (e) Insect and rodent control.
- 5 (f) General operation, maintenance, and safety.
- 6 (g) Certification of compliance under section 17.
- 7 (2) Representatives of local government shall act in an
- 8 advisory capacity in the promulgation of the code.
- 9 (3) The commission shall consult with appropriate state and
- 10 local governments in developing the procedures for effective
- 11 coordination of efforts. The commission shall recommend
- 12 procedures to the governor and the legislature for coordinating
- 13 state agency decisions and activities pertaining to this act.
- 14 Sec. 7. (1) A local government —which—that proposes a
- 15 standard related to -mobile- manufactured home -parks
- 16 communities or seasonal -mobile manufactured home -parks
- 17 communities, or related to -mobile- manufactured homes located
- 18 within a -mobile- manufactured home -park- community or a
- 19 seasonal -mobile- manufactured home -park- community, that is
- 20 higher than the standard provided in this act or the code; or a
- 21 standard related to the business, sales, and service practices of
- 22 -mobile- manufactured home -dealers- retailers, or the business
- 23 and installation practices of -mobile- manufactured home
- 24 installers and -repairers- servicers, that is higher than the
- 25 standard provided in this act or the code shall file the proposed
- 26 standard with the commission. The commission may promulgate
- 27 rules to establish the criteria and procedure for implementation

- 1 of a higher <u>standards</u> standard by a local government. The
- 2 commission shall review and approve the proposed standard unless
- **3** the standard is unreasonable, arbitrary, or not in the public
- 4 interest. If the commission does not approve or disapprove the
- 5 proposed standard within 60 days after it is filed with the
- 6 commission, the standard -shall be considered is approved unless
- 7 the local government grants the commission additional time to
- 8 consider the standard. After the proposed standard is approved,
- 9 the local government may adopt the standard by ordinance. The
- 10 ordinance shall relate to a specific section of the code.
- 11 (2) A local government standard related to -mobile
- 12 manufactured homes not located within a -mobile manufactured
- 13 home -park community or seasonal -mobile manufactured home
- 14 -park- community need not be filed with the -mobile home
- 15 manufactured housing commission, unless the standard relates to
- **16** the business, sales, and service practices of mobile
- 17 manufactured home -dealers retailers, or the business and
- 18 installation practices of -mobile- manufactured home installers
- 19 and repairers servicers.
- 20 (3) A local government ordinance shall not be designed as
- 21 exclusionary to -mobile- manufactured homes generally whether the
- 22 -mobile- manufactured homes are located inside or outside of
- **23** -mobile- manufactured home -parks- communities or seasonal
- 24 -mobile manufactured home -parks communities.
- 25 (4) A local government ordinance shall not contain a standard
- 26 for the setup or installation of -mobile- manufactured homes that
- 27 is incompatible with, or is more stringent than, either of the

- 1 following:
- 2 (a) The manufacturer's recommended setup and installation
- 3 specifications.
- 4 (b) The -mobile- manufactured home setup and installation
- 5 standards promulgated by the federal department of housing and
- 6 urban development -pursuant to under the national manufactured
- 7 housing construction and safety standards act of 1974, title VI
- 8 of the housing and community development act of 1974, Public Law
- 9 93-383, 42 U.S.C. 5401 to 5424 and 5426.
- 10 (5) In the absence of any setup or installation
- 11 specifications or standards for foundations as set forth in
- 12 subsection (4)(a) or (b), the local government standards for
- 13 site-built housing -shall apply.
- 14 (6) A local government ordinance shall not contain roof
- 15 configuration standards or special use zoning requirements that
- 16 apply only to, or -excludes- exclude, -mobile- manufactured
- 17 homes. A local government ordinance shall not contain a
- 18 manufacturing or construction standard that is incompatible with,
- 19 or is more stringent than, a standard promulgated by the federal
- 20 department of housing and urban development -pursuant to under
- 21 the national manufactured housing construction and safety
- 22 standards act of 1974, title VI of the housing and community
- 23 development act of 1974, Public Law 93-383 42 U.S.C. 5401 to 5424
- 24 and 5426. A local government ordinance may include reasonable
- 25 standards relating to -mobile- manufactured homes located outside
- 26 of -mobile- manufactured home -parks- communities or seasonal
- 27 -mobile- manufactured home -parks which- communities that ensure

- 1 that -mobile- manufactured homes compare aesthetically to
- 2 site-built housing located or allowed in the same residential
- 3 zone.
- 4 Sec. 11. (1) A person who desires to develop a mobile
- 5 manufactured home -park community or a seasonal -mobile
- 6 manufactured home -park community shall submit a preliminary
- 7 plan to the department of environmental quality and to the
- 8 appropriate municipality, -local health department, county road
- 9 commission, and county drain commissioner for preliminary
- 10 approval. The preliminary plan shall include the location, the
- 11 layout, the general design, and a general description of the
- 12 project. The preliminary plan shall not include detailed
- 13 construction plans.
- 14 (2) The municipality may grant preliminary approval if the
- 15 proposed -mobile- manufactured home -park- community or seasonal
- 16 -mobile manufactured home -park community conforms to
- 17 applicable laws and local ordinances not in conflict with this
- 18 act and laws and ordinances relative to all of the following:
- 19 (a) Land use and zoning.
- 20 (b) Municipal water supply, sewage service, and drainage.
- 21 (c) Compliance with local fire ordinances and state fire
- 22 laws.
- 23 (3) The county drain commissioner shall review and may
- 24 approve outlet drainage. The county road commission shall review
- 25 and may approve ingress and egress roads. The county road
- 26 commission and the county drain commissioner shall adopt and
- 27 publish standards to implement this subsection. The county road

- 1 commission and the county drain commissioner -shall do not have
- **2** authority as to interior streets and drainage in the -mobile
- 3 manufactured home -park community or seasonal -mobile
- 4 manufactured home -park community, unless the streets or drains
- 5 are dedicated to the public.
- **6** (4) The local health department shall grant preliminary
- 7 approval, under the guidance of the department of -public health
- 8 environmental quality, for on-site water and sewage service and
- 9 general site suitability.
- 10 (5) If a reviewing agency as provided in this section has not
- 11 returned the preliminary plan to the developer, either approved,
- 12 modified, or disapproved, within 60 days after it receives the
- 13 preliminary plan, the preliminary plan -shall be is considered
- **14** approved.
- 15 (6) Coordination of approvals by state and local governments
- 16 shall be provided by the director of public health
- 17 environmental quality before -it- that department may grant
- 18 construction approval.
- 19 (7) The developer shall submit the preliminary approval with
- 20 the final plans to the department of -public health
- 21 environmental quality for review before the department -of
- 22 commerce may issue a construction permit.
- 23 Sec. 12. (1) When all preliminary approvals are made, the
- 24 developer shall submit the legal documents and the final plans
- 25 draft to the department.
- 26 (2) The department shall review the filing and within 90 days
- 27 after filing issue its approval or disapproval. Upon the

- 1 approval of all the reviewing agencies, the department shall
- **2** issue a permit to construct the -mobile **manufactured** home -park
- 3 community or seasonal -mobile- manufactured home -park
- 4 community.
- 5 Sec. 13. (1) A person shall not construct a -mobile
- **6 manufactured** home park **community** or seasonal mobile
- 7 manufactured home -park community without obtaining a permit
- 8 issued by the department.
- 9 (2) Construction may begin -upon the granting of when the
- 10 department grants a permit to construct. by the department.
- 11 Sec. 14. Upon completion of the construction of -the
- 12 mobile a manufactured home park community or seasonal mobile
- 13 manufactured home -park community, the owner or operator of the
- 14 park community and a registered professional engineer or
- 15 architect shall file with the department an affidavit certifying
- 16 that the -mobile- manufactured home -park- community or seasonal
- 17 -mobile- manufactured home -park- community, lot, and work were
- 18 completed in accordance with the approved specifications and
- 19 plans.
- Sec. 16. (1) A person shall not operate a -mobile
- 21 manufactured home -park community or seasonal -mobile
- 22 manufactured home -park- community without a license.
- 23 (2) Upon completion, review, and approval of certifications,
- 24 the department shall grant a license to operate a -mobile
- 25 manufactured home -park- community or seasonal -mobile
- 26 manufactured home -park community.
- 27 (3) An annual license shall be granted and renewed by the

- 1 department based upon the certifications and recommendations of
- 2 the appropriate agencies and local governments.
- 3 (4) If a person submits a timely application for renewal of a
- 4 license and pays the appropriate fee, the person may continue to
- 5 operate a -mobile manufactured home -park community or seasonal
- 6 -mobile- manufactured home -park- community unless notified that
- 7 the application for renewal is not approved.
- 8 (5) A campground which that is currently licensed under
- 9 sections 12501 to 12516 of the public health code, -Act No. 368
- 10 of the Public Acts of 1978, being sections 333.12501 to 333.12516
- 11 of the Michigan Compiled Laws 1978 PA 368, MCL 333.12501 to
- 12 333.12516, that was previously licensed under the licensing
- 13 provisions of Act No. 243 of the Public Acts of 1959, being
- 14 sections 125.1035 to 125.1043 of the Michigan Compiled Laws 1959
- 15 PA 243, MCL 125.1035 to 125.1043, as a seasonal trailer park, and
- 16 -which- that currently meets the seasonal trailer park
- 17 construction standards under Act No. 243 of the Public Acts of
- 18 1959 1959 PA 243, MCL 125.1035 to 125.1043, may apply for and
- 19 shall be licensed as a seasonal -mobile manufactured home -park
- 20 community under this act if the campground meets all other
- **21** requirements for licensure under this act as a seasonal -mobile
- 22 manufactured home -park community.
- 23 Sec. 16a. <u>Mobile homes</u> A manufactured home located in a
- 24 seasonal -mobile- manufactured home -park- community may be
- 25 occupied on a full-time basis from April 1 to October 31, but
- 26 shall not be occupied for more than 15 consecutive days in any
- 27 30-day period from November 1 to March 31.

- 1 Sec. 17. (1) The department of public health
- 2 environmental quality or its authorized representative shall
- 3 conduct an annual physical inspection of -mobile- manufactured
- 4 home -parks communities and seasonal -mobile manufactured home
- 5 -parks- communities in accordance with standards established by
- 6 the department of -public health- environmental quality. If the
- 7 mobile manufactured home park community or seasonal mobile
- 8 manufactured home -park- community is approved, the department of
- 9 public health environmental quality shall issue a certification
- 10 of compliance to the department of commerce that the park
- 11 community is licensable.
- 12 (2) Except for purposes of issuing a license or renewing a
- 13 license pursuant to under this act, a local government may
- 14 shall not make an inspection unless it has reason to believe that
- 15 this act, the code, or rules promulgated -pursuant to under this
- 16 act were violated.
- 17 Sec. 18. (1) A variance in the design and construction of a
- 18 -mobile manufactured home -park community or seasonal -mobile
- 19 manufactured home park community may be granted upon notice of
- ${f 20}$ the request to the local government and the department of $-{f public}$
- 21 health—environmental quality, if the variance has or may have an
- 22 impact on department of environmental quality rules, at the time
- 23 of filing with the department. of commerce. If the local
- 24 government grants a variance which would permit activities
- 25 violative of the minimum standards of the code, the local
- 26 government shall file with the department a copy of the variance
- 27 order and an explanation of the reason for the granting of the

- 1 order. The department may approve or disapprove the variance or
- 2 revoke the variance upon notice and hearing.
- 3 (2) After a public hearing, the department commission may
- 4 grant a specific variance to a substantive requirement of the
- 5 code if the literal application of the substantive requirement
- 6 would result in an exceptional, practical difficulty to the
- 7 applicant, and if the specific condition justifying the variance
- 8 is neither so general nor recurrent in nature as to make an
- 9 amendment of the code with respect to the condition reasonably
- 10 practical or desirable.
- 11 (3) The <u>department</u> commission may attach in writing a
- 12 condition in connection with the granting of a variance that in
- 13 its judgment is necessary to protect the health, safety, and
- 14 welfare of the people of this state. The variance shall not
- 15 exceed the minimum necessary to alleviate the exceptional,
- 16 practical difficulty.
- 17 (4) A variance to a local ordinance, zoning requirement, or
- 18 local rule may be granted only by a local government.
- 19 (5) A variance to a rule promulgated under this act may be
- 20 granted only by the commission.
- 21 Sec. 21. (1) A -mobile manufactured home -dealer retailer
- 22 shall not engage in the retail sale of a -mobile- manufactured
- 23 home without a license.
- 24 (2) A <u>mobile</u> manufactured home <u>dealer</u>, mobile retailer,
- 25 or a manufactured home installer —, or —repairer— servicer, may
- 26 obtain an initial or renewal license by filing with the
- 27 commission an application together with consent to service of

- 1 process in a form prescribed by the commission pursuant to
- 2 under section 35.
- 3 (3) An initial or renewal license under this act shall be
- 4 issued for not more than 1 year. Licenses —shall— expire on
- 5 October 1.
- 6 (4) The annual license fee for a -mobile- manufactured home
- 7 <u>dealer</u> retailer is \$150.00 or any other a lesser amount
- 8 established -pursuant to under section 9(5).
- 9 (5) The annual license fee for a -mobile manufactured home
- 10 installer or repairer is \$50.00 or -any other a lesser amount
- 11 established pursuant to under section 9(5).
- 12 (6) A licensed -mobile manufactured home -dealer, mobile
- 13 retailer, or a manufactured home installer or repairer
- 14 servicer, may file an application for the license of a successor,
- 15 whether or not the successor is then in existence, for the
- 16 unexpired portion of the year. The commission may grant or deny
- 17 the application.
- 18 (7) A licensee who submits a timely application for renewal
- 19 of a license and pays the appropriate fee may continue sales of
- 20 -mobile manufactured homes unless notified that the application
- 21 for renewal is not approved.
- 22 Sec. 22. The commission may promulgate rules to require a
- 23 licensed -mobile- manufactured home -dealer retailer to post a
- 24 surety bond in an amount up to \$10,000.00 for each sales location
- 25 and may determine conditions of the bond. An appropriate deposit
- 26 of cash or securities shall be accepted in lieu of a required
- 27 bond. which is required.

- 1 Sec. 23. A licensed -mobile manufactured home -dealer
- 2 retailer shall make and keep accounts, and other records as the
- 3 commission prescribes by rule. The records required shall be
- 4 preserved for 3 years unless the commission otherwise prescribes
- 5 by rule for particular types of records. If the information
- 6 contained in a record filed with the commission is or becomes
- 7 inaccurate or incomplete in -any a material respect, the
- 8 licensee promptly shall file a correcting amendment.
- 9 Sec. 24. A -mobile- manufactured home -dealer- retailer
- 10 shall not do any of the following:
- 11 (a) Advertise or represent a mobile manufactured home as
- 12 other than calendar or model year.
- 13 (b) Misapply —consumer— customer deposits on a —mobile
- 14 manufactured home or a -mobile manufactured home -park
- 15 community.
- (c) Fail to place deposits, down payments, or similar
- **17** payments for the purchase or right to purchase a -mobile
- 18 manufactured home in a separate escrow account subject to return
- 19 upon cancellation of the purchase order by the prospective
- 20 purchaser under the rules or orders as the commission promulgates
- 21 or issues unless the dealer shall post retailer posts a bond or
- 22 a deposit of cash or securities for protection of these payments
- 23 in an amount acceptable to the commission.
- 24 (d) Fail to disclose to the department -any direct or
- 25 indirect business relationships with financial and loan
- 26 institutions, banks, and insurance companies.
- 27 Sec. 25. (1) The commission shall promulgate rules relating

- 1 to the responsibility of the -mobile- manufactured home -dealer,
- 2 mobile retailer, the manufactured home installer and servicer,
- 3 and the -mobile- manufactured home -park- community or seasonal
- 4 -mobile- manufactured home -park- community owner for
- 5 installation and setup of a -mobile- manufactured home.
- 6 (2) A person licensed under -any 1 or more of the following
- 7 acts -shall is not -be- required to be licensed as a -mobile
- 8 manufactured home installer and -repairer servicer in order to
- 9 perform work on -mobile manufactured homes for which the person
- 10 is licensed, unless the work performed also includes the setup,
- 11 installation, or general -repair servicing of -mobile
- 12 manufactured homes:
- 13 (a) The electrical administrative act, Act No. 217 of the
- 14 Public Acts of 1956, being sections 338.881 to 338.892 of the
- 15 Michigan Compiled Laws 1956 PA 217, MCL 338.881 to 338.892.
- 16 (b) Act No. 266 of the Public Acts of 1929, being sections
- 17 338.901 to 338.917 of the Michigan Compiled Laws The state
- 18 plumbing act, 2002 PA 733, MCL 338.3511 to 338.3569.
- 19 (c) The Forbes mechanical contractors act, Act No. 192 of
- 20 the Public Acts of 1984, being sections 338.971 to 338.988 of the
- 21 Michigan Compiled Laws 1984 PA 192, MCL 338.971 to 338.988.
- 22 (3) The electrical administrative act, Act No. 217 of the
- 23 Public Acts of 1956, being sections 338.881 to 338.892 of the
- 24 Michigan Compiled Laws, Act No. 266 of the Public Acts of 1929,
- 25 being sections 338.901 to 338.917 of the Michigan Compiled Laws
- 26 1956 PA 217, MCL 338.881 to 338.892, the state plumbing act, 2002
- 27 PA 733, MCL 338.3511 to 338.3569, and the Forbes mechanical

- 1 contractors act, Act No. 192 of the Public Acts of 1984, being
- 2 sections 338.971 to 338.988 of the Michigan Compiled Laws, shall
- 3 1984 PA 192, MCL 338.971 to 338.988, do not apply to the setup or
- 4 installation of a -mobile- manufactured home and the following
- 5 connections, or replacement or -repair servicing of the
- 6 following connections, by a licensed -mobile- manufactured home
- 7 installer and repairer servicer:
- 8 (a) Factory-installed electrical wiring, devices, appliances,
- 9 or appurtenances to available electrical meters or pedestals.
- 10 (b) Factory-installed piping, fixtures, plumbing appliances,
- 11 and plumbing appurtenances to sanitary drainage or storm drainage
- 12 facilities, venting systems, or public or private water supply
- 13 systems.
- 14 (c) Factory-installed process piping, heating and cooling
- 15 equipment, and systems or supply lines to available service
- 16 meters or mains.
- 17 Sec. 27. (1) A person shall not, in In connection with
- 18 the offer, sale, purchase, or rental of a -mobile- manufactured
- 19 home, -mobile- manufactured home site, or related equipment,
- 20 -relating thereto- a person shall not do either of the
- 21 following:
- 22 (a) Employ a devise, scheme, or artifice to defraud.
- 23 (b) Make an untrue statement of material fact or omit to
- 24 state a material fact necessary to make the statement not
- 25 misleading, in the light of the circumstances under which it is
- **26** made.
- 27 (2) A person shall not willfully authorize, direct, or aid in

- 1 publication, advertisement, distribution, or circulation of a
- 2 statement or representation concerning a -mobile- manufactured
- 3 home, -mobile manufactured home site, or related equipment
- 4 -relating thereto, which that misrepresents the facts concerning
- 5 the -mobile- manufactured home, -mobile- manufactured home site,
- 6 or related equipment. -relating thereto.
- 7 (3) A person with knowledge that an advertisement, pamphlet,
- 8 prospectus, or letter concerning a -mobile manufactured home,
- 9 -mobile manufactured home site, or related equipment -relating
- 10 thereto contains a written statement that is false or fraudulent
- 11 shall not issue, circulate, publish, or distribute the
- 12 advertisement, pamphlet, prospectus, or letter concerning a
- 13 mobile manufactured home, mobile manufactured home site, or
- 14 related equipment. relating thereto.
- 15 (4) A person shall not willfully make —any—a material
- 16 misrepresentation in the sale of a -mobile- manufactured home,
- 17 mobile manufactured home site, or related equipment. relating
- 18 thereto.
- 19 Sec. 28. (1) An owner or operator of a mobile manufactured
- 20 home -park community or seasonal -mobile manufactured home
- 21 park community shall not engage, or permit an employee or agent
- 22 to engage, in any of the following unfair or deceptive methods,
- 23 acts, or practices:
- (a) Directly or indirectly charging or collecting from a
- 25 person an entrance fee.
- (b) Requiring a person to directly or indirectly purchase a
- 27 mobile- manufactured home from another person as a condition of

- 1 entrance to, or lease or rental of, a -mobile manufactured home
- 2 -park- community or seasonal -mobile- manufactured home -park
- 3 community space.
- 4 (c) Directly or indirectly charging or collecting from a
- 5 person a refundable or nonrefundable exit fee.
- **6** (d) Requiring or coercing a person to purchase, rent, or
- 7 lease goods or services from another person as a condition of any
- 8 of the following:
- 9 (i) Entering into a park community or lease.
- 10 (ii) Selling a -mobile manufactured home through the -park
- 11 community owner or operator —, or his or her agent or designee
- 12 upon leaving a -mobile manufactured home -park community or
- 13 seasonal -mobile manufactured home -park community.
- 14 (iii) Renting space in a -mobile- manufactured home -park
- 15 community or seasonal -mobile- manufactured home -park
- 16 community.
- (e) Directly or indirectly charging or collecting from a
- 18 person money or other thing of value for electric, fuel, or water
- 19 service without the resident's or tenant's use of that service
- 20 by a resident or tenant being first accurately and consistently
- 21 measured, unless that service is included in the rental charge as
- 22 an incident of tenancy.
- 23 (f) Conspiring, combining, agreeing, aiding, or abetting in
- 24 the employment of a method, act, or practice that violates this
- 25 act.
- 26 (q) Renting or leasing a -mobile- manufactured home or site
- 27 in a -mobile- manufactured home -park- community or seasonal

- 1 -mobile- manufactured home -park- community without offering a
- 2 written lease.
- 3 (h) Subject to section 28a, prohibiting a resident from
- 4 selling his or her -mobile- manufactured home on-site for a price
- 5 determined by that resident, if the purchaser qualifies for
- 6 tenancy and the -mobile- manufactured home meets the conditions
- 7 of written -park community rules or regulations. This
- 8 subdivision does not apply to seasonal -mobile manufactured home
- 9 parks communities.
- 10 (i) Subject to reasonable -mobile -manufactured home -park
- 11 community or seasonal -mobile manufactured home -park community
- 12 rules governing the location, size, and style of exterior
- 13 television antenna, prohibiting a person from installing or
- 14 maintaining an exterior television antenna on a -mobile
- 15 manufactured home within the -park- community unless the -mobile
- 16 manufactured home —park— community or seasonal —mobile
- 17 manufactured home -park- community provides -park- residents,
- 18 without charge, a central television antenna for UHF-VHF
- 19 reception.
- 20 (j) Requiring a repossessing lender to pay a homeowner's debt
- 21 that was incurred before repossession of the manufactured home.
- (k) Prohibiting a repossessing lender from selling a
- 23 manufactured home on-site.
- 24 (2) A tenant resident of a mobile manufactured home
- 25 -park community or seasonal -mobile manufactured home -park
- 26 community may bring an action on his or her own behalf for a
- 27 violation of this section.

- 1 (3) If the commission has reason to suspect that the owner of
- 2 a -mobile- manufactured home -park- community or seasonal
- 3 -mobile manufactured home -park community is engaged in conduct
- 4 that violates existing water utility tariffs or qualifies the
- 5 owner of a -mobile manufactured home -park community or
- 6 seasonal -mobile manufactured home -park community for
- 7 regulation as a water utility, the commission shall promptly send
- 8 a written report of the alleged violation to the Michigan public
- 9 service commission.
- 10 Sec. 28a. (1) Mobile— Manufactured home park— community
- 11 rules or regulations may include provisions governing the
- 12 physical condition of -mobile manufactured homes and the
- 13 aesthetic characteristics of -mobile -manufactured homes in
- 14 relation to the -mobile- manufactured home -park- community in
- 15 which they are located, subject to all of the following:
- 16 (a) The age or size of a -mobile- manufactured home shall not
- 17 be used as the sole basis for refusing to allow an on-site,
- 18 <u>in-park</u> in-community sale or for refusing to allow the mobile
- 19 manufactured home to remain on-site. The community rules or
- 20 regulations shall not establish a minimum value or a minimum sale
- 21 price for a manufactured home as a condition to an in-community
- 22 sale of the home. The burden of going forward in a suit against
- 23 the -mobile- manufactured home -park- community owner or operator
- 24 for violation of this subdivision is on the resident.
- 25 (b) The standards incorporated in the written -park
- 26 community rules or regulations governing the physical condition
- 27 and aesthetic characteristics of -mobile- manufactured homes in

- 1 the -mobile manufactured home -park shall community apply
- 2 equally to all residents.
- 3 (c) A -mobile- manufactured home sold on-site shall conform
- 4 with Act No. 133 of the Public Acts of 1974, being sections
- 5 125.771 to 125.774 of the Michigan Compiled Laws 1974 PA 133,
- 6 MCL 125.771 to 125.774.
- 7 (d) Any A charge connected to the on-site, in-park
- 8 in-community sale of a -mobile manufactured home, other than the
- 9 inspection fee permitted under subdivision (e) and the commission
- 10 or fee charged by a -mobile manufactured home -dealer retailer
- 11 licensed under this act who is engaged by the seller to transact
- 12 the sale, is considered an entrance or exit fee in violation of
- **13** section 28.
- 14 (e) A -park- community owner or operator may charge a
- 15 reasonable fee to inspect the -mobile- manufactured home before
- 16 sale. The charge shall not be more than \$30.00, or the amount
- 17 charged for a building permit —inspections—inspection by the
- 18 municipality in which the -mobile manufactured home is located,
- 19 whichever is higher.
- 20 (f) The standards governing the physical condition of
- 21 -mobile manufactured homes and the aesthetic characteristics of
- 22 -mobile- manufactured homes in the -mobile- manufactured home
- 23 —park— community, as incorporated in the written —park— community
- 24 rules, shall not be designed to defeat the intent of this
- 25 section.
- 26 (2) Subsection (1)(f) -shall does not apply if the -mobile
- 27 manufactured home -park- community is changing its method of

- 1 doing business and provides not less than 1 year's notice, unless
- 2 a different notice period is otherwise provided by law, of the
- 3 proposed change to all affected -mobile manufactured home -park
- 4 community residents. A change in a -mobile- manufactured home
- 5 -park's community's method of doing business includes, but is
- 6 not limited to, -any 1 or more of the following:
- 7 (a) Conversion to a mobile manufactured home park
- 8 community condominium pursuant to under the condominium act,
- 9 Act No. 59 of the Public Acts of 1978, being sections 559.101 to
- 10 559.275 of the Michigan Compiled Laws 1978 PA 59, MCL 559.101 to
- 11 559.276.
- 12 (b) Conversion to total rental of both -mobile manufactured
- 13 home site and park-owned mobile community-owned manufactured
- 14 homes.
- 15 (c) Changes in use of the land on which the -mobile
- 16 manufactured home —park—community is located.
- 17 (3) Notwithstanding subsection (1) or (2), a -mobile
- 18 manufactured home -park- community may require a -mobile
- 19 manufactured home to be moved to a comparable site within the
- 20 -mobile- manufactured home -park- community, at the expense of
- 21 the -mobile manufactured home -park community.
- 22 (4) If, after termination of a resident's tenancy for just
- 23 cause as provided in chapter 57a of the revised judicature act of
- 24 1961, Act No. 236 of the Public Acts of 1961, being sections
- 25 600.5771 to 600.5785 of the Michigan Compiled Laws 1961 PA 236,
- 26 MCL 600.5771 to 600.5785, the resident of a -mobile manufactured
- 27 home -park- community sells his or her -mobile- manufactured home

- 1 to the owner or operator of the -mobile -manufactured home -park
- **2 community**, or to any **an** entity in which the owner or operator
- 3 has -any an interest, the resident -shall have has the right to
- 4 have the -mobile- manufactured home's value appraised and, if so
- 5 appraised, the sale price of the -mobile manufactured home shall
- 6 not be less than the appraised value.
- 7 (5) Except as provided in subsection (1)(a), a mobile
- 8 manufactured home -park community owner or operator, or both,
- 9 has the burden of going forward to show compliance with
- 10 subsection (1).
- 11 Sec. 28b. A -mobile manufactured home -park community
- 12 rule that does either of the following shall not be enforced
- 13 against a resident, unless the rule was proposed and in force
- 14 before the resident was approved for tenancy in the -mobile
- 15 manufactured home -park community:
- 16 (a) Prohibits -those children a child who -were was
- 17 previously approved under prior -park community rules from
- 18 residing in the -mobile manufactured home -park community. A
- 19 rule prohibiting -children a child, or an additional -children
- 20 child, shall not be enforced against -persons a person who -were
- 21 residents was a resident of the mobile manufactured home
- 22 -park- community at the time the rule was adopted until after
- 23 1 year's notice to -those persons that person.
- 24 (b) Prohibits a resident from keeping -those pets which were
- 25 a pet that was previously approved under prior -park- community
- 26 rules, except a dangerous -animals animal.
- 27 Sec. 28c. (1) A lease or rental agreement or rules or

- 1 regulations that are adopted pursuant to under a lease or
- 2 rental agreement may include a provision that requires awarding
- **3** liquidated damages -to be awarded- to the prevailing party in a
- 4 contested action to terminate a tenancy in a -mobile
- 5 manufactured home -park community for just cause under
- 6 section 5775 of the revised judicature act of 1961, Act No. 236
- 7 of the Public Acts of 1961, being section 600.5775 of the
- 8 Michigan Compiled Laws 1961 PA 236, MCL 600.5775.
- 9 (2) A provision allowed under subsection (1) may require
- 10 liquidated damages of not more than \$500.00 for an action in the
- 11 district court and not more than \$300.00 for each appellate
- 12 level. Liquidated damages shall not be construed to be a
- 13 penalty.
- 14 Sec. 29. A utility company shall notify the department 10
- 15 days before shutoff of service for nonpayment, including sewer,
- 16 water, gas, or electric service, when the service is being
- **17** supplied to the licensed owner or operator of a -mobile
- 18 manufactured home -park- community or seasonal -mobile
- 19 manufactured home park community for the use and benefit of the
- 20 park's community's tenants.
- 21 Sec. 30. (1) After December 31, 1978, every mobile
- 22 manufactured home located in this state -shall be is subject to
- 23 the certificate of -title- ownership provisions of this act,
- 24 except for -any a new -mobile manufactured home owned by a
- 25 manufacturer or licensed mobile manufactured home dealer
- 26 retailer and held for sale.
- 27 (2) After December 31, 1978, a certificate of title for a

- 1 -mobile- manufactured home issued by the secretary of state
- **2** before January 1, 1979, pursuant to Act No. 300 of the Public
- 3 Acts of 1949, being sections 257.1 to 257.923 of the Michigan
- 4 Compiled Laws under the Michigan vehicle code, 1949 PA 300, MCL
- 5 257.1 to 257.923, -shall be is considered -to be a certificate
- 6 of -title- ownership issued by the department under this act and
- 7 shall be is subject to all of the provisions of this act
- 8 -respecting regarding certificates of title ownership.
- 9 (3) After December 31, 1978, a -mobile manufactured home
- 10 shall not be sold or transferred except by transfer of the
- 11 certificate of title ownership for the mobile manufactured
- 12 home pursuant to under this act.
- 13 Sec. 30a. (1) An owner of a mobile manufactured home
- 14 -which that is subject to the certificate of -title- ownership
- 15 provisions of this act shall -make application apply to the
- 16 department for the issuance of a certificate of title ownership
- 17 for the -mobile- manufactured home upon the appropriate form
- 18 furnished by the department, accompanied by a fee of \$45.00 or
- 19 -any a lesser amount established -pursuant to under section
- 20 9(5). The application shall bear the signature of the owner
- 21 written in ink, shall be acknowledged by the owner before a
- 22 person authorized to take acknowledgments, and shall contain all
- 23 of the following:
- 24 (a) The name and address of the owner.
- 25 (b) A description of the -mobile- manufactured home,
- 26 including the name of the manufacturer, the year and model, and
- 27 the manufacturer's serial number or, in the absence of a serial

- 1 number, a number assigned by the department. A number assigned
- 2 by the department shall be permanently placed on the -mobile
- 3 manufactured home in the manner and place designated by the
- 4 department.
- 5 (c) A statement of the -names and addresses of the holders of
- 6 any security interests in the mobile name and address of each
- 7 holder of a security interest in the manufactured home, in the
- 8 order of their priority.
- 9 (d) Further information as may reasonably be required by the
- 10 department to enable it to determine whether the owner of the
- 11 -mobile- manufactured home is entitled to a certificate of
- 12 -title ownership for the -mobile manufactured home.
- 13 (2) If the department is not satisfied as to the ownership of
- 14 the mobile a manufactured home, before issuing a certificate of
- 15 -title- ownership for it, the department may require the
- 16 applicant to file a properly executed surety bond in a form
- 17 prescribed by the department, executed by the applicant and a
- 18 company authorized to conduct a surety business in this state.
- 19 The bond shall be in an amount equal to twice the value of the
- 20 mobile manufactured home as determined by the department and
- 21 shall be conditioned to indemnify or reimburse the department,
- 22 -any a prior owner, -any a holder of a security interest in the
- 23 -mobile manufactured home, and -any a subsequent purchaser of
- 24 the -mobile- manufactured home, and their successors in interest,
- 25 against -any- expense, loss, or damage, including reasonable
- 26 attorney's fees, by reason of the issuance of a certificate of
- 27 -title- ownership to the -mobile- manufactured home or on account

- 1 of -any a defect in the right, -title- ownership, or interest of
- 2 the applicant in and to the -mobile manufactured home. Each
- 3 interested person has a right of action to recover on the bond
- f 4 for a breach of its conditions, but the aggregate liability of
- 5 the surety to all persons shall not exceed the amount of the
- 6 bond. The bond shall be returned at the end of 5 years, or
- 7 before 5 years if the currently valid certificate of -title
- 8 ownership is surrendered to the department, unless the department
- 9 has received notification of the pendency of that an action is
- 10 pending to recover on the bond.
- 11 (3) The department shall examine and determine the
- 12 genuineness, regularity, and legality of an application for a
- 13 certificate of title ownership for a mobile manufactured home
- 14 and of any other application lawfully made to the department. --
- 15 and The department may in all cases make investigation
- **16 investigate** or require additional information as may be
- 17 considered it considers necessary, and shall reject any an
- **18** application if not satisfied -of as to the genuineness,
- 19 regularity, or legality of it or the truth of -any- a statement
- 20 contained in it, or for any other reason, when authorized by
- 21 law.
- 22 (4) The fee for obtaining a duplicate, replacement, or
- 23 corrected title certificate of ownership, for placing or
- 24 terminating a lien on the -title- certificate of ownership, or
- 25 for placing a name on the -title- certificate of ownership is
- **26** \$15.00 or any other **a** lesser amount established pursuant to
- 27 under section 9(5).

- 1 Sec. 30b. (1) The department upon receipt of the required
- 2 application and fees shall issue a certificate of -title
- 3 ownership except as otherwise provided.
- 4 (2) The certificate of -title- ownership shall contain upon
- 5 its face the date issued, the name and address of the owner, a
- 6 description of the -mobile- manufactured home as determined by
- 7 the department, a statement of all security interests in the
- 8 -mobile manufactured home as set forth in the application, the
- 9 date on which the application was filed, and other information as
- 10 the department may require.
- 11 (3) The certificate of title ownership shall contain upon
- 12 on the reverse side forms for assignment of title ownership or
- 13 interest and warranty of title ownership by the owner with
- 14 space for notation of security interests in the -mobile
- 15 manufactured home at the time of a transfer to be signed in ink,
- 16 and other forms as the department may consider considers
- 17 necessary to facilitate the effective administration of this
- 18 section. The certificate shall bear the department's seal. -of
- 19 the department.
- 20 (4) The certificate of title ownership shall be mailed or
- 21 delivered to the owner or other person as the owner may direct in
- 22 a separate instrument, in the form as the department shall
- 23 prescribe prescribes.
- 24 Sec. 30c. (1) If the owner of a -mobile manufactured home
- 25 transfers or assigns the owner's -title- ownership or interest to
- 26 the -mobile manufactured home, the owner shall -indorse endorse
- 27 on the back of the certificate of -title- ownership an assignment

- 1 of the -mobile- manufactured home with warranty of -title
- 2 ownership with a statement of all security interests in the
- 3 -mobile manufactured home. -, and the owner shall -cause mail
- 4 or deliver the certificate to be mailed or delivered to the
- 5 department or to the purchaser or transferee at the time of the
- 6 delivery to the purchaser or transferee of the -mobile
- 7 manufactured home.
- 8 (2) Upon the delivery of a -mobile manufactured home and the
- **9** transfer, sale, or assignment of the title **ownership** or
- 10 interest in a -mobile- manufactured home, the effective date of
- 11 the transfer of title ownership or interest shall be is the
- 12 date of execution of either the application for title
- 13 certificate of ownership or the certificate of title
- 14 ownership.
- 15 (3) The purchaser or transferee, unless the purchaser or
- 16 transferee is a licensed dealer retailer, shall cause to be
- 17 presented present to the department the certificate of title
- 18 ownership accompanied by 1 of the following applicable -fee, as
- 19 follows fees:
- 20 (a) Except as provided in subdivision (b) or (c), \$45.00.
- 21 (b) Except as provided in subdivision (c), \$15.00, if the
- 22 sale, assignment, or other transfer will require the addition or
- 23 deletion from the certificate of -title ownership of -any 1 or
- 24 more of the following:
- 25 (i) The owner's spouse.
- 26 (ii) A person related to the owner within the fourth degree
- 27 of consanguinity as computed by the civil law method.

- 1 (iii) A person related to the owner's spouse within the
- 2 fourth degree of consanguinity as computed by the civil law
- 3 method.
- 4 (c) Any other A lesser amount established pursuant to
- 5 under section 9(5).
- **6** (4) Upon presentation of the certificate of <u>title</u> **ownership**
- 7 accompanied by the applicable fee, a new certificate of title
- 8 ownership shall be issued. A certificate of title ownership
- 9 issued under subsection (3) and this subsection shall be mailed
- 10 or delivered to the owner or any other another person the owner
- 11 -may direct directs in a separate instrument in a form as
- 12 prescribed by the department prescribes.
- 13 (5) If a security interest is reserved or created at the time
- 14 of the transfer, the parties shall comply with section 30d.
- 15 (6) If the transferee of a mobile manufactured home is a
- 16 -mobile manufactured home -dealer retailer who holds the
- 17 mobile manufactured home for resale, the -dealer shall
- 18 retailer is not be required to forward the certificate of
- 19 -title- ownership to the department, but the -dealer- retailer
- 20 shall retain possession of the assigned certificate of -title
- 21 ownership. Upon transfer of the -dealer's title retailer's
- 22 ownership or interest to another person, the <u>dealer</u> retailer
- 23 shall execute and acknowledge an assignment and warranty of
- 24 -title- ownership upon the certificate of -title- ownership and
- 25 deliver it to the person to whom the transfer is made if the
- 26 person is a licensed dealer otherwise retailer. Otherwise, the
- 27 transferor shall make application for a new -title shall be made

- 1 by the transferor certificate of ownership as provided in
- **2** section 30a(1).
- 3 Sec. 30d. (1) If an owner named in a certificate of title
- 4 ownership creates a security interest in the -mobile
- 5 manufactured home described in the certificate, all of the
- 6 following apply:
- 7 (a) The owner shall immediately execute an application in the
- 8 form prescribed by the department **prescribes** showing the name
- 9 and address of the holder of the security interest. -and The
- 10 owner shall deliver the certificate of -title- ownership,
- 11 application, and a fee of \$1.00 together with a copy of the
- 12 application, which -need not does not need to be signed, to the
- 13 holder of the security interest.
- 14 (b) The holder of the security interest shall -cause mail or
- 15 deliver the certificate of -title- ownership, application, and
- 16 fee and the copy of the application -to be mailed or delivered
- 17 to the department.
- 18 (c) The department shall indicate on the copy of the
- 19 application the date and place of filing of the application and
- 20 return the copy to the person presenting it.
- 21 (d) Upon receipt of the certificate of title ownership,
- 22 application, and the required fee the department shall issue a
- 23 new certificate in the form —provided—prescribed by section 30b
- 24 setting forth the name and address of each holder of a security
- 25 interest in the -mobile- manufactured home for which a
- **26** termination statement has not been filed and the date on which
- 27 that the application first stating the security interest was

- 1 filed, and mail the certificate to the owner.
- 2 (2) A holder of a security interest may assign, absolutely or
- 3 otherwise, the security interest to a person other than the owner
- 4 without affecting the interest of the owner or the validity of
- 5 the security interest, but a person without notice of the
- 6 assignment is protected in dealing with the holder of the
- 7 security interest as the holder of the security interest. The
- 8 assignee may have the certificate of -title indorsed ownership
- 9 endorsed with the assignee named as the holder of the security
- 10 interest by providing the department with a copy of the
- 11 assignment instrument but the failure of the assignee to do so
- 12 shall does not affect the validity of the security interest or
- 13 the assignment of the security interest.
- 14 (3) The filing under this section or under section 30a of an
- 15 application for a certificate of -title- ownership showing the
- 16 name and address of the holder of a security interest in a
- 17 mobile manufactured home is equivalent to the filing of a
- 18 financing statement with respect to the security interest under
- 19 article 9 of the uniform commercial code, Act No. 174 of the
- 20 Public Acts of 1962, being sections 440.9101 to 440.9994 of the
- 21 Michigan Compiled Laws 1962 PA 174, MCL 440.9101 to 440.9994.
- 22 (4) When If there is not an outstanding obligation or
- 23 commitment to make advances, incur obligations, or otherwise give
- 24 value, secured or to be secured by a security interest in a
- 25 -mobile- manufactured home, the secured party shall, within 10
- 26 days after satisfaction of the obligation and, in any event
- 27 within 30 days, execute a termination statement in the form

- 1 prescribed by the department prescribes and mail or deliver the
- 2 termination statement to the owner or other person as the owner
- 3 may direct. The owner, other than a -dealer retailer holding
- 4 the -mobile manufactured home for resale, shall promptly -cause
- 5 mail or deliver the certificate, all termination statements, and
- 6 an application for certificate of -title- ownership accompanied
- 7 by a fee of \$1.00 -to be mailed or delivered to the department.
- 8 -, which The department shall issue a new certificate.
- 9 Sec. 30e. (1) If the interest of the owner in a mobile
- 10 manufactured home is terminated by the enforcement of a security
- 11 agreement, the transferee of the owner's interest shall promptly
- 12 mail or deliver to the department the last certificate of -title
- 13 ownership, if the transferee has possession of possesses it, an
- 14 application for a new certificate in the form prescribed by the
- 15 department prescribes, and an affidavit made by or on behalf of
- 16 the holder of the security interest so enforced stating that the
- 17 -mobile- manufactured home was repossessed, that the interest of
- 18 the owner was lawfully terminated by enforcement of the security
- 19 agreement, and whether the holder has delivered the last
- 20 certificate of title ownership to the transferee of the owner's
- 21 interest, naming the transferee, or if not, the reason delivery
- 22 was not made and the -then- location of the certificate of
- 23 title ownership so far as known to the holder. If the holder
- 24 of the security interest succeeds to the interest of the owner
- 25 and holds the -mobile- manufactured home for resale, the holder
- 26 shall is not be required to secure a new certificate of
- 27 -title- ownership but, upon transfer to another person, shall

- 1 promptly mail or deliver to the transferee or to the department
- 2 the certificate, if in the holder's possession, the affidavit,
- 3 and other documents required to be sent to the department by the
- 4 transferee.
- 5 (2) If the interest of the owner in a -mobile manufactured
- 6 home is terminated by sale -pursuant to- under a levy of
- 7 execution, attachment, or other process of a court, the
- 8 transferee of the owner's interest shall promptly mail or deliver
- 9 to the department the last certificate of -title-ownership, if
- 10 the transferee has possession of possesses it, an application
- 11 for a new certificate of -title- ownership in the form
- 12 prescribed by the department prescribes, and an affidavit, upon
- 13 a form prescribed by the department **prescribes**, made by the
- 14 officer of the court who conducted the sale, setting forth the
- 15 date of the sale, -and- the name of the purchaser, and whether
- 16 the officer has delivered the certificate of title ownership to
- 17 the purchaser. and if not, If the certificate of ownership was
- 18 not delivered to the purchaser, the officer shall state in the
- 19 affidavit the reason delivery was not made and the then
- 20 location of the certificate of title ownership so far as known
- 21 to the officer.
- 22 (3) A person holding a certificate of title where ownership
- 23 in which the interest of the owner named in the certificate has
- 24 been terminated in the manner provided by subsection (1) or (2)
- 25 shall mail or deliver the certificate to the department upon its
- 26 request. The delivery of the certificate -pursuant to- at the
- 27 request of the department does not affect the rights of the

- 1 person surrendering the certificate, and the action of the
- 2 department in issuing a new certificate of -title- ownership is
- 3 not conclusive -upon any on the rights of an owner or holder of
- 4 a security interest named in the old certificate.
- 5 (4) The department, upon Upon receipt of an application for
- 6 a new certificate of title ownership by a transferee in the
- 7 manner provided by subsection (1) or (2), with proof of the
- 8 transfer, the required fee, and any other documents required by
- 9 law, the department shall issue a new certificate of -title
- 10 ownership in the name of the transferee as owner, setting forth
- **11** all security interests noted on the last certificate of title
- 12 ownership as having priority over the security agreement so
- 13 enforced and shall mail or deliver the new certificate to the
- 14 owner. If the outstanding certificate of title ownership is
- 15 not delivered, the department shall make demand for the
- 16 outstanding certificate of -title- ownership from the holder.
- 17 Sec. 30f. The department shall retain and appropriately
- 18 file every surrendered certificate of -title- ownership. The
- 19 file shall be maintained so as to permit in a manner that
- 20 permits the tracing of title ownership of the mobile
- 21 manufactured home designated in a surrendered certificate for a
- 22 period of 10 years.
- 23 Sec. 30g. (1) The department may cancel or refuse to issue
- 24 a certificate of title ownership under 1 or more of the
- 25 following circumstances:
- (a) If the department is satisfied that the certificate of
- 27 -title ownership was fraudulently or erroneously issued.

- 1 (b) If the department determines that the holder of the
- 2 certificate has made or is making -an unlawful use of the
- 3 certificate.
- 4 (c) If the department determines that the required fee has
- 5 not been paid and the fee is not paid upon reasonable notice or
- 6 demand.
- 7 (d) If the department is authorized under -any other another
- 8 provision of this act.
- 9 (e) Upon receipt of If the department receives notification
- 10 from another state or foreign country that a certificate of
- 11 -title ownership issued by the department has been surrendered
- 12 by the owner in conformity with the laws of the other state or
- 13 foreign country.
- 14 (f) If it is shown by satisfactory evidence that delivery of
- 15 a -mobile- manufactured home in the possession of a dealer was
- 16 not made to the applicant to whom the certificate was issued.
- 17 (2) Before a cancellation under subsection (1)(a), (b), or
- 18 (d) is made, the person affected shall be given notice and an
- 19 opportunity to be heard.
- 20 Sec. 30h. The commission in consultation with the secretary
- 21 of state shall promulgate rules. -, which The rules promulgated
- 22 by the commission shall further define and distinguish between
- 23 the term -mobile manufactured home as used in this act and the
- 24 term trailer coach as used in the Michigan vehicle code, Act
- 25 No. 300 of the Public Acts of 1949, being sections 257.1 to
- 26 257.923 of the Michigan Compiled Laws 1949 PA 300, MCL 257.1 to
- 27 257.923.

- 1 Sec. 31. A person who offers, sells, or purchases a
- 2 -mobile- manufactured home or equipment or a -mobile
- 3 manufactured home site in violation of this act or the code may
- 4 have an action brought against him or her to rescind the
- 5 transaction and recover damages.
- 6 Sec. 38. (1) The department may issue an order to show
- 7 cause why an order imposing sanctions or penalties allowed under
- 8 this act should not be issued by the commission if the department
- 9 finds both that the order is in the public interest —, and —any
- 10 1 or more of the following:
- 11 (a) An application filed pertaining to a license, a
- 12 disclosure statement, or a related document filed with the
- 13 department in connection with a -mobile manufactured home
- 14 license —, is incomplete in —any—a material respect or contains
- 15 a statement -which that is false or misleading, in the light of
- 16 the circumstances under which it is made.
- 17 (b) A provision of this act, or a rule, order, or condition
- 18 lawfully imposed under this act, was not complied with or was
- 19 violated in connection with the offering by the person filing the
- 20 document; the developer, -dealer- retailer, or operator; a
- 21 partner, officer, director, proprietor, or manager of the
- 22 developer, -dealer retailer, or operator; or a person directly
- 23 or indirectly controlling, or directly controlled by, the
- 24 developer, -dealer retailer, or operator.
- (c) The project worked or tended to work a fraud or deception
- 26 or would so operate, or the project would create an unreasonable
- 27 risk to a prospective -tenants- resident, as defined by rules

- 1 promulgated by the commission.
- 2 (d) The developer, dealer retailer, or operator; a partner,
- 3 officer, director, proprietor, or manager of the developer,
- 4 -dealer retailer, or operator; a person directly or indirectly
- 5 controlling or directly controlled by the developer, -dealer
- 6 retailer, or operator; or a person identified in the application
- 7 for a license $\overline{}$ or in a disclosure statement $\overline{}$ was within the
- 8 past 10 years immediately before the date of the order convicted
- 9 of an offense under this act, or is the subject of an
- 10 administrative order issued under this act, or had a civil
- 11 judgment entered against him or her as a result of a violation of
- 12 this act or a rule promulgated or order issued -pursuant to
- 13 under this act, and the department determines that the
- 14 involvement of the person in the sale or development of the
- 15 project creates an unreasonable risk to a prospective -tenants
- 16 resident or -mobile- manufactured home -purchasers- purchaser.
- 17 (e) The developer, <u>dealer</u> retailer, or operator; a partner,
- 18 officer, director, proprietor, or manager of the developer; a
- 19 person directly or indirectly controlling or directly controlled
- 20 by the developer, -dealer retailer, or operator; or a person
- **21** identified in the application for a license or **in** a
- 22 disclosure statement -, was convicted of a violation or was the
- 23 subject of an administrative order or civil judgment as a result
- 24 of a violation of a statute regulating the offering of securities
- 25 or franchises or licensing or regulating builders, real estate
- 26 brokers, or real estate salespersons, or of violation of the land
- 27 sales act, Act No. 286 of the Public Acts of 1972, being

- 1 sections 565.801 to 565.835 of the Michigan Compiled Laws 1972
- 2 PA 286, MCL 565.801 to 565.835, or a rule promulgated or an order
- 3 issued under that act.
- 4 (f) The applicant's method of business, construction,
- 5 development, or sales includes or would include activities
- 6 —which that are illegal.
- 7 (g) The applicant failed to pay the proper fee.
- 8 (h) The applicant failed to comply with the state warranty
- 9 laws.
- 10 (2) When If it appears to the department that a person
- 11 engaged in an act or practice constituting a violation of this
- 12 act or a rule promulgated or order issued under this act, the
- 13 department may issue a notice to show cause why a cease and
- 14 desist order should not be issued.
- 15 (3) After 10 days' notice and opportunity for hearing, the
- 16 department may stop construction as to part or all of a project
- 17 if continuing the building will cause irreparable harm to
- 18 residents and prospective residents of the project.
- 19 Sec. 43. (1) If, after notice and a hearing as provided in
- 20 the administrative procedures act of 1969, Act No. 306 of the
- 21 Public Acts of 1969, being sections 24.201 to 24.328 of the
- 22 Michigan Compiled Laws 1969 PA 306, MCL 24.201 to 24.328, a
- 23 person is determined to have violated this act, the commission
- 24 may impose 1 or more of the following penalties:
- 25 (a) Censure.
- 26 (b) Probation.
- (c) Placement of a limitation on a license.

- 1 (d) Suspension of a license. The commission may request the
- 2 appointment of a receiver when taking action under this
- 3 subdivision.
- 4 (e) Revocation of a license. The commission may request the
- 5 appointment of a receiver when taking action under this
- 6 subdivision.
- 7 (f) Denial of a license.
- 8 (g) A civil fine of not more than \$10,000.00.
- 9 (h) A requirement that restitution be made.
- 10 (2) A fine collected under this section shall be deposited
- **11** with the state treasurer and credited to the -mobile home
- 12 manufactured housing commission fund.
- 13 (3) This section does not prohibit -actions an action being
- 14 taken under -other sections another section of this act.
- 15 (4) The pursuit in court of the lawful rights of a licensee
- 16 does not constitute a violation of this act, regardless of the
- 17 outcome of the court action.
- 18 Sec. 45. (1) This act -shall does not -be construed to
- 19 prohibit the prosecution or punishment of a person for conduct
- 20 -which- that constitutes a crime by statute or at common law.
- 21 (2) This act -shall does not be construed to prohibit a
- 22 municipality from enforcing its local ordinances or from taking
- 23 —any— other appropriate action to protect the public health,
- 24 safety, or welfare as authorized by law or its charter.
- 25 (3) A municipality may impose a civil fine of not more than
- 26 \$100.00 against a person that is not in compliance with the
- 27 licensure requirements of this act.

- 1 Enacting section 1. Section 49 of the mobile home
- 2 commission act, 1987 PA 96, MCL 125.2349, is repealed.

01095'03 Final Page LAJ