SENATE BILL No. 544

June 4, 2003, Introduced by Senator GARCIA and referred to the Committee on Local, Urban and State Affairs.

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, and
43 (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, and 125.2343), 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 -mobile home manufactured housing
- 3 commission; to prescribe its powers and duties and -those
- 4 certain powers of local governments; to provide for a -mobile
- 5 home manufactured housing code and the licensure, regulation,
- 6 construction, operation, and management of -mobile -manufactured
- 7 home parks, the licensure and regulation of retail sales dealers,
- 8 warranties of -mobile- manufactured homes, and service practices
- 9 of dealers; to provide for the titling of -mobile manufactured
- 10 homes; to prescribe -the- powers and duties of certain agencies
- 11 and departments; to provide remedies and penalties; to declare
- 12 the act to be remedial; -to repeal this act on a specific date;
- 13 and to repeal -certain acts and parts of acts.
- 14 Sec. 1. This act shall be known and may be cited as "the
- 15 -mobile home manufactured housing commission act".
- 16 Sec. 2. As used in this act:
- 17 (a) "Campground" means a campground as defined in
- 18 section 12501 of the public health code, Act No. 368 of the
- 19 Public Acts of 1978, being section 333.12501 of the Michigan
- 20 Compiled Laws 1978 PA 368, MCL 333.12501.
- 21 (b) "Code" means all or a part of the mobile home
- 22 manufactured housing code promulgated pursuant to as required
- 23 in section 5.
- 24 (c) "Commission" means the mobile home code manufactured
- 25 housing commission created under section 3.
- 26 (d) "Department" means the department of -commerce consumer
- 27 and industry services.

- 1 (e) "Installer and repairer" means a person, including a
- 2 -mobile- manufactured home dealer, who for compensation installs
- 3 or repairs -mobile manufactured homes.
- 4 (f) "Local government" means a county or municipality.
- 5 (g) <u>"Mobile</u> "Manufactured home" means a structure,
- 6 transportable in 1 or more sections, -which- that is built on a
- 7 chassis and designed to be used as a dwelling with or without
- 8 permanent foundation, when connected to the required utilities,
- 9 and includes the plumbing, heating, air-conditioning, and
- 10 electrical systems contained in the structure. Manufactured home
- 11 includes a manufactured home as defined in section 603(6) of the
- 12 national manufactured housing construction and safety standards
- 13 act of 1974, title VI of the housing and community development
- 14 act of 1974, Public Law 93-383, 42 U.S.C. 5402.
- 15 (h) <u>"Mobile</u> "Manufactured home dealer" means a person
- 16 other than a manufacturer engaged in the business of buying
- 17 mobile- manufactured homes for resale, exchange, lease, or rent
- 18 or offering -mobile- manufactured homes for sale, lease, rent, or
- 19 exchange to customers.
- 20 (i) "Mobile "Manufactured home park" means a parcel or
- 21 tract of land under the control of a person upon which 3 or more
- 22 -mobile- manufactured homes are located on a continual,
- 23 nonrecreational basis and -which that is offered to the public
- 24 for that purpose regardless of whether a charge is made
- 25 <u>therefor</u> for that purpose, together with <u>any</u> a building,
- 26 structure, enclosure, street, equipment, or facility used or
- 27 intended for use incident to the occupancy of a -mobile

- 1 manufactured home.
- 2 (j) "Municipality" means a city, village, or township.
- 3 (k) "Person" means an individual, partnership, association,
- 4 trust, or corporation, or -any- other legal entity or combination
- 5 of legal entities.
- 6 (1) "Recreational vehicle" means a vehicle primarily
- 7 designed and used as temporary living quarters for recreational,
- 8 camping, or travel purposes, including a vehicle having its own
- 9 motor power or a vehicle mounted on or drawn by another vehicle.
- 10 (m) "Seasonal -mobile manufactured home park" means a
- 11 parcel or tract of land under the control of a person upon which
- 12 3 or more mobile manufactured homes are located on a continual
- 13 or temporary basis but occupied on a temporary basis only and
- 14 -which that is offered to the public for that purpose regardless
- 15 of whether a charge is made -therefor- for that purpose, together
- **16** with —any—a building, enclosure, street, equipment, or facility
- 17 used or intended for use incident to the occupancy of a -mobile
- 18 manufactured home. Seasonal -mobile- manufactured home park does
- 19 not include a campground licensed pursuant according to
- 20 sections 12501 to 12516 of the public health code, Act No. 368
- 21 of the Public Acts of 1978, being sections 333.12501 to 333.12516
- 22 of the Michigan Compiled Laws 1978 PA 368, MCL 333.12501 to
- 23 333.12516.
- 24 (n) "Security interest", "security agreement", "secured
- 25 party", and "termination statement" have the same meanings as in
- 26 the uniform commercial code, Act No. 174 of the Public Acts of
- 27 1962, being sections 440.1101 to 440.11102 of the Michigan

- 1 Compiled Laws 1962 PA 174, MCL 440.1101 to 440.11102.
- 2 Sec. 3. (1) The <u>mobile home</u> manufactured housing
- 3 commission is created within the department. of commerce.
- 4 (2) The commission consists of 11 members appointed by the
- 5 governor with the advice and consent of the senate, each of whom
- 6 shall be a citizen of this state.
- 7 (3) The members of the commission shall include each of the
- 8 following:
- 9 (a) A representative of an organization whose membership
- 10 consists of -mobile- manufactured home residents.
- 11 (b) A representative of financial institutions.
- 12 (c) Two Three operators of a licensed mobile manufactured
- 13 home park. having 100 or more sites and 1 operator of a licensed
- 14 mobile home park having less than 100 sites.
- 15 (d) A representative of organized labor.
- 16 (d) —(e) An— Two locally elected —official of a local
- 17 government officials.
- 18 (e) —(f)— A licensed —mobile—manufactured home dealer.
- 19 (f) -(g) One resident Two residents of a licensed -mobile
- 20 manufactured home park. having 100 or more sites and 1 resident
- 21 of a licensed mobile home park having less than 100 sites.
- 22 (g) —(h)— A manufacturer of —mobile— manufactured homes.
- 23 (4) A person appointed to be a member under
- 24 subsection (3)(a), (d), $\frac{(e)}{(g)}$ or (f), or a member of that
- 25 person's immediate family shall not have more than a 1% ownership
- 26 interest in or income benefit from a manufacturer of -mobile
- 27 manufactured homes, a retail seller of -mobile manufactured

- 1 homes, a licensed -mobile manufactured home park, or a supplier
- 2 of ancillary products or services to the -mobile- manufactured
- 3 home industry.
- 4 (5) The term of each member shall be for 3 years. A vacancy
- 5 in the office of a member shall be filled by the governor for the
- 6 remainder of the unexpired term, not more than 1 month after the
- 7 vacancy is created, in the same manner as the original
- 8 appointment.
- **9** (6) The per diem compensation of the commission and the
- 10 schedule for reimbursement of expenses shall be established
- 11 annually by the legislature.
- 12 (7) Six members of the commission constitute a quorum for all
- 13 purposes, notwithstanding the existence of a vacancy in the
- 14 commission's membership. Action may be taken by the commission
- 15 by a vote of a majority of the members appointed and serving.
- 16 Meetings of the commission may be called by the chairperson or by
- 17 3 members on 3 business days' actual notice. At least 1 meeting
- 18 shall be held each calendar quarter. The commission may hold
- 19 meetings anywhere in this state.
- 20 (8) The commission shall elect a member of the commission as
- 21 its chairperson and another member as its vice-chairperson. The
- 22 duties and powers of the chairperson and vice-chairperson shall
- 23 be are as prescribed in the commission's rules.
- 24 (9) A member of the commission may be removed from office by
- 25 the governor for inefficiency, neglect of duty, or misconduct or
- 26 malfeasance in office. A member of the commission who has a
- 27 direct pecuniary interest in a matter before the commission shall

- 1 disclose that interest before the commission taking action with
- 2 respect to the matter. -, which The disclosure shall become a
- 3 part of the record of the commission's official proceedings.
- 4 Sec. 4. (1) The commission may do all of the following:
- 5 (a) Promulgate rules to implement and administer this act.
- **6** (b) Act for the purpose of establishing a uniform policy
- 7 relating to all phases of -mobile- manufactured home businesses,
- 8 -mobile manufactured home parks, and seasonal -mobile
- 9 manufactured home parks.
- 10 (c) Determine the sufficiency of local -mobile manufactured
- 11 home ordinances -which that are designed to provide a local
- 12 governments government with superintending control over
- 13 -mobile manufactured home businesses, -mobile manufactured home
- 14 parks, or seasonal -mobile homes manufactured home parks.
- 15 (d) Conduct public hearings relating to the powers prescribed
- 16 in this subsection.
- 17 (2) The director of <u>commerce</u> consumer and industry services
- 18 or an authorized representative of the director shall do all of
- 19 the following:
- 20 (a) Administer the rules promulgated by the commission.
- 21 (b) Conduct hearings relating to violations of this act or
- 22 rules promulgated under this act.
- (c) Make investigations to determine compliance with this act
- 24 and rules promulgated under this act.
- 25 (d) Provide assistance to the commission as the commission
- 26 requires.
- 27 (3) The commission shall not act for the purpose of

- 1 regulating -mobile manufactured homes that are not located
- 2 within a -mobile manufactured home park or a seasonal -mobile
- 3 manufactured home park, except as relates to the business, sales,
- 4 and service practices of -mobile- manufactured home dealers and
- 5 the business practices of -mobile -manufactured home installers
- 6 and repairers.
- 7 Sec. 5. (1) The commission shall promulgate the mobile
- 8 home manufactured housing code subject to section 4. The code
- 9 shall consist of rules governing all of the following:
- 10 (a) The licensure, density, layout, permits for construction,
- 11 and construction of -mobile- manufactured home parks including
- 12 standards for roads, utilities, open space, or proposed
- 13 recreational facilities, and safety measures sufficient to
- 14 protect health, safety, and welfare of -mobile- manufactured home
- 15 park residents. -, except The rules do not govern water supply,
- 16 sewage collection and treatment, and drainage facilities -which
- 17 are regulated by that the department of public health
- 18 environmental quality regulates.
- 19 (b) The business, sales, and service practices of mobile
- 20 manufactured home dealers.
- 21 (c) The business practices of -mobile manufactured home
- 22 installers and repairers.
- 23 (d) The licensure and <u>regulations</u> regulation of <u>mobile</u>
- 24 manufactured home installers and repairers.
- 25 (e) The setup and installation of -mobile manufactured homes
- 26 inside mobile manufactured home parks or seasonal mobile
- 27 manufactured home parks.

- 1 (f) The regulation of the responsibilities, under the
- 2 -mobile manufactured home warranty, of the -mobile manufactured
- 3 home components manufacturer, the -mobile manufactured home
- 4 assembler or manufacturer, and the -mobile manufactured home
- 5 dealer, including the time period and relationships of each under
- 6 the warranty, and the remedies available, if any, if the
- 7 responsible parties cease to operate as a business.
- 8 (g) Abuses relating to all of the following:
- 9 (i) Consumer deposits, except utility deposits from consumers
- 10 who are direct customers of utilities regulated by the Michigan
- 11 public service commission.
- (ii) Detailed listing of furnishings and fixtures by a
- 13 manufacturer of a new -mobile manufactured home or a -mobile
- 14 manufactured home dealer for a used -mobile manufactured home.
- 15 (iii) Disclosure and delivery of manufacturer's warranties.
- 16 (iv) Used -mobile manufactured homes. A -mobile
- 17 manufactured home dealer shall provide detailed listing of its
- 18 service records for used -mobile manufactured homes -which that
- 19 are being sold by the dealer and -of which- that the dealer has
- 20 knowledge of.
- 21 (h) Applications for and issuance of certificates of title
- 22 for -mobile manufactured homes.
- 23 (2) As part of the code, the commission shall also promulgate
- 24 rules governing the licensure, density, layout, permits for
- 25 construction, and construction of seasonal -mobile- manufactured
- 26 home parks. -, including The rules shall govern standards for
- 27 roads, utilities, open space, proposed recreational facilities,

- 1 and safety measures sufficient to protect the health, safety, and
- 2 welfare of seasonal -mobile- manufactured home park residents. --
- 3 except— The rules shall not govern water supply, sewage
- 4 collection and treatment, and drainage facilities -, which shall
- 5 be regulated by that the department of public health
- 6 environmental quality regulates.
- 7 (3) The In rules promulgated for seasonal mobile
- 8 manufactured home parks, the commission may impose a less
- 9 stringent standard than the rules promulgated for -mobile
- 10 manufactured home parks.
- 11 Sec. 6. (1) The department of public health environmental
- 12 quality shall promulgate rules for -mobile manufactured home
- 13 parks and seasonal -mobile- manufactured home parks setting forth
- 14 minimum standards regulating:
- 15 (a) Water supply system.
- 16 (b) Sewage collection and disposal system.
- 17 (c) Drainage.
- (d) Garbage and rubbish storage and disposal.
- 19 (e) Insect and rodent control.
- (f) General operation, maintenance, and safety.
- 21 (g) Certification of compliance under section 17.
- 22 (2) Representatives of local government shall act in an
- 23 advisory capacity in the promulgation of the code.
- 24 (3) The commission shall consult with appropriate state and
- 25 local governments in developing the procedures for effective
- 26 coordination of efforts. The commission shall recommend
- 27 procedures to the governor and the legislature for coordinating

- 1 state agency decisions and activities pertaining to this act.
- 2 Sec. 7. (1) A local government which proposes a standard
- 3 related to mobile home parks or seasonal mobile home parks, or
- 4 related to mobile homes located within a mobile home park or a
- 5 seasonal mobile home park that is higher than the standard
- 6 provided in this act or the code; or a standard related to the
- 7 business, sales, and service practices of mobile home dealers, or
- 8 the business of mobile home installers and repairers, that is
- 9 higher than the standard provided in this act or the code shall
- 10 file the proposed standard with the commission. A local
- 11 government that proposes 1 or more of the following standards
- 12 shall file the proposed standard with the commission:
- 13 (a) A standard related to manufactured home parks or seasonal
- 14 manufactured home parks, or manufactured homes located within a
- 15 manufactured home park or a seasonal manufactured home park, that
- 16 is higher than a standard provided in this act or the code.
- 17 (b) A standard related to the business, sales, and service
- 18 practices of manufactured home dealers, or the business of
- 19 manufactured home installers and repairers, that is higher than
- 20 the standard provided in this act or the code.
- 21 (2) The commission may promulgate rules to establish the
- 22 criteria and procedure for implementation of a higher -standards
- 23 standard by a local government. The commission shall review and
- 24 approve the proposed standard unless the standard is
- 25 unreasonable, arbitrary, or not in the public interest. If the
- 26 commission does not approve or disapprove the proposed standard
- 27 within 60 days after it is filed with the commission, the

- 1 standard shall be considered is approved unless the local
- 2 government grants the commission additional time to consider the
- 3 standard. After the proposed standard is approved, the local
- 4 government may adopt the standard by ordinance. The ordinance
- 5 -shall must relate to a specific section of the code.
- 6 (3) -(2) A local government standard related to -mobile
- 7 manufactured homes not located within a -mobile manufactured
- 8 home park or seasonal -mobile- manufactured home park need not be
- 9 filed with the -mobile home manufactured housing commission,
- 10 unless the standard relates to the business, sales, and service
- 11 practices of -mobile manufactured home dealers, or the business
- 12 of -mobile manufactured home installers and repairers.
- (4) -(3) A local government ordinance shall not be designed
- **14** as exclusionary to mobile **manufactured** homes generally whether
- 15 the -mobile- manufactured homes are located inside or outside of
- 16 -mobile manufactured home parks or seasonal -mobile
- 17 manufactured home parks.
- 18 (5) -(4) A local government ordinance shall not contain a
- 19 standard for the setup or installation of -mobile -manufactured
- 20 homes that is incompatible with, or is more stringent than,
- 21 either of the following:
- 22 (a) The manufacturer's recommended setup and installation
- 23 specifications.
- 24 (b) The -mobile manufactured home setup and installation
- 25 standards promulgated by the federal department of housing and
- 26 urban development pursuant to under the national manufactured
- 27 housing construction and safety standards act of 1974, title VI

- 1 of the housing and community development act of 1974, Public Law
- **2 93-383,** 42 U.S.C. 5401 to 5426.
- 3 (6) $\frac{(5)}{(5)}$ In the absence of $\frac{(5)}{(5)}$ setup or installation
- 4 specifications or standards for foundations as set forth in
- 5 subsection -(4)(a) (5)(a) or (b), the local government standards
- 6 for site-built housing -shall apply.
- 7 (7) (6) A local government ordinance shall not contain roof
- 8 configuration standards or special use zoning requirements that
- 9 apply only to, or -excludes, mobile that exclude, manufactured
- 10 homes. A local government ordinance shall not contain a
- 11 manufacturing or construction standard that is incompatible with,
- 12 or is more stringent than, a standard promulgated by the federal
- 13 department of housing and urban development pursuant to under
- 14 the national manufactured housing construction and safety
- 15 standards act of 1974, title VI of the housing and community
- 16 development act of 1974, Public Law 93-383, 42 U.S.C. 5401 to
- 17 5426. A local government ordinance may include reasonable
- 18 standards relating to -mobile homes a manufactured home located
- 19 outside of -mobile a manufactured home -parks park or a
- 20 seasonal mobile manufactured home parks which ensure park
- 21 that ensures that -mobile homes compare- a manufactured home
- 22 compares aesthetically to site-built housing located or allowed
- 23 in the same residential zone.
- 24 Sec. 11. (1) A person who desires to develop a mobile
- 25 manufactured home park or a seasonal -mobile manufactured home
- 26 park shall submit a preliminary plan to the appropriate
- 27 municipality, local health department, county road commission,

- 1 and county drain commissioner for preliminary approval. The
- 2 preliminary plan shall include the location, the layout, the
- 3 general design, and a general description of the project. The
- 4 preliminary plan shall not include detailed construction plans.
- 5 (2) The municipality may grant preliminary approval if the
- 6 proposed -mobile- manufactured home park or seasonal -mobile
- 7 manufactured home park conforms to applicable laws and local
- 8 ordinances not in conflict with this act and laws and ordinances
- 9 relative to all of the following:
- 10 (a) Land use and zoning.
- 11 (b) Municipal water supply, sewage service, and drainage.
- 12 (c) Compliance with local fire ordinances and state fire
- 13 laws.
- 14 (3) The county drain commissioner shall review and may
- 15 approve outlet drainage. The county road commission shall review
- 16 and may approve ingress and egress roads. The county road
- 17 commission and the county drain commissioner shall adopt and
- 18 publish standards to implement this subsection. The county road
- 19 commission and the county drain commissioner -shall do not have
- **20** authority as to interior streets and drainage in the -mobile
- 21 manufactured home park or seasonal -mobile manufactured home
- 22 park, unless the streets or drains are dedicated to the public.
- 23 (4) The local health department shall grant preliminary
- 24 approval, under the guidance of the department of -public health,
- 25 for on-site water and sewage service and environmental quality,
- 26 for general site suitability.
- 27 (5) If a reviewing agency as provided in this section has not

- 1 returned the preliminary plan to the developer, either approved,
- 2 modified, or disapproved within 60 days after it receives the
- 3 preliminary plan, the preliminary plan -shall be is considered
- 4 approved.
- 5 (6) Coordination of -approvals approval by state and local
- 6 governments shall be provided by the director of -public health
- 7 the department of environmental quality before it the
- 8 department of environmental quality may grant construction
- 9 approval.
- 10 (7) The developer shall submit the preliminary approval with
- 11 the final plans to the department of -public health
- 12 environmental quality for review before the department -of
- 13 commerce may issue a construction permit.
- 14 (8) If the municipality's system for water supply and sewage
- 15 service is established and accessible, the manufactured home park
- 16 developer or seasonal manufactured home park developer is
- 17 required to utilize that system. If the municipality establishes
- 18 a system for water supply or sewage service after the
- 19 manufactured home park or seasonal manufactured home park is
- 20 constructed, the manufactured home park or seasonal manufactured
- 21 home park is required to utilize the municipality's system only
- 22 if the park makes a substantial change to its system. This
- 23 subsection applies only to a manufactured home park or a seasonal
- 24 manufactured home park constructed after January 1, 2004.
- 25 Sec. 12. (1) When all preliminary approvals are made, the
- 26 developer shall submit the legal documents and the final plans
- 27 draft to the department.

- 1 (2) The department shall review the filing and, within
- 2 90 days after filing, issue its approval or disapproval. Upon
- 3 the approval of all the reviewing agencies, the department shall
- 4 issue a permit to construct the -mobile- manufactured home park
- 5 or seasonal -mobile manufactured home park.
- 6 Sec. 13. (1) A person shall not construct a mobile
- 7 manufactured home park or seasonal -mobile- manufactured home
- 8 park without obtaining a permit 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 or seasonal -mobile
- 13 manufactured home park, the owner or operator of the park and a
- 14 -registered licensed professional engineer or architect shall
- 15 file with the department an affidavit certifying that the
- 16 -mobile- manufactured home park or seasonal -mobile- manufactured
- 17 home park, lot, and work were completed in accordance with the
- 18 approved specifications and plans.
- 19 Sec. 16. (1) A person shall not operate a -mobile
- 20 manufactured home park or seasonal -mobile- manufactured home
- 21 park without a license.
- (2) Upon completion, review, and approval of certifications,
- 23 the department shall grant a license to operate a -mobile
- 24 manufactured home park or seasonal -mobile- manufactured home
- 25 park.
- 26 (3) An annual license shall be granted and renewed by the
- 27 department based upon the certifications and recommendations of

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

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

- 1 literal application of the substantive requirement would result
- 2 in an exceptional, practical difficulty to the applicant, and if
- 3 the specific condition justifying the variance is neither so
- 4 general nor recurrent in nature as to make an amendment of the
- 5 code with respect to the condition reasonably practical or
- 6 desirable.
- 7 (3) The department may attach in writing a condition in
- 8 connection with the granting of a variance that in its judgment
- 9 is necessary to protect the health, safety, and welfare of the
- 10 people of this state. The variance shall not exceed the minimum
- 11 necessary to alleviate the exceptional, practical difficulty.
- 12 (4) —A Only a local government may grant a variance to a
- 13 local ordinance, zoning requirement, or local rule. may be
- 14 granted only by a local government.
- 15 (5) —A— Only the commission may grant a variance to a rule
- 16 promulgated under this act. may be granted only by the
- 17 commission.
- 18 Sec. 21. (1) A -mobile- manufactured home dealer shall not
- 19 engage in the retail sale of a -mobile manufactured home without
- 20 a license.
- 21 (2) A <u>mobile</u> manufactured home dealer, <u>mobile</u>
- 22 manufactured home installer, or repairer may obtain an initial or
- 23 renewal license by filing with the commission an application
- 24 together with consent to service of process in a form prescribed
- 25 by the commission -pursuant according to section 35.
- 26 (3) An initial or renewal license under this act shall be
- 27 issued for not more than 1 year. Licenses shall expire on

- 1 October 1.
- 2 (4) The annual license fee for a -mobile- manufactured home
- 3 dealer is \$150.00 or any other a lesser amount established
- 4 pursuant according to section 9(5).
- 5 (5) The annual license fee for a -mobile- manufactured home
- 6 installer or repairer is \$50.00 or -any other a lesser amount
- 7 established -pursuant according to section 9(5).
- 8 (6) A licensed -mobile manufactured home dealer, -mobile
- 9 manufactured home installer, or repairer may file an application
- 10 for the license of a successor, whether or not the successor is
- 11 then in existence, for the unexpired portion of the year. The
- 12 commission may grant or deny the application.
- 13 (7) A licensee who submits a timely application for renewal
- 14 of a license and pays the appropriate fee may continue sales of
- 15 -mobile- manufactured homes unless notified that the application
- 16 for renewal is not approved.
- 17 Sec. 22. The commission may promulgate rules to require a
- 18 licensed -mobile- manufactured home dealer to post a surety bond
- 19 in an amount up to \$10,000.00 for each sales location and may
- 20 determine conditions of the bond. An appropriate deposit of cash
- 21 or securities shall be accepted in lieu of a bond -which that is
- 22 required.
- 23 Sec. 23. A licensed mobile manufactured home dealer shall
- 24 make and keep accounts, and other records as the commission
- 25 prescribes by rule. The records required shall be preserved for
- 26 3 years unless the commission otherwise prescribes by rule for
- 27 particular types of records. If the information contained in a

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

- 1 acts shall not be required to be licensed as a -mobile
- 2 manufactured home installer and repairer in order to perform work
- 3 on -mobile- manufactured homes for which the person is licensed,
- f 4 unless the work performed also includes the setup, installation,
- 5 or general repair of -mobile- manufactured homes:
- 6 (a) The electrical administrative act, Act No. 217 of the
- 7 Public Acts of 1956, being sections 338.881 to 338.892 of the
- 8 Michigan Compiled Laws 1956 PA 217, MCL 338.881 to 338.892.
- 9 (b) Act No. 266 of the Public Acts of 1929, being sections
- 10 338.901 to 338.917 of the Michigan Compiled Laws 2002 PA 733,
- 11 MCL 338.3511 to 338.3569.
- 12 (c) The Forbes mechanical contractors act, Act No. 192 of
- 13 the Public Acts of 1984, being sections 338.971 to 338.988 of the
- 14 Michigan Compiled Laws 1984 PA 192, MCL 338.971 to 338.988.
- 15 (3) The electrical administrative act, Act No. 217 of the
- 16 Public Acts of 1956, being sections 338.881 to 338.892 of the
- 17 Michigan Compiled Laws 1956 PA 217, MCL 338.881 to 338.892, Act
- 18 No. 266 of the Public Acts of 1929, being sections 338.901 to
- 19 338.917 of the Michigan Compiled Laws 1929 PA 266, MCL 338.901
- 20 to 338.917, and the Forbes mechanical contractors act, Act
- 21 No. 192 of the Public Acts of 1984, being sections 338.971 to
- 22 338.988 of the Michigan Compiled Laws 1984 PA 192, MCL 338.971
- 23 to 338.988, -shall- do not apply to the setup or installation of
- 24 a -mobile- manufactured home and the following connections or
- 25 replacement or repair of the following connections, by a licensed
- 26 -mobile manufactured home installer and repairer:
- (a) Factory-installed electrical wiring, devices, appliances,

- 1 or appurtenances to available electrical meters or pedestals.
- 2 (b) Factory-installed piping, fixtures, plumbing appliances,
- 3 and plumbing appurtenances to sanitary drainage or storm drainage
- 4 facilities, venting systems, or public or private water supply
- 5 systems.
- 6 (c) Factory-installed process piping, heating and cooling
- 7 equipment, and systems or supply lines to available service
- 8 meters or mains.
- 9 Sec. 27. (1) A person shall not, in connection with the
- 10 offer, sale, purchase, or rental of a -mobile- manufactured home,
- 11 -mobile manufactured home site, or related equipment, -relating
- 12 thereto do either of the following:
- (a) Employ a devise, scheme, or artifice to defraud.
- 14 (b) Make an untrue statement of material fact or omit to
- 15 state a material fact necessary to make the statement not
- 16 misleading, -in the light of under the circumstances -under in
- 17 which it the statement is made.
- 18 (2) A person shall not willfully authorize, direct, or aid in
- 19 publication, advertisement, distribution, or circulation of a
- 20 statement or representation concerning a -mobile manufactured
- 21 home, -mobile- manufactured home site, or equipment relating
- 22 thereto, -which- that misrepresents the facts concerning the
- 23 -mobile manufactured home, -mobile manufactured home site, or
- 24 related equipment. relating thereto.
- 25 (3) A person with knowledge that an advertisement, pamphlet,
- 26 prospectus, or letter concerning a -mobile-manufactured home,
- 27 mobile manufactured home site, or related equipment relating

- 1 thereto contains a written statement that is false or
- 2 fraudulent, shall not issue, circulate, publish, or distribute
- 3 the advertisement, pamphlet, prospectus, or letter concerning a
- 4 -mobile- manufactured home, -mobile- manufactured home site, or
- 5 related equipment. relating thereto.
- 6 (4) A person shall not willfully make -any a material
- 7 misrepresentation in the sale of a -mobile- manufactured home,
- 8 -mobile manufactured home site, or related equipment. -relating
- 9 thereto.
- 10 Sec. 28. (1) An owner or operator of a -mobile- manufactured
- 11 home park or seasonal -mobile manufactured home park shall not
- 12 engage, or permit an employee or agent to engage, in -any of the
- 13 following unfair or deceptive methods, acts, or practices:
- (a) Directly or indirectly charging or collecting from a
- 15 person an entrance fee.
- 16 (b) Requiring a person to directly or indirectly purchase a
- 17 mobile manufactured home from another person as a condition of
- 18 entrance to, or lease or rental of, a -mobile- manufactured home
- 19 park or seasonal -mobile manufactured home park space.
- 20 (c) Directly or indirectly charging or collecting from a
- 21 person a refundable or nonrefundable exit fee.
- (d) Requiring or coercing a person to purchase, rent, or
- 23 lease goods or services from another person as a condition of
- 24 any 1 or more of the following:
- 25 (i) Entering into a park or lease.
- 26 (ii) Selling a -mobile manufactured home through the park
- 27 owner or operator, or his or her agent or designee upon leaving a

- 1 mobile manufactured home park or seasonal mobile manufactured
- 2 home park.
- 3 (iii) Renting space in a -mobile manufactured home park or
- 4 seasonal -mobile manufactured home park.
- 5 (e) Directly or indirectly charging or collecting from a
- 6 person money or other thing of value for electric, fuel, or water
- 7 service without the use of that service by a resident or tenant
- 8 being first accurately and consistently measured, unless that
- 9 service is included in the rental charge as an incident of
- 10 tenancy.
- 11 (f) Conspiring, combining, agreeing, aiding, or abetting in
- 12 the employment of a method, act, or practice that violates this
- 13 act.
- 14 (g) Renting or leasing a -mobile- manufactured home or site
- 15 in a -mobile- manufactured home park or seasonal -mobile
- 16 manufactured home park without offering a written lease.
- 17 (h) Subject to section 28a, prohibiting a resident from
- 18 selling his or her -mobile manufactured home on-site for a price
- 19 determined by that resident, if the purchaser qualifies for
- 20 tenancy and the -mobile -manufactured home meets the conditions
- 21 of written park rules or regulations. This subdivision does not
- 22 apply to seasonal -mobile- manufactured home parks.
- 23 (i) Subject to reasonable -mobile manufactured home park or
- 24 seasonal -mobile- manufactured home park rules governing the
- 25 location, size, and style of exterior television antenna,
- 26 prohibiting a person from installing or maintaining an exterior
- 27 television antenna on a -mobile- manufactured home within the

- 1 park unless the -mobile- manufactured home park or seasonal
- 2 -mobile- manufactured home park provides park residents, without
- 3 charge, a central television antenna for UHF-VHF reception.
- 4 (2) A tenant of a <u>mobile</u> manufactured home park or seasonal
- 5 -mobile manufactured home park may bring an action on his or her
- 6 own behalf for a violation of this section.
- 7 (3) If the commission has reason to suspect that the owner of
- 8 a -mobile manufactured home park or seasonal -mobile
- 9 manufactured home park is engaged in conduct that violates
- 10 existing water utility tariffs or qualifies the owner of a
- 11 -mobile- manufactured home park or seasonal -mobile- manufactured
- 12 home park for regulation as a water utility, the commission shall
- 13 promptly send a written report of the alleged violation to the
- 14 Michigan public service commission.
- 15 Sec. 28a. (1) Mobile— Manufactured home park rules or
- 16 regulations may include provisions governing the physical
- 17 condition of -mobile homes a manufactured home and the aesthetic
- 18 characteristics of -mobile homes a manufactured home in relation
- 19 to the -mobile manufactured home park in which they are located,
- 20 subject to all of the following:
- 21 (a) The age or size of a -mobile manufactured home shall not
- 22 be used as the sole basis for refusing to allow an on-site,
- 23 in-park sale or for refusing to allow the -mobile manufactured
- 24 home to remain on-site. The burden of going forward in a suit
- 25 against the -mobile- manufactured home park owner or operator for
- 26 violation of this subdivision is on the resident.
- 27 (b) The standards incorporated in the written park rules or

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

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

- 1 interest, the resident -shall have has the right to have the
- 2 -mobile manufactured home's value appraised and, if so
- 3 appraised, the sale price of the -mobile manufactured home shall
- 4 not be less than the appraised value.
- 5 (5) Except as provided in subsection (1)(a), a -mobile
- 6 manufactured home park owner or operator, or both, has the burden
- 7 of going forward to show compliance with subsection (1).
- 8 Sec. 28b. A -mobile manufactured home park rule that does
- 9 either of the following shall not be enforced against a resident,
- 10 unless the rule was proposed and in force before the resident was
- 11 approved for tenancy in the -mobile- manufactured home park:
- 12 (a) Prohibits those children who were previously approved
- 13 under prior park rules from residing in the -mobile manufactured
- 14 home park. A rule prohibiting children, or additional children,
- 15 shall not be enforced against persons who were residents of the
- 16 -mobile- manufactured home park at the time the rule was adopted
- 17 until after 1 year's notice to those persons.
- 18 (b) Prohibits a resident from keeping those pets -which that
- 19 were previously approved under prior park rules, except dangerous
- 20 animals.
- 21 Sec. 28c. (1) A lease or rental agreement or rules or
- 22 regulations that are adopted -pursuant according to a lease or
- 23 rental agreement may include a provision that requires liquidated
- 24 damages to be awarded to the prevailing party in a contested
- 25 action to terminate a tenancy in a -mobile- manufactured home
- 26 park for just cause under section 5775 of the revised judicature
- 27 act of 1961, Act No. 236 of the Public Acts of 1961, being

- 1 section 600.5775 of the Michigan Compiled Laws 1961 PA 236,
- 2 MCL 600.5775.
- 3 (2) A provision allowed under subsection (1) may require
- 4 liquidated damages of not more than \$500.00 for an action in the
- 5 district court and not more than \$300.00 for each appellate
- 6 level. Liquidated damages shall not be construed to be a
- 7 penalty.
- 8 Sec. 29. (1) A utility company shall notify the department
- 9 10 days before shutoff of service for nonpayment, including
- 10 sewer, water, gas, or electric service, when the service is being
- 11 supplied to the licensed owner or operator of a -mobile
- 12 manufactured home park or seasonal -mobile manufactured home
- 13 park for the use and benefit of the park's tenants.
- 14 (2) A municipality shall not charge a manufactured home park
- 15 or a seasonal manufactured home park more to provide a water
- 16 supply system or sewage service than the amount the municipality
- 17 charges other customers to provide the same type of service.
- 18 Sec. 30. (1) After December 31, 1978, every mobile
- 19 manufactured home located in this state shall be is subject to
- 20 the certificate of title provisions of this act, except for -any
- 21 a new -mobile- manufactured home owned by a manufacturer or
- 22 licensed -mobile- manufactured home dealer and held for sale.
- 23 (2) After December 31, 1978, a certificate of title for a
- 24 mobile- manufactured home issued by the secretary of state
- 25 before January 1, 1979, -pursuant according to Act No. 300 of
- 26 the Public Acts of 1949, being sections 257.1 to 257.923 of the
- 27 Michigan Compiled Laws shall be the Michigan vehicle code, 1949

- 1 PA 300, MCL 257.1 to 257.923, is considered to be a certificate
- f 2 of title issued by the department under this act and f shall f be
- 3 is subject to all of the provisions of this act -respecting
- 4 regarding certificates of title.
- 5 (3) After December 31, 1978, a -mobile manufactured home
- 6 shall not be sold or transferred except by transfer of the
- 7 certificate of title for the -mobile- manufactured home -pursuant
- 8 to under this act.
- 9 Sec. 30a. (1) An owner of a -mobile- manufactured home
- 10 -which that is subject to the certificate of title provisions of
- 11 this act shall -make application apply to the department for the
- 12 issuance of a certificate of title for the -mobile- manufactured
- 13 home upon the appropriate form furnished by the department,
- 14 accompanied by a fee of \$45.00 or -any- a lesser amount
- 15 established -pursuant according to section 9(5). The
- 16 application shall bear the signature of the owner written in ink,
- 17 shall be acknowledged by the owner before a person authorized to
- 18 take acknowledgments, and shall contain all of the following:
- 19 (a) The name and address of the owner.
- 20 (b) A description of the -mobile manufactured home,
- 21 including the name of the manufacturer, the year and model, and
- 22 the manufacturer's serial number or, in the absence of a serial
- 23 number, a number assigned by the department. A number assigned
- 24 by the department shall be permanently placed on the -mobile
- 25 manufactured home in the manner and place designated by the
- 26 department.
- 27 (c) A statement of the names and addresses of the holders of

- 1 any security interests in the mobile manufactured home, in
- 2 the order of their priority.
- 3 (d) Further information as may reasonably be required by the
- 4 department to enable it to determine whether the owner of the
- 5 -mobile manufactured home is entitled to a certificate of title
- 6 for the -mobile manufactured home.
- 7 (2) If the department is not satisfied as to the ownership of
- 8 the -mobile manufactured home, before issuing a certificate of
- 9 title for it, the department may require the applicant to file a
- 10 properly executed surety bond in a form prescribed by the
- 11 department, executed by the applicant and a company authorized to
- 12 conduct a surety business in this state. The bond shall be in an
- 13 amount equal to twice the value of the -mobile -manufactured home
- 14 as determined by the department and shall be conditioned to
- 15 indemnify or reimburse the department, -any a prior owner, -any
- 16 a holder of a security interest in the -mobile manufactured
- 17 home, and -any a subsequent purchaser of the -mobile
- 18 manufactured home, and their successors in interest, against
- 19 -any- expense, loss, or damage, including reasonable attorney's
- 20 fees, by reason of the issuance of a certificate of title to the
- 21 -mobile- manufactured home or on account of -any- a defect in the
- **22** right, title, or interest of the applicant in and to the -mobile
- 23 manufactured home. Each interested person has a right of action
- 24 to recover on the bond for a breach of its conditions, but the
- 25 aggregate liability of the surety to all persons -shall does not
- 26 exceed the amount of the bond. The bond shall be returned at the
- 27 end of 5 years, or before 5 years if the currently valid

- 1 certificate of title is surrendered to the department, unless the
- 2 department has received notification -of the pendency of that an
- 3 action is pending to recover on the bond.
- 4 (3) The department shall examine and determine the
- 5 genuineness, regularity, and legality of an application for a
- 6 certificate of title for a -mobile- manufactured home and of any
- 7 other application lawfully made to the department. $\frac{}{}$, and The
- 8 department may in all cases make investigation investigate or
- **9** require additional information as -may be considered **it**
- 10 considers necessary. -, and The department shall reject -any an
- 11 application if not satisfied of the genuineness, regularity, or
- 12 legality of it or the truth of -any a statement contained in it,
- 13 or for any other reason, when authorized by law.
- 14 (4) The fee for obtaining a duplicate, replacement, or
- 15 corrected title, for placing or terminating a lien on the title,
- 16 or for placing a name on the title is \$15.00 or -any other a
- 17 lesser amount established -pursuant according to section 9(5).
- 18 Sec. 30b. (1) The department upon receipt of the required
- 19 application and fees shall issue a certificate of title except as
- 20 otherwise provided.
- 21 (2) The certificate of title shall contain -upon on its face
- 22 the date issued, the name and address of the owner, a description
- 23 of the -mobile- manufactured home as determined by the
- 24 department, a statement of all security interests in the -mobile
- 25 manufactured home as set forth in the application, the date on
- 26 which the application was filed, and other information as the
- 27 department may require.

- 1 (3) The certificate of title shall contain -upon on the
- 2 reverse side forms for assignment of title or interest and
- 3 warranty of title by the owner with space for notation of
- 4 security interests in the -mobile- manufactured home at the time
- 5 of a transfer to be signed in ink, and other forms as the
- 6 department may consider necessary to facilitate the effective
- 7 administration of this section. The certificate shall bear the
- 8 seal of the department.
- 9 (4) The certificate of title shall be mailed or delivered to
- 10 the owner or other person as the owner may direct in a separate
- 11 instrument, in the form -as the department shall prescribe the
- 12 department prescribes.
- 13 Sec. 30c. (1) If the owner of a -mobile manufactured home
- 14 transfers or assigns the owner's title or interest to the
- 15 -mobile- manufactured home, the owner shall -indorse endorse on
- 16 the back of the certificate of title an assignment of the
- 17 mobile manufactured home with warranty of title with a
- 18 statement of all security interests in the -mobile- manufactured
- 19 home. —, and The owner shall —cause— mail or deliver the
- 20 certificate -to be mailed or delivered to the department or to
- 21 the purchaser or transferee at the time of the delivery to the
- 22 purchaser or transferee of the -mobile- manufactured home.
- 23 (2) Upon the delivery of a mobile manufactured home and the
- 24 transfer, sale, or assignment of the title or interest in a
- 25 -mobile- manufactured home, the effective date of the transfer of
- 26 title or interest -shall be is the date of execution of either
- 27 the application for title or the certificate of title.

- 1 (3) The purchaser or transferee, unless the purchaser or
- 2 transferee is a licensed dealer, shall -cause to be presented
- 3 present to the department the certificate of title accompanied by
- 4 -the- 1 of the following applicable -fee, as follows fees:
- 5 (a) Except as provided in subdivision (b) or (c), \$45.00.
- 6 (b) Except as provided in subdivision (c), \$15.00, if the
- 7 sale, assignment, or other transfer will require the addition or
- 8 deletion from the certificate of title of -any- 1 or more of the
- 9 following:
- 10 (i) The owner's spouse.
- (ii) A person related to the owner within the fourth degree
- 12 of consanguinity as computed by the civil law method.
- 13 (iii) A person related to the owner's spouse within the
- 14 fourth degree of consanguinity as computed by the civil law
- 15 method.
- 16 (c) Any other A lesser amount established pursuant
- 17 according to section 9(5).
- 18 (4) Upon presentation of the certificate of title accompanied
- 19 by the applicable fee, a new certificate of title shall be
- 20 issued. A certificate of title issued under subsection (3) and
- 21 this subsection shall be mailed or delivered to the owner or -any
- 22 other another person as the owner may direct directs in a
- 23 separate instrument in a form as prescribed by the department
- 24 prescribes.
- 25 (5) If a security interest is reserved or created at the time
- 26 of the transfer, the parties shall comply with section 30d.
- 27 (6) If the transferee of a mobile manufactured home is a

- 1 -mobile manufactured home dealer who holds the -mobile
- 2 manufactured home for resale, the dealer -shall is not -be
- 3 required to forward the certificate of title to the department,
- 4 but the dealer shall retain possession of the assigned
- 5 certificate of title. Upon transfer of the dealer's title or
- 6 interest to another person, the dealer shall execute and
- 7 acknowledge an assignment and warranty of title upon the
- 8 certificate of title and deliver it to the person to whom the
- 9 transfer is made if the person is a licensed dealer; otherwise,
- 10 application for a new title shall be made by the transferor as
- 11 provided in section 30a(1).
- 12 Sec. 30d. (1) If an owner named in a certificate of title
- 13 creates a security interest in the -mobile manufactured home
- 14 described in the certificate, all of the following apply:
- 15 (a) The owner shall immediately execute an application in the
- 16 form prescribed by the department prescribes showing the name
- 17 and address of the holder of the security interest and deliver
- 18 the certificate of title, application, and a fee of \$1.00
- 19 together with a copy of the application which that need not be
- 20 signed, to the holder of the security interest.
- 21 (b) The holder of the security interest shall -cause mail or
- 22 deliver the certificate of title, application, and fee and the
- 23 copy of the application -to be mailed or delivered to the
- 24 department.
- 25 (c) The department shall indicate on the copy of the
- 26 application the date and place of filing of the application and
- 27 return the copy to the person presenting it.

- 1 (d) Upon receipt of the certificate of title, application,
- 2 and the required fee, the department shall issue a new
- 3 certificate in the form provided by section 30b setting forth the
- 4 name and address of each holder of a security interest in the
- 5 mobile home for which a termination statement has not been filed
- 6 and the date -on which that the application first stating the
- 7 security interest was filed, and mail the certificate to the
- 8 owner.
- 9 (2) A holder of a security interest may assign, absolutely or
- 10 otherwise, the security interest to a person other than the owner
- 11 without affecting the interest of the owner or the validity of
- 12 the security interest, but a person without notice of the
- 13 assignment is protected in dealing with the holder of the
- 14 security interest as the holder of the security interest. The
- 15 assignee may have the certificate of title -indorsed endorsed
- 16 with the assignee named as the holder of the security interest by
- 17 providing the department with a copy of the assignment instrument
- 18 but the failure of the assignee to do so -shall does not affect
- 19 the validity of the security interest or the assignment of the
- 20 security interest.
- 21 (3) The filing under this section or under section 30a of an
- 22 application for a certificate of title showing the name and
- 23 address of the holder of a security interest in a -mobile
- 24 manufactured home is equivalent to the filing of a financing
- 25 statement with respect to the security interest under article 9
- 26 of the uniform commercial code, Act No. 174 of the Public Acts
- 27 of 1962, being sections 440.9101 to 440.9994 of the Michigan

- 1 Compiled Laws 1962 PA 174, MCL 440.9101 to 440.9994.
- 2 (4) When If there is not an outstanding obligation or
- 3 commitment to make advances, incur obligations, or otherwise give
- 4 value, secured or to be secured by a security interest in a
- 5 -mobile manufactured home, the secured party shall, within
- 6 10 days after satisfaction of the obligation and, in any event
- 7 within 30 days, execute a termination statement in the form
- 8 -prescribed by the department prescribes and mail or deliver the
- 9 termination statement to the owner or other person as the owner
- 10 may direct. The owner other than a dealer holding the -mobile
- 11 manufactured home for resale, shall promptly -cause mail or
- 12 deliver the certificate, all termination statements, and an
- 13 application for certificate of title accompanied by a fee of
- 14 \$1.00 -to be mailed or delivered to the department. -, which
- 15 The department shall issue a new certificate.
- 16 Sec. 30e. (1) If the interest of the owner in a -mobile
- 17 manufactured home is terminated by the enforcement of a security
- 18 agreement, the transferee of the owner's interest shall promptly
- 19 mail or deliver to the department the last certificate of title,
- 20 if the transferee has possession of possesses it; -, an
- 21 application for a new certificate in the form prescribed by the
- 22 department --- prescribes; and an affidavit made by or on behalf
- 23 of the holder of the security interest so enforced that the
- 24 -mobile- manufactured home was repossessed, that the interest of
- 25 the owner was lawfully terminated by enforcement of the security
- 26 agreement, and whether the holder has delivered the last
- 27 certificate of title to the transferee of the owner's interest,

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

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

- 1 (b) If the 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— The department determines that the required fee
- 5 has not been paid and the fee is not paid upon reasonable notice
- 6 or demand.
- 7 (d) If the The department is authorized under any other
- 8 another provision of this act.
- 9 (e) Upon receipt of The department receives notification
- 10 from another state or foreign country that a certificate of title
- 11 issued by the department has been surrendered by the owner in
- 12 conformity with the laws of the other state or foreign country.
- 13 (f) If it is shown by satisfactory evidence that
- 14 delivery of a -mobile manufactured home in the possession of a
- 15 dealer was not made to the applicant to whom the certificate was
- 16 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-that shall further
- 22 define and distinguish between the term -mobile- manufactured
- 23 home as used in this act and the term trailer coach as used in
- 24 the Michigan vehicle code, Act No. 300 of the Public Acts of
- 25 1949, being sections 257.1 to 257.923 of the Michigan Compiled
- 26 Laws 1949 PA 300, MCL 257.1 to 257.923.
- 27 Sec. 31. A person who offers, sells, or purchases a

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

- 1 director, proprietor, or manager of the developer, dealer, or
- 2 operator; a person directly or indirectly controlling, or
- 3 directly controlled by, the developer, dealer, or operator; or a
- 4 person identified in the application for a license $\overline{}$ or in a
- 5 disclosure statement —, was within the —past— 10 years
- 6 immediately preceding the date of the order convicted of an
- 7 offense under this act, -or is the subject of an administrative
- 8 order issued under this act, or had a civil judgment entered
- 9 against him or her as a result of a violation of this act or a
- 10 rule promulgated or order issued -pursuant to- under this act,
- 11 and the department determines that the involvement of the person
- 12 in the sale or development of the project creates an unreasonable
- 13 risk to a prospective tenant or mobile a manufactured
- 14 home purchasers purchaser.
- 15 (e) The developer, dealer, or operator; a partner, officer,
- 16 director, proprietor, or manager of the developer, dealer, or
- 17 operator; a person directly controlling, or directly controlled
- 18 by, or indirectly the developer, dealer, or operator; or a person
- 19 identified in the application for a license or in a
- 20 disclosure statement was convicted of a violation, or was the
- 21 subject of an administrative order or civil judgment as a result
- 22 of a violation, of a statute regulating the offering of
- 23 securities or franchises or licensing or regulating builders,
- 24 real estate brokers, or real estate salespersons, or was
- 25 convicted of a violation of the land sales act, Act No. 286 of
- 26 the Public Acts of 1972, being sections 565.801 to 565.835 of the
- 27 Michigan Compiled Laws 1972 PA 286, MCL 565.801 to 565.835, or a

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

- 1 subdivision.
- 2 (e) Revocation of a license. The commission may request the
- 3 appointment of a receiver when taking action under this
- 4 subdivision.
- 5 (f) Denial of a license.
- 6 (g) A civil fine of not more than \$10,000.00.
- 7 (h) A requirement that restitution be made.
- 8 (2) A fine collected under this section shall be deposited
- 9 with the state treasurer and credited to the $\frac{\text{mobile home}}{\text{mobile}}$
- 10 manufactured housing commission fund.
- 11 (3) This section does not prohibit actions being taken under
- 12 other sections of this act.
- 13 (4) The pursuit in court of the lawful rights of a licensee
- 14 does not constitute a violation of this act, regardless of the
- 15 outcome of the court action.
- 16 Enacting section 1. Section 49 of the mobile home
- 17 commission act, 1987 PA 96, MCL 125.2349, is repealed.

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