HOUSE BILL No. 5200

July 14, 2009, Introduced by Reps. Haugh, Roberts, Kandrevas, Slezak and Dean and referred to the Committee on Regulatory Reform.

A bill to amend 1980 PA 299, entitled "Occupational code,"

by amending section 2511 (MCL 339.2511), as amended by 1990 PA 164.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 2511. (1)—A plan or scheme involving a lottery, contest,
- 2 game, prize, or drawing shall not be used by a real estate broker
- 3 or real estate salesperson for the sale or promotion of a sale of
- 4 real estate. However, a game promotion as defined in and in
- 5 compliance with section 372a of the Michigan penal code, Act No.
- 6 328 of the Public Acts of 1931, being section 750.372a of the
- 7 Michigan Compiled Laws 1931 PA 328, MCL 750.372A, may be used by a
- 8 real estate broker or real estate salesperson for any purpose other
 - than the direct promotion of a specific piece of real estate.

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1 (2) A real estate broker who proposes to engage in sales of a promotional nature in this state of property located outside of 2 this state, shall submit to the department a full description of 3 4 the property and the proposed terms of sale, and the real estate broker and the real estate broker's real estate salespersons shall 5 comply with rules, restrictions, and conditions pertaining to the 6 sale as imposed by the department. An expense incurred by the 7 department investigating the property and the proposed sale of the 8 property in this state, shall be borne by the real estate broker. A 9 real estate broker or real estate salesperson shall not refer to 10 11 the corporation and securities commission of this state, or to an officer or employee of the commission, in selling, offering for 12 13 sale, advertising, or otherwise promoting the sale, mortgage, or lease of property, or shall not make a representation that the 14 property has been inspected or approved or otherwise passed upon by 15 the department, or by a state official, department, or employee. 16