## SUBSTITUTE FOR

## HOUSE BILL NO. 5561

A bill to amend 1917 PA 167, entitled "Housing law of Michigan,"

by amending section 126 (MCL 125.526), as amended by 2016 PA 14.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 126. (1) A local governmental unit is not required to
- 2 inspect a multiple dwelling or rooming house unless the local
- 3 governmental unit receives a complaint from a lessee of a violation
- 4 of this act.
- 5 (2) Subject to subsection (1), the enforcing agency shall
- 6 inspect multiple dwellings and rooming houses regulated by this act
- 7 in accordance with this act.
- 8 (3) Subject to subsection (1) and except as provided in
- 9 subsection (4), IF A LOCAL GOVERNMENTAL UNIT ADOPTS AN ORDINANCE
- 10 PROVIDING FOR INSPECTIONS OF MULTIPLE DWELLINGS OR ROOMING HOUSES

- 1 ON A BASIS DESCRIBED IN SUBSECTION (4)(A), (C), (D), OR (E), the
- 2 period between inspections of a multiple dwelling or rooming house
- 3 shall not be longer than 4 years, OR 6 YEARS IF THE MOST RECENT
- 4 INSPECTION OF THE PREMISES FOUND NO VIOLATIONS OF THIS ACT AND THE
- 5 MULTIPLE DWELLING OR ROOMING HOUSE HAS NOT CHANGED OWNERSHIP DURING
- 6 THE 6-YEAR PERIOD. All other dwellings regulated by this act may be
- 7 inspected at reasonable intervals.
- 8 (3) Inspections of multiple dwellings or rooming houses
- 9 conducted by the United States Department of Housing and Urban
- 10 Development under the real estate assessment center inspection
- 11 process or by other government agencies may be accepted by a local
- 12 governmental unit and an enforcing agency as a substitute for
- 13 inspections required by a local enforcing agency. To the extent
- 14 permitted under applicable law, a local enforcing agency or its
- 15 designee may exercise inspection authority delegated by law or
- 16 agreement from other agencies or authorities that perform
- 17 inspections required under other state law or federal law.
- 18 (4) Subject to subsection (1), a local governmental unit may
- 19 provide by ordinance for a maximum period between inspections of a
- 20 multiple dwelling or rooming house that is not longer than 6 years
- 21 if the most recent inspection of the premises found no violations
- 22 of this act and the multiple dwelling or rooming house has not
- 23 changed ownership during the 6-year period.
- 24 (4) (5) An inspection shall be conducted in the manner best
- 25 calculated to secure compliance with this act and appropriate to
- 26 the needs of the community, including, but not limited to, on 1 or
- 27 more of the following bases:

- 1 (a) An area basis, under which all the regulated premises in a
- 2 predetermined geographical area are inspected simultaneously, or
- 3 within a short period of time.
- 4 (b) A complaint basis, under which premises that are the
- 5 subject of complaints of violations are inspected within a
- 6 reasonable time.
- 7 (c) A recurrent violation basis, under which premises that
- 8 have a high incidence of recurrent or uncorrected violations are
- 9 inspected more frequently.
- 10 (d) A compliance basis, under which a premises brought into
- 11 compliance before the expiration of a certificate of compliance or
- 12 any requested repair order may be issued a certificate of
- 13 compliance for the maximum renewal certification period authorized
- 14 by the local governmental unit.
- 15 (e) A percentage basis, under which a local governmental unit
- 16 establishes a percentage of units in a multiple dwelling to be
- 17 inspected in order to issue a certificate of compliance for the
- 18 multiple dwelling.
- 19 (5) (6) An inspection shall be carried out by the enforcing
- 20 agency, or by the enforcing agency and representatives of other
- 21 agencies that form a team to undertake an inspection under this and
- 22 other applicable acts.
- 23 (6) (7) Except as provided in subsection (9) and this
- 24 subsection, SUBSECTIONS (7) TO (9) AND (11), an inspector, or team
- 25 of inspectors shall request and receive permission—CONSENT FROM
- 26 THE LESSEE to enter before entering a leasehold regulated by this
- 27 act to undertake an inspection. and shall enter at a reasonable

- 1 hour. In the case of an emergency, including, but not limited to,
- 2 fire, flood, or other threat of serious injury or death, or upon
- 3 presentment of a warrant, the inspector or team of inspectors may
- 4 enter at any time.
- 5 (8) Before entering a leasehold regulated by this act, the
- 6 owner of the leasehold shall request and obtain permission to enter
- 7 the leasehold. However, in an emergency, including, but not limited
- 8 to, fire, flood, or other threat of serious injury or death, the
- 9 owner may enter at any time.
- 10 (9) The enforcing agency may require the owner of a leasehold
- 11 to do 1 or more of the following:
- 12 (a) Provide the enforcing agency access to the leasehold if
- 13 the lease provides the owner a right of entry.
- 14 (b) Provide access to areas other than a leasehold or areas
- open to public view, or both.
- 16 (c) Notify the lessee of the enforcing agency's request to
- 17 inspect a leasehold, make a good-faith effort to obtain permission
- 18 for an inspection, and arrange for the inspection. If a lessee
- 19 vacates a leasehold after the enforcing agency has requested to
- 20 inspect that leasehold, the owner of the leasehold shall notify the
- 21 enforcing agency of that fact within 10 days after the leasehold is
- 22 vacated.
- 23 (d) Provide access to the leasehold if a lessee of that
- 24 leasehold has made a complaint to the enforcing agency.
- 25 (10) A local governmental unit may adopt an ordinance to
- 26 implement subsection (9).
- 27 (7) THE OWNER OF A LEASEHOLD SHALL NOTIFY THE LESSEE OF THE

- 1 ENFORCING AGENCY'S REQUEST TO INSPECT A LEASEHOLD, SHALL MAKE A
- 2 GOOD-FAITH EFFORT TO OBTAIN THE LESSEE'S CONSENT FOR AN INSPECTION,
- 3 AND, IF THE OWNER OBTAINS THE LESSEE'S CONSENT FOR AN INSPECTION,
- 4 SHALL ARRANGE FOR THE INSPECTION.
- 5 (8) THE OWNER OF A LEASEHOLD SHALL PROVIDE THE ENFORCING
- 6 AGENCY ACCESS TO THE LEASEHOLD FOR AN INSPECTION DURING REASONABLE
- 7 HOURS IF ANY OF THE FOLLOWING APPLY:
- 8 (A) THE LEASE AUTHORIZES AN ENFORCING AGENCY INSPECTOR TO
- 9 ENTER THE LEASEHOLD FOR AN INSPECTION.
- 10 (B) THE LESSEE HAS MADE A COMPLAINT TO THE ENFORCING AGENCY.
- 11 (C) THE LEASEHOLD IS VACANT.
- 12 (D) THE ENFORCING AGENCY SERVES AN ADMINISTRATIVE WARRANT
- 13 ORDERING THE OWNER TO PROVIDE ACCESS.
- 14 (E) THE LESSEE HAS CONSENTED TO AN INSPECTION UNDER SUBSECTION
- 15 (7). IF A LESSEE IS NOT PRESENT DURING THE INSPECTION, THE
- 16 ENFORCING AGENCY MAY RELY ON THE OWNER'S REPRESENTATION TO THE
- 17 ENFORCING AGENCY THAT THE LESSEE HAS CONSENTED TO THE ENFORCING
- 18 AGENCY'S INSPECTION.
- 19 (9) THE LESSEE SHALL PROVIDE THE ENFORCING AGENCY ACCESS TO
- 20 THE LEASEHOLD FOR AN INSPECTION DURING REASONABLE HOURS IF ANY OF
- 21 THE FOLLOWING APPLY:
- 22 (A) THE LEASE AUTHORIZES AN ENFORCING AGENCY INSPECTOR TO
- 23 ENTER THE LEASEHOLD FOR AN INSPECTION.
- 24 (B) THE LESSEE HAS MADE A COMPLAINT TO THE ENFORCING AGENCY.
- 25 (C) THE ENFORCING AGENCY SERVES AN ADMINISTRATIVE WARRANT
- 26 ORDERING THE LESSEE TO PROVIDE ACCESS.
- 27 (D) THE LESSEE HAS GIVEN CONSENT.

- 1 (10) IF A LESSEE WHO REFUSED AN INSPECTION BY THE ENFORCING
- 2 AGENCY VACATES A LEASEHOLD BEFORE AN INSPECTION BY THE ENFORCING
- 3 AGENCY, THE OWNER OF THE LEASEHOLD SHALL NOTIFY THE ENFORCING
- 4 AGENCY WITHIN 10 DAYS AFTER THE LEASEHOLD IS VACATED.
- 5 (11) IN THE CASE OF AN EMERGENCY, INCLUDING, BUT NOT LIMITED
- 6 TO, FIRE, FLOOD, OR OTHER THREAT OF SERIOUS INJURY OR DEATH, THE
- 7 OWNER OR ENFORCING AGENCY MAY ENTER A LEASEHOLD AT ANY TIME WITHOUT
- 8 OBTAINING CONSENT FROM THE LESSEE.
- 9 (12) THE OWNER OF A LEASEHOLD SHALL PROVIDE ACCESS TO THE
- 10 ENFORCING AGENCY TO AREAS OF THE DWELLING THAT ARE NOT PART OF THE
- 11 LEASEHOLD OR THAT ARE OPEN TO PUBLIC VIEW.
- 12 (13) (11)—For multiple lessees in a leasehold, notifying at
- 13 least 1 lessee and requesting and obtaining the permission CONSENT
- 14 of at least 1 lessee satisfies the notice and permission CONSENT
- 15 requirements of subsections (6) AND (7). to (9).
- 16 (14) (12) The enforcing agency or the owner shall not
- 17 discriminate against an occupant A LESSEE on the basis of whether
- 18 the occupant requests, permits, LESSEE CONSENTS TO or refuses entry
- 19 to the leasehold FOR AN INSPECTION BY THE ENFORCING AGENCY.
- 20 (15) (13) The enforcing agency shall not discriminate against
- 21 an owner who has met the requirements of subsection (9) but has
- 22 been unable to obtain the permission of the occupant, based on the
- 23 owner's inability to obtain that permission. (7) BECAUSE A LESSEE
- 24 REFUSES THE ENFORCING AGENCY ENTRY TO A LEASEHOLD FOR AN INSPECTION
- 25 UNDER THIS ACT.
- 26 (16) (14)—The enforcing agency may establish and charge a
- 27 reasonable fee for inspections conducted under this act. The fee

- 1 shall not exceed the actual, reasonable cost of providing the
- 2 inspection for which the fee is charged. An inspection fee is not
- 3 required to be paid more than 6 months before the inspection is to
- 4 take place. An owner or property manager is not liable for an
- 5 inspection fee if the inspection is not performed and the enforcing
- 6 agency is the direct cause of the failure to perform the
- 7 inspection.
- 8 (17) (15) If requested, an enforcing agency or a local
- 9 governmental unit shall produce a report on the income and expenses
- 10 of the inspection program for the preceding fiscal year. The report
- 11 shall state the amount of the fees assessed by the enforcing
- 12 agency, the costs incurred in performing inspections, and the
- 13 number of units inspected. The report shall be provided to the
- 14 requesting party within 90 days after the request is made. The
- 15 enforcing agency or local governmental unit may produce the report
- 16 electronically. If the enforcing agency does not have readily
- 17 available access to the information required for the report, the
- 18 enforcing agency may charge the requesting party a fee not greater
- 19 than the actual reasonable cost of COMPILING AND providing the
- 20 information. If an enforcing agency charges a fee under this
- 21 subsection, the enforcing agency shall include in the report the
- 22 costs of providing and compiling AND PROVIDING the information.
- 23 (18) (16)—If a complaint identifies a dwelling or rooming
- 24 house regulated under this act in which a child AN INDIVIDUAL UNDER
- 25 18 YEARS OF AGE is residing, the dwelling or rooming house shall be
- 26 inspected prior to inspection of any BEFORE ANY INSPECTION IN
- 27 RESPONSE TO A nonemergency complaint.

- 1 (17) As used in this section:
- 2 (a) "Child" means an individual under 18 years of age.
- (b) "Leasehold" means a private dwelling or separately 3
- 4 occupied apartment, suite, or group of rooms in a 2-family dwelling
- or in a multiple dwelling if the private dwelling or separately 5
- 6 occupied apartment, suite, or group of rooms is leased to the
- occupant under an oral or written lease. 7
- (19) SUBJECT TO SECTION 8, A LOCAL GOVERNMENTAL UNIT MAY ADOPT 8
- AN ORDINANCE TO IMPLEMENT THIS SECTION. 9
- 10 (20) WHEN USED IN THIS ACT AS A NOUN, "LEASE" MEANS A WRITTEN
- 11 OR UNWRITTEN AGREEMENT OR CONTRACT THAT SETS FORTH THE TERMS AND
- 12 CONDITIONS, RIGHTS AND OBLIGATIONS OF EACH PARTY WITH RESPECT TO A
- RESIDENTIAL DWELLING, DWELLING UNIT, ROOMING UNIT, BUILDING, 13
- PREMISES, OR STRUCTURE THAT IS NOT OCCUPIED BY THE OWNER OF RECORD. 14
- Enacting section 1. This amendatory act takes effect 90 days 15
- after the date it is enacted into law. 16