## SUBSTITUTE FOR

## SENATE BILL NO. 107

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 OTHER DWELLING unless
- 3 the local governmental unit receives a complaint from a lessee of a
- 4 violation of this act.
- 5 (2) Subject to subsection (1), the enforcing agency shall
- 6 inspect multiple dwellings and rooming houses OTHER DWELLINGS
- 7 regulated by this act in accordance with this act. IF A LOCAL
- 8 GOVERNMENTAL UNIT ADOPTS AN ORDINANCE PROVIDING FOR INSPECTIONS OF
- 9 MULTIPLE DWELLINGS OR OTHER DWELLINGS ON A BASIS DESCRIBED IN
- 10 SUBSECTION (4)(A), (C), (D), OR (E), BOTH OF THE FOLLOWING APPLY:

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

- 1 the needs of the community, including, but not limited to, on 1 or
- 2 more of the following bases:
- 3 (a) An area basis, under which all the regulated premises in a
- 4 predetermined geographical area are inspected simultaneously, or
- 5 within a short period of time.
- 6 (b) A complaint basis, under which premises that are the
- 7 subject of complaints of violations are inspected within a
- 8 reasonable time.
- 9 (c) A recurrent violation basis, under which premises that
- 10 have a high incidence of recurrent or uncorrected violations are
- inspected more frequently.
- 12 (d) A compliance basis, under which a premises brought into
- 13 compliance before the expiration of a certificate of compliance or
- 14 any requested repair order may be issued a certificate of
- 15 compliance for the maximum renewal certification period authorized
- 16 by the local governmental unit.
- 17 (e) A percentage basis, under which a local governmental unit
- 18 establishes a percentage of units in a multiple dwelling to be
- 19 inspected in order to issue a certificate of compliance for the
- 20 multiple dwelling.
- 21 (5) (6)—An inspection shall be carried out by the enforcing
- 22 agency, or by the enforcing agency and representatives of other
- 23 agencies that form a team to undertake an inspection under this and
- 24 other applicable acts.
- 25 (6) (7) Except as provided in subsection (9) and this
- 26 subsection, SUBSECTIONS (7) TO (9) AND (11), an inspector, or team
- 27 of inspectors , shall MUST request and receive permission CONSENT

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

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

- 1 ORDERING THE LESSEE TO PROVIDE ACCESS.
- 2 (D) THE LESSEE HAS GIVEN CONSENT.
- 3 (10) IF A LESSEE WHO REFUSED AN INSPECTION BY THE ENFORCING
- 4 AGENCY VACATES A LEASEHOLD BEFORE AN INSPECTION BY THE ENFORCING
- 5 AGENCY, THE OWNER OF THE LEASEHOLD SHALL NOTIFY THE ENFORCING
- 6 AGENCY WITHIN 10 DAYS AFTER THE LEASEHOLD IS VACATED.
- 7 (11) BEFORE ENTERING A LEASEHOLD REGULATED BY THIS ACT, THE
- 8 OWNER OF THE LEASEHOLD SHALL REQUEST AND OBTAIN PERMISSION TO ENTER
- 9 THE LEASEHOLD. HOWEVER, IN THE CASE OF AN EMERGENCY, INCLUDING, BUT
- 10 NOT LIMITED TO, FIRE, FLOOD, OR OTHER THREAT OF SERIOUS INJURY OR
- 11 DEATH, THE OWNER MAY ENTER AT ANY TIME.
- 12 (12) THE OWNER OF A LEASEHOLD SHALL PROVIDE ACCESS TO THE
- 13 ENFORCING AGENCY TO AREAS OF THE MULTIPLE DWELLING OR OTHER
- 14 DWELLING THAT ARE NOT PART OF THE LEASEHOLD OR THAT ARE OPEN TO
- 15 PUBLIC VIEW.
- 16 (13) (11) For multiple lessees in a leasehold, notifying at
- 17 least 1 lessee and requesting and obtaining the permission CONSENT
- 18 of at least 1 lessee satisfies the notice and permission CONSENT
- 19 requirements of subsections (6) AND (7). to (9).
- 20 (14) (12)—The enforcing agency or the owner shall not
- 21 discriminate against an occupant A LESSEE on the basis of whether
- 22 the occupant requests, permits, LESSEE CONSENTS TO or refuses entry
- 23 to the leasehold FOR AN INSPECTION BY THE ENFORCING AGENCY.
- 24 (15) (13) The enforcing agency shall not discriminate against
- 25 an owner who has met the requirements of subsection (9) but has
- 26 been unable to obtain the permission of the occupant, based on the
- 27 owner's inability to obtain that permission. (7) BECAUSE A LESSEE

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

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