## **HOUSE BILL No. 5614**

March 19, 1990, Introduced by Reps. Miller, Griffin, Rocca, Murphy and Randall and referred to the Committee on Urban Affairs.

A bill to amend sections 9, 21, 30a, and 30c of Act No. 96 of the Public Acts of 1987, entitled

"The mobile home commission act,"

being sections 125.2309, 125.2321, 125.2330a, and 125.2330c of the Michigan Compiled Laws; and to add sections 9a, 9b, 9c, and 9d.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Section 1. Sections 9, 21, 30a, and 30c of Act No. 96 of
- 2 the Public Acts of 1987, being sections 125.2309, 125.2321,
- 3 125.2330a, and 125.2330c of the Michigan Compiled Laws, are
- 4 amended and sections 9a, 9b, 9c, and 9d are added to read as
- 5 follows:
- 6 Sec. 9. (1) The commission shall promulgate rules to
- 7 establish fees and charges for the issuance of licenses or

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- 1 permits under section 5. THE FEES FOR ACTIVITIES REGULATED BY
- 2 THIS ACT ARE AS DESCRIBED IN SECTIONS 9A, 9B, 9C, AND 9D.
- 3 (2) The fees and charges under this act shall be applied
- 4 solely to the implementation of the act and shall constitute the
- 5 total funding for the commission except as provided in Act
- 6 No. 243 of the Public Acts of 1959, being sections 125.1035 to
- 7 125.1043 of the Michigan Compiled Laws.
- 8 (3) A fee shall not be charged THE DEPARTMENT SHALL NOT
- 9 CHARGE A FEE for an investigation conducted pursuant to section
- 10 36.
- 11 (4) A fee shall not be charged or collected by the
- 12 commission THE COMMISSION OR THE DEPARTMENT SHALL NOT CHARGE OR
- 13 COLLECT A FEE in excess of that necessary to administer and
- 14 enforce this act.
- 15 (5) The commission may promulgate rules to adjust the fees
- 16 established in subsection (1) and in sections 21, 30a, and 30c
- 17 such that revenues obtained under this act equal appropriations
- 18 by the legislature for the purpose of administering this act.
- 19 However, the adjusted fees shall not exceed the fees stated in
- 20 sections 21, 30a, and 30c.
- 21 SEC. 9A. (1) EXCEPT IN THE CASE OF A SALE OF A MOBILE HOME
- 22 TO A LICENSED DEALER, AFTER A SALE OF A MOBILE HOME A PERSON
- 23 SHALL, ON A FORM PRESCRIBED BY THE DEPARTMENT, FILE AN APPLICA-
- 24 TION FOR A CERTIFICATE OF MOBILE HOME TITLE AND PAY A FEE OF
- 25 \$45.00 TO THE DEPARTMENT OR ITS AUTHORIZED REPRESENTATIVE WITHIN
- 26 15 DAYS AFTER THE CLOSING OF THE SALE TRANSACTION. THE

- 1 DEPARTMENT SHALL CHARGE A LATE FEE OF \$15.00 IF THE APPLICATION
- 2 IS FILED AFTER THE 15-DAY LIMIT.
- 3 (2) IN THE CASE OF AN OWNER'S TRANSFER OR ASSIGNMENT OF THE
- 4 TITLE OR INTEREST TO A MOBILE HOME PURSUANT TO SECTION 30C, THE
- 5 PURCHASER OR TRANSFEREE OF A MOBILE HOME, UNLESS THE PURCHASER OR
- 6 TRANSFEREE IS A LICENSED DEALER, SHALL PAY THE FOLLOWING APPLICA-
- 7 BLE FEE:
- 8 (A) EXCEPT AS PROVIDED IN SUBDIVISION (B), \$45.00.
- 9 (B) FIFTEEN DOLLARS, IF THE SALE, ASSIGNMENT, OR OTHER
- 10 TRANSFER WILL REQUIRE THE ADDITION OR DELETION FROM THE CERTIFI-
- 11 CATE OF TITLE OF ANY OF THE FOLLOWING:
- 12 (i) THE OWNER'S SPOUSE.
- 13 (ii) A PERSON RELATED TO THE OWNER WITHIN THE FOURTH DEGREE
- 14 OF CONSANGUINITY AS COMPUTED BY THE CIVIL LAW METHOD.
- 15 (iii) A PERSON RELATED TO THE OWNER'S SPOUSE WITHIN THE
- 16 FOURTH DEGREE OF CONSANGUINITY AS COMPUTED BY THE CIVIL LAW
- 17 METHOD.
- 18 (3) THE FEE FOR OBTAINING A DUPLICATE, REPLACEMENT, OR COR-
- 19 RECTED TITLE, FOR PLACING OR TERMINATING A LIEN ON THE TITLE, OR
- 20 FOR PLACING A NAME ON THE TITLE IS \$4.00.
- 21 (4) AN ADDITIONAL FEE OF \$5.00 SHALL BE ADDED TO ALL OTHER
- 22 FEES IF A TITLE IS REQUESTED TO BE ISSUED EXPEDITIOUSLY.
- 23 (5) THE ANNUAL LICENSE FOR A MOBILE HOME DEALER IS \$150.00.
- 24 (6) THE ANNUAL LICENSE FOR A MOBILE HOME INSTALLER OR
- 25 REPAIRER IS \$50.00.

- 1 (7) A MOBILE HOME DEALER AND A MOBILE HOME BROKER SHALL PAY
- 2 THE APPROPRIATE AMOUNT OF SALES TAX AT THE TIME OF FILING THE
- 3 APPLICATION FOR A CERTIFICATE OF MOBILE HOME TITLE.
- 4 SEC. 9B. EACH APPLICANT FOR A MOBILE HOME PARK LICENSE OR
- 5 FOR A MOBILE HOME PARK LICENSE RENEWAL SHALL APPLY FOR THE
- 6 LICENSE OR THE LICENSE RENEWAL ON A FORM PRESCRIBED BY THE
- 7 DEPARTMENT. THE NONREFUNDABLE FEE FOR THE ANNUAL LICENSE IS
- 8 \$75.00, PLUS AN ADDITIONAL \$1.00 FOR EACH SITE IN EXCESS OF 25
- 9 SITES PER MOBILE HOME PARK, EITHER OF WHICH SHALL BE SUBMITTED
- 10 WITH THE APPLICATION TO THE DEPARTMENT.
- 11 SEC. 9C. EXCEPT AS OTHERWISE PROVIDED IN SECTION 9A(1), A
- 12 NONREFUNDABLE LATE FEE OF \$50.00 SHALL BE CHARGED FOR ANY LICENSE
- 13 ISSUED UNDER THIS ACT IF TIMELY APPLICATION IS NOT MADE BY THE
- 14 APPLICANT PURSUANT TO THE SUBMISSION DATE CONTAINED IN THIS ACT.
- 15 SEC. 9D. (1) THE FOLLOWING NONREFUNDABLE FEES SHALL ACCOM-
- 16 PANY THE DOCUMENTS SUBMITTED PURSUANT TO R 125.1905 AND
- 17 R 125.1915 OF THE MICHIGAN ADMINISTRATIVE CODE FOR NEW MOBILE
- 18 HOME PARK CONSTRUCTION OR FOR EXPANSION TO AN EXISTING LICENSED
- 19 MOBILE HOME PARK:
- 20 (A) APPLICATION FOR PLANS APPROVAL AND A PERMIT TO
- 21 CONSTRUCT..... \$ 185.00,
- 22 PLUS AN ADDITIONAL \$4.00 PER MOBILE HOME SITE, IN EXCESS OF 25
- 23 SITES, TO A MAXIMUM OF \$1,000.00.
- 24 (B) APPLICATION FOR AN EXTENSION OF A PERMIT TO
- 25 CONSTRUCT.....\$ 185.00.
- 26 (2) A NONREFUNDABLE FEE OF \$505.00, PLUS AN ADDITIONAL \$4.00
- 27 PER MOBILE HOME CONDOMINIUM SITE, IN EXCESS OF 25 SITES, THAT IS

- 1 TO BE CONSTRUCTED SHALL ACCOMPANY THE DOCUMENTS THAT ARE
- 2 SUBMITTED FOR THE CONSTRUCTION OF A NEW MOBILE HOME CONDOMINIUM.
- 3 (3) FOR AN EXISTING MOBILE HOME PARK THAT CONVERTS TO A
- 4 MOBILE HOME CONDOMINIUM WITH NO INCREASE IN THE NUMBER OF MOBILE
- 5 HOME SITES WITHIN THE PARK, THE ACCOMPANYING NONREFUNDABLE FEE
- 6 SHALL BE \$480.00.
- 7 (4) FOR AN EXISTING MOBILE HOME PARK THAT CONVERTS TO A
- 8 MOBILE HOME CONDOMINIUM WITH AN INCREASE IN THE NUMBER OF MOBILE
- 9 HOME SITES WITHIN THE PARK, THE ACCOMPANYING NONREFUNDABLE FEE
- 10 SHALL BE \$505.00, PLUS AN ADDITIONAL \$4.00 PER MOBILE HOME CONDO-
- 11 MINIUM SITE, IN EXCESS OF 25 SITES, TO BE CONSTRUCTED TO A MAXI-
- 12 MUM OF \$1,480.00.
- 13 (5) A NONREFUNDABLE FEE OF \$50.00 SHALL ACCOMPANY AN APPLI-
- 14 CATION FOR A PERMIT TO CONSTRUCT THAT IS SUBMITTED PURSUANT TO
- 15 R 125.1950 OF THE MICHIGAN ADMINISTRATIVE CODE.
- 16 Sec. 21. (1) A mobile home dealer shall not engage in the
- 17 retail sale of a mobile home without a license.
- (2) A mobile home dealer, A mobile home installer, or A
- 19 MOBILE HOME repairer may obtain an initial or renewal license by
- 20 filing with the commission an application together with consent
- 21 to service of process in a form prescribed by the commission pur-
- 22 suant to section 35.
- 23 (3) An initial or renewal license under this act shall be
- 24 issued for not more than I year. Licenses shall expire on
- 25 October 1.
- 26 (4) The annual license —fee— FEES for a mobile home dealer
- 27 is \$150.00 or any other lesser amount established pursuant to

- 1 section 9(5) AND A MOBILE HOME INSTALLER OR REPAIRER ARE AS
- 2 ESTABLISHED IN SECTION 9A.
- 3 (5) The annual license fee for a mobile home installer or
- 4 repairer is \$50.00 or any other lesser amount established pursu-
- 5 ant to section 9(5).
- 6 (5) -(6) A licensed mobile home dealer, mobile home
- 7 installer, or repairer may file an application for the license of
- 8 a successor, whether or not the successor is then in existence,
- 9 for the unexpired portion of the year. The commission may grant
- 10 or deny the application.
- (6) -(7) A licensee who submits a timely application for
- 12 renewal of a license and pays the appropriate fee may continue
- 13 -sales of SELLING mobile homes unless notified that the applica-
- 14 tion for renewal is not approved.
- 15 Sec. 30a. (1) An owner of a mobile home which is subject to
- 16 the certificate of title provisions of this act shall -make
- 17 application APPLY to the department for the issuance of a cer-
- 18 tificate of title for the mobile home upon the appropriate form
- 19 furnished by the department, accompanied by a fee of \$45.00 or
- 20 any lesser amount established pursuant to section 9(5) THE FEE
- 21 DESCRIBED IN SECTION 9A. The application shall bear the signa-
- 22 ture of the owner written in ink, shall be acknowledged by the
- 23 owner before a person authorized to take acknowledgments, and
- 24 shall contain ALL OF THE FOLLOWING:
- 25 (a) The name and address of the owner.
- 26 (b) A description of the mobile home, including the name of
- 27 the manufacturer, the year and model, and the manufacturer's

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

- 1 conditions but EXCEPT THAT the aggregate liability of the
- 2 surety to all persons shall not exceed the amount of the bond.
- 3 The bond shall be returned at the end of 5 years, or before 5
- 4 years if the currently valid certificate of title is surrendered
- 5 to the department, unless the department has received notifica-
- 6 tion of the pendency of an action to recover on the bond.
- 7 (3) The department shall examine and determine the genuine-
- 8 ness, regularity, and legality of an application for a certifi-
- 9 cate of title for a mobile home and of any other application law-
- 10 fully made to the department, and may in all cases -make
- 11 investigation INVESTIGATE or require additional information as
- 12 may be considered necessary BY THE DEPARTMENT, and shall reject
- 13 any application if not satisfied of the ITS genuineness, requ-
- 14 larity, or legality of it or OF the truth of any statement con-
- 15 tained in it, or for any other reason, when authorized by law.
- 16 (4) The fee for obtaining a duplicate, replacement, or cor-
- 17 rected title, for placing or terminating a lien on the title, or
- 18 for placing a name on the title is \$\\\\\$15.00 or any other lesser
- 19 amount established pursuant to section 9(5) THAT AMOUNT AS
- 20 DESCRIBED IN SECTION 9A.
- 21 Sec. 30c. (1) If the owner of a mobile home transfers or
- 22 assigns the owner's title or interest to the mobile home, the
- 23 owner shall indorse on the back of the certificate of title an
- 24 assignment of the mobile home with warranty of title with a
- 25 statement of all security interests in the mobile home, and shall
- 26 cause the certificate to be mailed or delivered to the department

- 1 or to the purchaser or transferee at the time of the delivery to
- 2 the purchaser or transferee of the mobile home.
- 3 (2) Upon the delivery of a mobile home and the transfer,
- 4 sale, or assignment of the title or interest in -a THAT mobile
- 5 home, the effective date of the transfer of title or interest
- 6 shall be the date of execution of either the application for
- 7 title or the certificate of title.
- 8 (3) The purchaser or transferee, unless the purchaser or
- 9 transferee is a licensed dealer, shall cause to be presented to
- 10 the department the certificate of title accompanied by the appli-
- 11 cable fee DESCRIBED IN SECTION 9A. , as follows:
- 12 (a) Except as provided in subdivision (b) or (c), \$45.00.
- (b) Except as provided in subdivision (c), \$15.00, if the
- 14 sale, assignment, or other transfer will require the addition or
- 15 deletion from the certificate of title of any of the following:
- 16 (i) The owner's spouse.
- 17 (ii) A person related to the owner within the fourth degree
- 18 of consanguinity as computed by the civil law method.
- 19 (iii) A person related to the owner's spouse within the
- 20 fourth degree of consanguinity as computed by the civil law
- 21 method.
- 22 (c) Any other lesser amount established pursuant to
- 23 section 9(5).
- 24 (4) Upon THE DEPARTMENT SHALL ISSUE A NEW CERTIFICATE OF
- 25 TITLE UPON presentation of the certificate of title accompanied
- 26 by the applicable fee. , a new certificate of title shall be
- 27 issued. A THE DEPARTMENT SHALL MAIL OR DELIVER A certificate of

- 1 title issued under THIS SUBSECTION AND subsection (3) -and this
- 2 subsection shall be mailed or delivered to the owner or any
- 3 other person the owner may direct in a separate instrument in a
- 4 form as prescribed by the department.
- 5 (5) If a security interest is reserved or created at the
- 6 time of the transfer, the parties shall comply with section 30d.
- 7 (6) If the transferee of a mobile home is a mobile home
- 8 dealer who holds the mobile home for resale, the dealer -shall
- 9 not be required to forward the certificate of title to the
- 10 department, but the dealer shall retain possession of the
- 11 assigned certificate of title. Upon transfer of the dealer's
- 12 title or interest to another person, the dealer shall execute and
- 13 acknowledge an assignment and warranty of title upon the certifi-
- 14 cate of title and deliver it to the person to whom the transfer
- 15 is made if the person is a licensed dealer. -; otherwise
- 16 application IN ALL OTHER CASES, THE TRANSFEROR SHALL APPLY for a
- 17 new title -shall be made by the transferor as IN THE MANNER pro-
- 18 vided FOR in section 30a(1).