

**SUBSTITUTE FOR
SENATE BILL NO. 110**

A bill to amend 1988 PA 226, entitled
"An act to limit the powers of a local governmental unit regarding
the leasing of private residential property,"
by amending section 1 (MCL 123.411).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. (1) As used in this section, "local governmental unit"
2 means a political subdivision of this state including, but not
3 limited to, a county, city, village, or township, if the political
4 subdivision provides local government services for residents in a
5 geographically limited area of this state as its primary purpose
6 and has the power to act primarily on behalf of that area.
7 (2) ~~A~~**SUBJECT TO SUBSECTIONS (3) AND (4), A** local governmental
8 unit shall not enact, maintain, or enforce an ordinance or
9 resolution that would have the effect of controlling the amount of
10 rent charged for leasing private residential property.

1 **(3)** This section does not impair the right of any local
2 governmental unit to manage and control residential property in
3 which the local governmental unit has a property interest.

4 **(4) THIS SECTION DOES NOT LIMIT THE POWER OF A LOCAL**
5 **GOVERNMENTAL UNIT TO ADOPT AN ORDINANCE OR RESOLUTION TO IMPLEMENT**
6 **A PLAN TO USE VOLUNTARY INCENTIVES AND AGREEMENTS TO INCREASE THE**
7 **SUPPLY OF MODERATE- OR LOW-COST PRIVATE RESIDENTIAL PROPERTY**
8 **AVAILABLE FOR LEASE.**

9 Enacting section 1. This amendatory act takes effect 90 days
10 after the date it is enacted into law.