

**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.