SUBSTITUTE FOR HOUSE BILL NO. 4722

A bill to amend 2006 PA 110, entitled "Michigan zoning enabling act,"

(MCL 125.3101 to 125.3702) by adding section 206b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 206b. (1) For the purposes of zoning, all of the
- 2 following apply to the rental of a dwelling, including, but not
- 3 limited to, short-term rental:
- 4 (a) It is a residential use of property and a permitted use in
- 5 all residential zones.
- 6 (b) It is not subject to a special use or conditional use
- 7 permit or procedure different from those required for other
- 8 dwellings in the same zone.
- 9 (c) It is not a commercial use of property.





- 1 (2) A local unit of government shall not adopt or enforce 2 zoning ordinance provisions that have the effect of prohibiting 3 short-term rentals.
- 4 (3) This section does not prohibit a zoning ordinance 5 provision that is applied on a consistent basis to rental and 6 owner-occupied residences and that regulates any of the following:
- 7 (a) Noise.
- 8 (b) Advertising.
- 9 (c) Traffic.
- 10 (d) Any other condition that may create a nuisance.
- 11 (4) This section does not prohibit a local unit of government 12 from doing either of the following:
- 13 (a) Inspecting a residence for compliance with or enforcement 14 of an ordinance of the local unit of government that meets all of 15 the following requirements:
- 16 (i) Is for the protection of public health and safety.
- 17 (ii) Is not a zoning ordinance.
- 18 (iii) Does not have the effect of prohibiting short-term 19 rentals.
- 20 (b) Collecting taxes otherwise authorized by law.
- 21 (5) Notwithstanding any other provision of this section, a 22 local unit of government may limit the number of units under common 23 ownership used for short-term rental in the local unit. The limit 24 set by the local unit of government shall not be fewer than 2 25 units.
- 26 (6) Notwithstanding any other provision of this section, a 27 local unit of government may limit the total number of units used 28 for short-term rental in the local unit. The limit shall not be 29 less than 30% of the number of existing residential units in the

- 1 local unit of government and shall apply without regard to the
- 2 location of dwelling units.
- 3 (7) As used in this section:
- 4 (a) "Common ownership" means ownership in whole or in part by
- 5 the same individual, individuals, or legal entity.
- 6 (b) "Short-term rental" means the rental of a single-family
- 7 residence, a dwelling unit in a 1-to-4-family house, or any unit or
- 8 group of units in a condominium, for terms of not more than 30
- 9 consecutive days.
- 10 Enacting section 1. This amendatory act takes effect 90 days
- 11 after the date it is enacted into law.

