HB-5230, As Passed House, December 11, 2014HB-5230, As Passed Senate, December 10, 2014

SUBSTITUTE FOR

HOUSE BILL NO. 5230

A bill to amend 1961 PA 236, entitled "Revised judicature act of 1961," by amending sections 3801, 3805, 3810, 3815, 3820, 3825, and 3835 (MCL 600.3801, 600.3805, 600.3810, 600.3815, 600.3820, 600.3825, and 600.3835), section 3801 as amended by 2012 PA 352.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 3801. (1) A building, vehicle, boat, aircraft, or place
 is a nuisance if 1 or more of the following apply:

3 (a) It is used for the purpose of lewdness, assignation,4 prostitution, or gambling.

5 (b) It is used by, or kept for the use of, prostitutes or6 other disorderly persons.

7 (c) It is used for the unlawful manufacture, transporting,8 sale, keeping for sale, bartering, or furnishing of a controlled

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2 (d) It is used for the unlawful manufacture, transporting, sale, keeping for sale, bartering, or furnishing of vinous, malt, 3 brewed, fermented, spirituous, or intoxicating liquors or mixed 4 liquors or beverages, any part of which is intoxicating. 5 (e) It is used for conduct prohibited by section 49 of the 6 7 Michigan penal code, 1931 PA 328, MCL 750.49. (F) IT IS USED FOR CONDUCT PROHIBITED BY CHAPTER LXVIIA OF THE 8 MICHIGAN PENAL CODE, 1931 PA 328, MCL 750.462A TO 750.462H. 9 (G) IT IS USED TO FACILITATE ARMED VIOLENCE IN CONNECTION WITH 10 THE UNLAWFUL USE OF A FIREARM OR OTHER DANGEROUS WEAPON. 11 12 Γ 13 (2) All furniture, fixtures, and contents of a building, 14 vehicle, boat, aircraft, or place described in subsection (1) and 15 all intoxicating liquors in the building, vehicle, boat, aircraft, or place are also declared a nuisance. 16 17 (3) All controlled substances and nuisances shall be enjoined and abated as provided in this act and the court rules. 18 (4) A person, or a servant, agent, or employee of the person, 19 20 who owns, leases, conducts, or maintains a building, vehicle, or place described in subsection (1) is guilty of a nuisance. 21 22 (5) As used in this section [+-, "controlled] substance" means that term as defined in 23 section 7104 of the public health code, 1978 PA 368, MCL 333.7104. 24 25 Γ 26 27]

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1 Sec. 3805. The attorney general, of the state of Michigan, the 2 prosecuting attorney or any citizen RESIDENT of the county IN WHICH A NUISANCE DESCRIBED IN SECTION 3801 IS LOCATED, OR A CITY, 3 4 VILLAGE, OR TOWNSHIP ATTORNEY FOR THE CITY, VILLAGE, OR TOWNSHIP IN 5 WHICH THE NUISANCE IS LOCATED may maintain an action for equitable 6 relief in the name of the state of Michigan, upon ON the relation of such THE attorney general, prosecuting attorney, or citizen 7 RESIDENT, OR CITY, VILLAGE, OR TOWNSHIP ATTORNEY to abate said THE 8 9 nuisance and to perpetually enjoin any person, his OR A servant, 10 agent, or employee OF THE PERSON, who shall own, lease, conduct or 11 maintain such OWNS, LEASES, CONDUCTS, OR MAINTAINS THE building, 12 vehicle, boat, aircraft, or place — from permitting or suffering 13 such THE building, vehicle, boat, or aircraft, or place owned, 14 leased, conducted, or maintained by him, THE PERSON, or any other building, vehicle, boat, aircraft, or place conducted or maintained 15 16 by him-THE PERSON to be used for any of the purposes or ACTS OR by 17 any of the persons set forth DESCRIBED in section 3801. , or for 18 any of the acts enumerated in said section. When the AFTER AN 19 injunction has been IS granted - UNDER THIS SECTION it shall be IS binding on the defendant throughout the judicial circuit in which 20 21 it was issued. THIS STATE.

22 Sec. 3810. (1) An owner of the premises within the meaning FOR 23 PURPOSES of this chapter, is deemed to be the grantee or vendee of 24 the last recorded deed or contract which THAT describes the 25 premises, or any part thereof upon OF THE PREMISES, ON which any A 26 nuisance exists as heretofore defined, and the DESCRIBED IN SECTION 27 3801 IS CONSIDERED TO BE THE OWNER OF THE PREMISES. THE naming of

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such person A GRANTEE OR VENDEE AS a party defendant IN AN ACTION
 UNDER THIS CHAPTER gives the court authority to abate the nuisance
 by closing the premises and such THE defendant is subject to the
 order and judgment of the court.

5 (2) An owner of a vehicle within the meaning FOR PURPOSES of this chapter, is deemed to be the ANY person in whose name the A 6 vehicle, BOAT, OR AIRCRAFT is titled, and any chattel mortgagee or 7 assignce thereof SECURED PARTY or other lien holder whose SECURED 8 9 INTEREST IN OR lien AGAINST THE VEHICLE, BOAT, OR AIRCRAFT has been 10 filed WITH THE SECRETARY OF STATE OR in the office of the register 11 of deeds prior to BEFORE the commencement of suit, and the AN ACTION UNDER THIS CHAPTER, IS CONSIDERED TO BE THE OWNER OF THE 12 13 VEHICLE, BOAT, OR AIRCRAFT. THE plaintiff shall join ANY such 14 mortgagee, assignee SECURED PARTY or lien holder as a party

15 defendant.DEFENDANT TO AN ACTION UNDER THIS CHAPTER. <<(3) A COURT SHALL NOT ENTER AN ORDER OR JUDGMENT AGAINST A DEFENDANT UNDER THIS CHAPTER UNLESS A COPY OF THE SUMMONS AND COMPLAINT HAS BEEN SERVED ON THE DEFENDANT AS PROVIDED BY MICHIGAN COURT RULES AND THE DEFENDANT GIVEN AN OPPORTUNITY TO BE HEARD.>> 16 Sec. 3815. (1) In any AN action brought under this chapter, 17 evidence of the general reputation of the building, vehicle, boat, 18 aircraft, or place is admissible for the purpose of proving the 19 existence of the nuisance.

20 (2) Proof-IN AN ACTION UNDER THIS CHAPTER, PROOF of knowledge
21 of the existence of the nuisance on the part of 1 OR MORE OF the
22 defendants or any of them, is not required.

(3) It IN AN ACTION UNDER THIS CHAPTER, IT is not necessary
for the court to find the property involved was being used as and
for a nuisance at the time of the hearing, or for the plaintiff to
prove that the nuisance was continuing at the time of the filing of
the complaint WAS FILED, if the complaint is filed within 30-90

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days after any act, any violation, or the existence of a condition
 herein defined DESCRIBED IN SECTION 3801 as a nuisance, but on
 finding that the material allegations of the complaint are true,
 the court shall render ENTER A judgment and order of abatement as
 hereinafter provided IN THIS CHAPTER.

6 Sec. 3820. (1) If any AN order or injunction granted under the 7 provisions of this chapter is violated, the court may summarily try 8 and punish the offender as for contempt, and the person so 9 offending shall be punished by IS SUBJECT TO PUNISHMENT OF a fine 10 of not more than \$1,000.00, \$5,000.00, or by imprisonment in the 11 county jail FOR not more than 6 months, or by both, fine and 12 imprisonment in the discretion of the court. Such

(2) A violation OF AN ORDER OR INJUNCTION GRANTED UNDER THIS 13 14 CHAPTER shall be charged by a motion supported by affidavit, and 15 the court, if satisfied of the sufficiency thereof, THAT THE MOTION AND AFFIDAVIT ARE SUFFICIENT, shall immediately issue a bench 16 17 warrant for the arrest of such THE offender and to bring him OR HER before such THE court to answer for such THE misconduct. The court 18 19 may, in its discretion, permit such THE person arrested to give 20 bail and fix the amount thereof OF BAIL pending hearing of the 21 matters charged in such motion.

Sec. 3825. (1) If the existence of the nuisance is established in an action as provided in UNDER this chapter, THE COURT SHALL ENTER an order of abatement shall be entered as a part of the judgment in the case, which ACTION. THE order shall direct the OF ABATEMENT MAY ORDER ALL OF THE FOLLOWING:

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(A) THE removal from the building or place of all furniture,

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1 fixtures, and contents. therein and shall direct the

2 (B) THE sale thereof OF THE FURNITURE, FIXTURES, AND CONTENTS
3 in the manner provided for the sale of chattels GOODS under
4 execution. , and the

5 (C) THE effectual closing of the building or place against its
6 use for any purpose, and so keeping it closed for a period of 1
7 year, unless sooner released as PROVIDED in this chapter. provided.

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(D) ANY OTHER EQUITABLE RELIEF THE COURT CONSIDERS NECESSARY.

9 (2) Any vehicle, boat, or aircraft found by the court to be a
10 nuisance within the meaning of UNDER this chapter , is subject to
11 the same order and judgment as any furniture, fixtures, and
12 contents as herein provided.UNDER SUBSECTION (1).

13 (3) Upon-ON the sale of any furniture, fixtures, contents,
14 vehicle, boat, or aircraft as provided in this section, the officer
15 executing the order of the court shall - after deducting DO THE
16 FOLLOWING IN THE FOLLOWING ORDER:

17 (A) DEDUCT the expenses of keeping such THE property and THE
18 costs of such THE sale. , pay.

19 (B) PAY all SECURED INTERESTS AND liens according to their 20 priorities which may be AS established by intervention or otherwise 21 at the hearing or in other proceedings brought for that purpose as 22 being bona fide and as having been created without the lienor 23 SECURED PARTY OR LIEN HOLDER having any notice that such THE 24 property was being used or was to be used for the maintenance of a 25 nuisance as herein defined, and shall pay DESCRIBED IN SECTION 26 3801.

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(C) SUBJECT TO SUBSECTION (5), PAY THE COSTS INCURRED IN THE

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PROSECUTION OF THE ACTION, INCLUDING REASONABLE ATTORNEY FEES FOR
 SERVICES NECESSITATED AS DETERMINED BY THE COURT.

3 (D) SUBJECT TO SUBSECTION (5), PAY the balance to the state
4 treasurer to be credited to the general fund of the THIS state.

5 (4) If any person uses a building or place so directed ORDERED
6 to be closed - UNDER THIS SECTION with knowledge that such THE
7 building or place is closed by order of the court, he shall be
8 punished as THE PERSON IS SUBJECT TO PUNISHMENT for contempt - as
9 provided in section 3820.

(5) IF THE COURT IN AN ACTION UNDER THIS CHAPTER DECLARES 10 11 PROPERTY TO BE A NUISANCE UNDER SECTION 3801(1)(F), THE OFFICER 12 EXECUTING THE ORDER OF THE COURT SHALL FIRST PAY FROM THE PROCEEDS ANY AMOUNT DETERMINED BY THE COURT TO BE DUE TO THE VICTIM. IF 13 THERE IS ANY BALANCE REMAINING, THE OFFICER SHALL PAY THE COSTS OF 14 PROSECUTION AS PROVIDED IN SUBSECTION (3). FOR PURPOSES OF 15 DETERMINING THE AMOUNT DUE TO A VICTIM UNDER THIS SUBSECTION, THE 16 COURT SHALL CONSIDER THE LOSS SUFFERED BY THE VICTIM AS A PROXIMATE 17 RESULT OF THE CONDUCT AND MAY USE AS GUIDANCE THE ITEMS OF LOSS 18 19 ENUMERATED IN SECTION 16B OF THE WILLIAM VAN REGENMORTER CRIME 20 VICTIM'S RIGHTS ACT, 1985 PA 87, MCL 780.766B.

Sec. 3835. The proceeds of the sale of the personal property, as provided in section 3830, shall be applied in payment of the costs of the action and abatement, and the balance, if any, shall be paid TO QUALIFIED SECURED PARTIES AND LIEN HOLDERS AND THEN TOWARD THE COSTS INCURRED IN THE PROSECUTION OF THE ACTION, INCLUDING REASONABLE ATTORNEY FEES FOR SERVICES NECESSITATED AS DETERMINED BY THE COURT, AND ANY REMAINING BALANCE SHALL BE PAID to

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Enacting section 1. This amendatory act takes effect 90 days 3 after the date it is enacted into law. 4