

HOUSE BILL No. 6655

November 14, 2006, Introduced by Reps. Kolb and Zelenko and referred to the Committee on Commerce.

A bill to provide a loan program to assist certain homeowners of certain homes with certain renovations; and to describe certain duties of certain state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. This act shall be known and may be cited as the
2 "Michigan-plus existing home renovation loan act".

3 Sec. 2. The state housing development authority shall
4 administer a loan program for qualifying homeowners. The state
5 housing development authority shall cooperate with mortgage lenders
6 to administer the program and shall set the interest rate for the
7 loan in consultation with private mortgage lenders who participate
8 in the program. It is the intent of the legislature to assist
9 first-time homeowners and others with financing of repairs and

1 improvements in order to secure home ownership and improve the
2 housing stock in communities.

3 Sec. 3. A qualifying homeowner who has purchased an existing
4 home within 2 years of applying for a renovation home loan may
5 apply for a home loan of up to \$25,000.00 for qualifying
6 renovations.

7 Sec. 4. Renovations that qualify for a Michigan-plus
8 renovation loan include 1 or more of the following:

- 9 (a) Roof repair or a new roof.
- 10 (b) Heating systems.
- 11 (c) Cooling systems.
- 12 (d) Septic tanks.
- 13 (e) Electrical wiring.
- 14 (f) Structural repair.
- 15 (g) Energy efficiency upgrades.
- 16 (h) Minor foundation improvements.
- 17 (i) Handicapper accessibility.

18 Sec. 5. The state housing development authority shall
19 implement the Michigan-plus renovation loan program no later than
20 180 days after the state housing development authority has reached
21 agreement with private mortgage lenders on the mechanics of program
22 administration.

23 Sec. 6. As used in this act, "qualifying homeowner" means a
24 homeowner who owns a home with an appraised value of \$200,000.00 or
25 less.