# **Administrative Rule Analysis**



## **CONSTRUCTION CODE – PART 5. RESIDENTIAL CODE**

Rule Set No.: 2022-16 LR Submitted to JCAR on: 7/9/24 Phone: (517) 373-8080 http://www.house.mi.gov/hfa

Analysis available at http://www.legislature.mi.gov

Department: Licensing and Regulatory Affairs Agency: Bureau of Construction Codes Enabling Statute: Stille-DeRossett-Hale Single State Construction Act, 1972 PA 230, MCL 125.1504 et seq.

#### Analysis Complete to: 9/18/24

### BACKGROUND AND SUMMARY OF PROPOSED RULES

Rule Set 2022-16 LR would make numerous amendments and recissions to the rules pertaining to the Residential Code. The changes would adopt the 2021 edition of the International Residential Code (IRC) by reference, with modifications to accommodate use in Michigan. MCL 125.1504(6) requires that the rules be updated once every three to six years.

#### FISCAL IMPACT OF PROPOSED RULES

2022-16 LR would not have a fiscal impact on any units of state government. The rule set may have a fiscal impact on local jurisdictions, namely from costs associated with administrative enforcement of the Construction Code. LARA anticipates that local jurisdictions may incur costs for the training of inspection staff. However, LARA indicated that if construction volumes rise, local governments could receive increased revenue from permits, inspections, and plan reviews, noting that the construction market is subject to other influences as well. LARA also indicates that local jurisdictions engaging in construction projects for structures they own may see changes in expenses, but that changes will vary by governmental unit on a project-by-project basis.

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<sup>■</sup> This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.