STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS BUREAU OF PROFESSIONAL LICENSING BOARD OF RESIDENTIAL BUILDERS AND MAINTENANCE AND ALTERATION CONTRACTORS

In the Matter of

NORTHTOWN CONSTRUCTION, INC. License No. 21-01-210220

File No. 21-16-330649

and

MICHAEL JOHN YOUNG License No. 21-01-202029,

File No. 21-16-330650

Respondents.

CONSENT ORDER

On March 20, 2017, the Department of Licensing and Regulatory Affairs executed a Formal Complaint charging Respondents with violating the Occupational Code, MCL 339.101 *et seg*.

Respondents admit that the facts alleged in the Complaint are true and constitute violations of MCL 339.604(c), MCL 339.604(h), MCL 339.604(l), MCL 339.2411(2)(e), and MCL 339.2411(2)(j). The Michigan Board of Residential Builders and Maintenance and Alteration Contractors has reviewed this Consent Order and Stipulation and agrees that the public interest is best served by resolution of the outstanding Complaint.

Therefore, IT IS FOUND that the facts alleged in the Complaint constitute violation(s) of MCL 339.604(c), MCL 339.604(h), MCL 339.604(l), MCL 339.2411(2)(e), and MCL 339.2411(2)(j).

IT IS ORDERED that for the cited violations of the Occupational Code, Respondents are FINED \$1,000.00 to be paid to the State of Michigan within 60 days of the effective date of this Order.

of Licensing and Regulatory Affairs, Legal Affairs/Enforcement Division, P.O. Box 30189, Lansing, MI 48909. The fine shall be paid by check or money order, made payable to the State of Michigan, and the check or money order shall clearly display file numbers 21-16-330649 and 21-16-330650.

IT IS FURTHERED ORDERED that Respondents shall pay RESTITUTION to homeowner Donald Fountain of \$4,000.00 to be paid by bank cashier check or money order made payable to Donald Fountain within 60 days of the effective date of this Order or provide proof of successful chargeback to homeowner's credit card account of the balance owed. Respondent shall submit acceptable written proof of having complied with this requirement to the Michigan Department of Licensing and Regulatory Affairs, Legal Affairs Division, Compliance Section, P.O. Box 30670, Lansing, MI 48909. Forms of acceptable proof of restitution payment include a copy of the front and back of the cancelled check that was made payable to the person(s) ordered to receive restitution or a receipt signed by the person(s) to whom restitution was payable, stating restitution was paid, the amount paid, and the date payment was received.

IT IS FURTHER ORDERED that failure to comply with the terms of this Order shall result in a SUSPENSION of all licenses or registrations held by Respondents under Article 24 of the Occupational Code and in the denial of any license or registration renewal until compliance with this Order.

IT IS FURTHER ORDERED that this Order shall be effective 30 days from the date signed by the Board, as set forth below.

MICHIGAN BOARD OF RESIDENTIAL BUILDERS AND MAINTENANCE AND ALTERATION CONTRACTORS

Chairperson

Dated: 6-/3/-/7

STIPULATION

- 1. The facts alleged in the Complaint constitute violation(s) of MCL 339.604(c), MCL 339.604(h), MCL 339.604(l), MCL 339.2411(2)(e), and MCL 339.2411(2)(j).
- 2. Respondents understand and intend that by signing this Stipulation Respondents are waiving the right, pursuant to the Occupational Code, the rules promulgated thereunder, and the Administrative Procedures Act, MCL 24.201 *et seq.*, to require the Department to prove the charges set forth in the Complaint by presentation of evidence and legal authority, and Respondents are waiving the right to appear with an

attorney and such witnesses as Respondents may desire to present a defense to the charges.

- 3. This matter is a public record required to be published and made available to the public pursuant to the Michigan Freedom of Information Act, MCL 24.231 et seq.
- 4. This Order is approved as to form and substance by Respondents and the Department and may be entered as the final order of the Board in this matter.
- 5. This proposal is conditioned upon acceptance by the Board. Respondents and the Department expressly reserve the right to further proceedings should this Order be rejected.

AGREED TO BY:

Kim Gaedeke Director

Bureau of Professional Licensing

Department of Licensing and

Regulatory Affairs

Dated:

AGREED TO BY:

Northtown Construction, Inc.

Michael John Young

Respondents

Dated:

STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS BUREAU OF PROFESSIONAL LICENSING BOARD OF RESIDENTIAL BUILDERS AND MAINTENANCE AND ALTERATION CONTRACTORS

In the Matter of

Northtown Construction Inc

License Number: 21-02-210220

and

Michael John Young

License Number: 21-01-202029

File Numbers: 21-16-330649

21-16-330650

FORMAL COMPLAINT

The Michigan Department of Licensing and Regulatory Affairs (Department) by Kim Gaedeke, Director, Bureau of Professional Licensing, files this Complaint against Northtown Construction Inc and Michael John Young (Respondents) as follows:

1. The Michigan Board of Residential Builders and Maintenance and Alteration Contractors (Board) is an administrative agency established by the Occupational Code, MCL 339.101 et seq. Pursuant to section 602 of the Occupational Code, supra, the Board is empowered to penalize licensees for violations of the Occupational Code.

2. Respondent Northtown Construction Inc is licensed as a residential Respondent Michael John Young is licensed as an individual builder company. residential builder and is designated as the qualifying officer of Northtown Construction Inc. and therefore pursuant to section 2405(1) the Occupational Code, supra, is

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responsible for exercising the supervision or control of the building or construction

operations necessary to secure full compliance with the Occupational Code and the rules

promulgated under the Occupational Code, supra.

3. On March 10, 2016, Pat McKnight acted on behalf of Northtown

Construction Inc and entered into a contract with [(Homeowne

(Homeowner) to rebuild

a chimney, insulate the attic, install venting for the attic, replace the roof, install gutters

and downspouts, and install new siding on the dormer. A copy of the contract, marked

Exhibit A, is attached and incorporated.

4. At the time the contract was executed, Pat McKnight was not

designated as the qualifying officer of Northtown Construction Inc and was not licensed

as a builder salesperson.

5. On September 16, 2016, the Homeowner filed a Statement of

Complaint alleging workmanship issues.

6. On October 20, 2016, a building inspector for Delhi Charter

Township cited the following violations of the 2009 Michigan Residential Code (building

code), adopted pursuant to the Stille-DeRossett-Hale single state construction code act,

effective March 9, 2011:

a. Masonry chimney-chimney cap, contrary to

R1003.9.1.

b. Masonry chimney flashing, contrary to

R1003.9.1.

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c. Exposed nail on shingle, contrary to R905.2.6.

The building inspector also noted that building permits were not applied for; the vent for

the range hood was removed and not replaced and the opening was covered up with

shingles; the eaves trough had standing water and was not sloped properly, and that

insulation was removed from the attic and not replaced. A copy of the Building Inspection

Report, marked Exhibit B, is attached and incorporated.

<u>COUNT I</u>

Respondents' conduct, as described above, evidences a failure to maintain

standards of construction in accordance with the local building code, contrary to Mich

Admin Code, R:338.1551(5), in violation of section 604(c) of the Occupational Code,

supra.

COUNT II

Respondents' conduct, as described above, evidences acceptance or

performance of a contract procured by a salesperson not licensed under a builder or

contractor, or acceptance or performance of a contract, other than the sale of real

property, procured by anyone not licensed under the Occupational Code, contrary to Mich

Admin Code, R 338.1536, in violation of section 604(h) of the Occupational Code, supra.

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COUNT III

Respondent's conduct, as described above, evidences a willful violation of

the building laws of this state or political subdivision of this state, in violation of sections

2411(2)(e) and 604(h) of the Occupational Code, supra.

COUNT IV

Respondents' conduct, as described above, evidences aiding or abetting

an unlicensed person to evade this article, or knowingly combining or conspiring with, or

acting as agent, partner, or associate for an unlicensed person, or allowing one's license

to be used by an unlicensed person, in violation of sections 2411(2)(j) and 604(l) of the

Occupational Code, supra.

The Department requests that this Complaint be served upon Respondents

and that Respondents be offered an opportunity to show compliance with all lawful

requirements for retention of the license. If compliance is not shown, the Department

further requests that formal proceedings be commenced pursuant to the Occupational

Code, rules promulgated thereunder, and the Administrative Procedures Act of 1969,

MCL 24.201 et seq.

Pursuant to section 508(2) of the Occupational Code, supra, Respondents

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have 15 days from the date of receipt of this Complaint to notify the Department of

Respondents decision to either negotiate a settlement of this matter, to demonstrate

compliance with the Occupational Code, or to request an administrative hearing. Written

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notification of Respondents selection shall be submitted to Kim Gaedeke, Director, Bureau of Professional Licensing, Department of Licensing and Regulatory Affairs, P.O. Box 30670, Lansing, MI 48909. If Respondents fail to submit written notification within 15 days, this matter shall proceed to an administrative hearing.

Dated: <u>0//40/20</u>(7

Kim Gaedeke, Director

Bureau of Professional Licensing

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