Order **Michigan Supreme Court**

September 21, 2022

ADM File No. 2021-17

Rescission of Administrative Order No. 1998-1 and Amendment of Rule 2.227 of the Michigan Court Rules

Bridget M. McCormack, Chief Justice

Lansing, Michigan

Brian K. Zahra David F. Viviano Richard H. Bernstein Elizabeth T. Clement Megan K. Cavanagh Elizabeth M. Welch,

On order of the Court, notice of the proposed changes and an opportunity for comment in writing and at a public hearing having been provided, and consideration having been given to the comments received, Administrative Order No. 1998-1 is rescinded and the amendment of MCR 2.227 of the Michigan Court Rules is adopted, effective January 1, 2023.

> [Additions to the text are indicated in underlining and deleted text is shown by strikeover.]

Rule 2.227 Transfer of Actions on Finding of Lack of Jurisdiction

- (A) Transfer to Court Which Has Jurisdiction. Except as otherwise provided in this rule, wWhen the court in which a civil action is pending determines that it lacks jurisdiction of the subject matter of the action, but that some other Michigan court would have jurisdiction of the action, the court may order the action transferred to the other court in a place where venue would be proper. If the question of jurisdiction is raised by the court on its own initiative, the action may not be transferred until the parties are given notice and an opportunity to be heard on the jurisdictional issue.
- (B) Transfers From Circuit Court to District Court.
 - (1) A circuit court may not transfer an action to district court under this rule based on the amount in controversy unless:
 - the parties stipulate in good faith to the transfer and to an amount in (a) controversy not greater than the applicable jurisdictional limit of the district court: or
 - from the allegations of the complaint, it appears to a legal certainty (b) that the amount in controversy is not greater than the applicable jurisdictional limit of the district court.

(B)-(C) [Relettered (C)-(D) but otherwise unchanged.]

(ED) Procedure After Transfer.

(1) The action proceeds in the receiving court as if it had been originally filed there. If further pleadings are required or allowed, the time for filing them runs from the date the filing fee is paid under subrule (DC)(1). The receiving court may order the filing of new or amended pleadings. If part of the action remains pending in the transferring court, certified copies of the papers filed may be forwarded, with the cost to be paid by the plaintiff.

(2) [Unchanged.]

(3) A waiver of jury trial in the court in which the action was originally filed is ineffective after transfer. A party who had waived trial by jury may demand a jury trial after transfer by filing a demand and paying the applicable jury fee within 28 days after the filing fee is paid under subrule (DC)(1). A demand for a jury trial in the court in which the action was originally filed is preserved after transfer.

(E) [Relettered (F) but otherwise unchanged.]

Staff Comment (ADM File No. 2021-17): The rescission of Administrative Order No. 1998-1 and amendment of MCR 2.227 moves the relevant portion of the administrative order into court rule format and makes the rule consistent with the holding in *Krolczyk v Hyundai Motor America*, 507 Mich 966 (2021).

The staff comment is not an authoritative construction by the Court. In addition, adoption of a new rule or amendment in no way reflects a substantive determination by this Court.



I, Larry S. Royster, Clerk of the Michigan Supreme Court, certify that the foregoing is a true and complete copy of the order entered at the direction of the Court.

September 21, 2022

