HOUSE BILL No. 4964

June 14, 2001, Introduced by Rep. Frank and referred to the Committee on Civil Law and the Judiciary.

A bill to amend 1949 PA 300, entitled "Michigan vehicle code," by amending section 328 (MCL 257.328), as amended by 1995 PA 287.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 328. (1) The owner of a motor vehicle who operates or
- 2 permits the operation of the motor vehicle upon the highways of
- 3 this state or the operator of the motor vehicle shall produce,
- 4 pursuant to subsection (2), upon the request of a police officer,
- 5 evidence that the motor vehicle is insured under chapter 31 of
- 6 the insurance code of 1956, Act No. 218 of the Public Acts of
- 7 1956, being sections 500.3101 to 500.3179 of the Michigan
- 8 Compiled Laws 1956 PA 218, MCL 500.3101 TO 500.3179. An owner
- 9 or operator of a motor vehicle who fails to produce evidence of
- 10 insurance under this subsection when requested to produce that

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- 1 evidence or who fails to have motor vehicle insurance for the
- 2 vehicle as required under chapter 31 of Act No. 218 of the
- 3 Public Acts of 1956 THE INSURANCE CODE OF 1956, 1956 PA 218, MCL
- 4 500.3101 TO 500.3179, is responsible for a civil infraction.
- 5 (2) A certificate of insurance, if issued by an insurance
- 6 company, which certificate states that security which THAT
- 7 meets the requirements of sections 3101 and 3102 of Act No. 218
- 8 of the Public Acts of 1956, being sections 500.3101 and 500.3102
- 9 of the Michigan Compiled Laws THE INSURANCE CODE OF 1956, 1956
- 10 PA 218, MCL 500.3101 AND 500.3102, is in force shall be accepted
- 11 as prima facie evidence that insurance is in force for the motor
- 12 vehicle described in the certificate of insurance until the expi-
- 13 ration date shown on the certificate. The certificate, in addi-
- 14 tion to describing the motor vehicles for which insurance is in
- 15 effect, shall state the name of each person named on the policy,
- 16 policy declaration, or a declaration certificate whose operation
- 17 of the vehicle would cause the liability coverage of that insur-
- 18 ance to become void.
- 19 (3) If an owner or operator of a motor vehicle is determined
- 20 to be responsible for a violation of subsection (1), the court in
- 21 which the civil infraction determination is entered may require
- 22 the person to surrender his or her operator's or chauffeur's
- 23 license unless proof that the vehicle has insurance meeting the
- 24 requirements of sections 3101 and 3102 of Act No. 218 of the
- 25 Public Acts of 1956 THE INSURANCE CODE OF 1956, 1956 PA 218, MCL
- 26 500.3101 AND 500.3102, is submitted to the court. If the person
- 27 submits proof to the court that the vehicle has insurance meeting

- 1 the requirements of sections 3101 and 3102 of Act No. 218 of the
- 2 Public Acts of 1956, in addition to the civil fine and costs pro-
- 3 vided by section 907, the court shall assess a fee of \$25.00. If
- 4 the court requires the license to be surrendered, the court shall
- 5 order the secretary of state to suspend the person's license.
- 6 The court shall immediately destroy the license and shall forward
- 7 to the secretary of state an abstract of the court record as
- 8 required by section 732. Upon receipt of the abstract, the sec-
- 9 retary of state shall suspend the person's license beginning with
- 10 the date on which a person is determined to be responsible for
- 11 the civil infraction for a period of 30 days or until proof of
- 12 insurance which meets the requirements of sections 3101 and 3102
- 13 of Act No. 218 of the Public Acts of 1956 THE INSURANCE CODE OF
- 14 1956, 1956 PA 218, MCL 500.3101 AND 500.3102, is submitted to the
- 15 secretary of state, whichever occurs later. A person who submits
- 16 proof of insurance to the secretary of state under this subsec-
- 17 tion shall pay a service fee of \$25.00 to the secretary of
- 18 state. The person shall not be required to be examined as set
- 19 forth in section 320c and shall not be required to pay a replace-
- 20 ment license fee.
- 21 (4) If an owner or operator of a motor vehicle is determined
- 22 to be responsible for a violation of subsection (1), the court in
- 23 which the civil infraction determination is entered shall notify
- 24 the secretary of state of the vehicle registration number and the
- 25 year and make of the motor vehicle being operated at the time of
- 26 the violation. This notification shall be made on the abstract
- 27 or on a form approved by the supreme court administrator. Upon

- 1 receipt, the secretary of state shall immediately enter this
- 2 information in the records of the department. The secretary of
- 3 state shall not renew, transfer, or replace the registration
- 4 plate of the vehicle involved in the violation or allow the pur-
- 5 chase of a new registration plate for the vehicle involved in the
- 6 violation until the owner meets the requirements of section 227a
- 7 or unless the vehicle involved in the violation is transferred or
- 8 sold to a person other than the owner's spouse, mother, father,
- 9 sister, brother, or child.
- 10 (5) An owner or operator of a motor vehicle who knowingly
- 11 produces false evidence under this section is guilty of a misde-
- 12 meanor, punishable by imprisonment for not more than 1 year, or a
- 13 fine of not more than \$1,000.00, or both.
- 14 (6) Points shall not be entered on a driver's record pursu-
- 15 ant to section 320a for a violation of this section.
- 16 (7) This section does not apply to the owner or operator of
- 17 a motor vehicle that is registered in a state other than this
- 18 state or a foreign country or province.