SUBSTITUTE FOR HOUSE BILL NO. 6455

A bill to amend 1949 PA 300, entitled "Michigan vehicle code,"

by amending section 732a (MCL 257.732a), as amended by 2004 PA 52.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 732a. (1) An individual, whether licensed or not, who
- 2 accumulates 7 or more points on his or her driving record pursuant
- 3 to sections 320a and 629c within a 2-year period for any violation
- 4 not listed under subsection (2) shall be assessed a \$100.00 driver
- 5 responsibility fee. For each additional point accumulated above 7
- 6 points not listed under subsection (2), an additional fee of \$50.00
- 7 shall be assessed. The secretary of state shall collect the fees
- 8 described in this subsection once each year that the point total on
- 9 an individual driving record is 7 points or more.
- 10 (2) An individual, whether licensed or not, who violates any
- 11 of the following sections or another law or local ordinance that

2

- 1 substantially corresponds to those sections shall be assessed a
- 2 driver responsibility fee as follows:
- 3 (a) Upon posting of an abstract that an individual has been
- 4 found quilty for a violation of law listed or described in this
- 5 subdivision, the secretary of state shall assess a \$1,000.00 driver
- 6 responsibility fee each year for 2 consecutive years:
- 7 (i) Manslaughter, negligent homicide, or a felony resulting
- 8 from the operation of a motor vehicle, ORV, or snowmobile.
- 9 (ii) Section 601b(2) or (3), 601c(1) or (2), or 653a(3) or (4).
- 10 (iii) Section 625(1), (4), or (5), section 625m, or section
- 11 81134 of the natural resources and environmental protection act,
- 12 1994 PA 451, MCL 324.81134, or a law or ordinance substantially
- 13 corresponding to section 625(1), (4), or (5), section 625m, or
- 14 section 81134 of the natural resources and environmental protection
- 15 act, 1994 PA 451, MCL 324.81134.
- 16 (iv) Failing to stop and disclose identity at the scene of an
- 17 accident when required by law.
- 18 (v) Fleeing or eluding an officer.
- 19 (b) Upon posting of an abstract that an individual has been
- 20 found guilty for a violation of law listed in this subdivision, the
- 21 secretary of state shall assess a \$500.00 driver responsibility fee
- 22 each year for 2 consecutive years:
- (i) Section 625(3), (6), (7), or (8).
- **24** (*ii*) Section 626.
- 25 (iii) Section 904.
- 26 (iv) Section 3101, 3102(1), or 3103 of the insurance code of
- 27 1956, 1956 PA 218, MCL 500.3101, 500.3102, and 500.3103.

- 1 (c) Upon posting of an abstract that an individual has been
- 2 found guilty for a violation of section 301, the secretary of state
- 3 shall assess a \$150.00 driver responsibility fee each year for 2
- 4 consecutive years.
- 5 (d) Subject to subsection (8), upon UPON THE posting of an
- 6 abstract INDICATING that an individual has been found guilty or
- 7 determined responsible for a violation listed in section 328, the
- 8 secretary of state shall assess a \$200.00 driver responsibility fee
- 9 each year for 2 consecutive years.
- 10 (3) The secretary of state shall send a notice of the driver
- 11 responsibility assessment, as prescribed under subsection (1) or
- 12 (2), to the individual by regular mail to the address on the
- 13 records of the secretary of state. If payment is not received
- 14 within 30 days after the notice is mailed, the secretary of state
- 15 shall send a second notice that indicates that if payment is not
- 16 received within the next 30 days, the driver's driving privileges
- will be suspended.
- 18 (4) The secretary of state may authorize payment by
- 19 installment for an ANY amount of \$500.00 or more MONEY for a period
- 20 not to exceed 12 24 months.
- 21 (5) If—EXCEPT AS OTHERWISE PROVIDED UNDER THIS SUBSECTION, IF
- 22 payment is not received or an installment plan is not established
- 23 after the time limit required by the second notice prescribed under
- 24 subsection (3) expires, the secretary of state shall suspend the
- 25 driving privileges until the assessment and any other fees
- 26 prescribed under this act are paid. HOWEVER, IF THE INDIVIDUAL'S
- 27 LICENSE TO OPERATE A MOTOR VEHICLE IS NOT OTHERWISE REQUIRED UNDER

- 1 THIS ACT TO BE DENIED, SUSPENDED, OR REVOKED, THE SECRETARY OF
- 2 STATE SHALL REINSTATE THE INDIVIDUAL'S OPERATOR'S DRIVING
- 3 PRIVILEGES IF THE INDIVIDUAL REQUESTS AN INSTALLMENT PLAN UNDER
- 4 SUBSECTION (4) AND MAKES PROPER PAYMENT UNDER THAT PLAN. FEES
- 5 REQUIRED TO BE PAID FOR THE REINSTATEMENT OF AN INDIVIDUAL'S
- 6 OPERATOR'S DRIVING PRIVILEGES AS DESCRIBED UNDER THIS SUBSECTION
- 7 SHALL, AT THE INDIVIDUAL'S REQUEST, BE INCLUDED IN THE AMOUNT TO BE
- 8 PAID UNDER THE INSTALLMENT PLAN. IF THE INDIVIDUAL ESTABLISHES A
- 9 PAYMENT PLAN AS DESCRIBED IN THIS SUBSECTION AND SUBSECTION (4) BUT
- 10 FAILS TO MAKE FULL OR TIMELY PAYMENTS UNDER THAT PLAN, THE
- 11 SECRETARY OF STATE SHALL SUSPEND THE INDIVIDUAL'S DRIVING
- 12 PRIVILEGES.
- 13 (6) A fee shall not be assessed under this section for 7
- 14 points or more on a driving record on October 1, 2003. Points
- 15 assigned after October 1, 2003 shall be assessed as prescribed
- 16 under subsections (1) and (2).
- 17 (7) A driver responsibility fee shall be assessed under this
- 18 section in the same manner for a conviction or determination of
- 19 responsibility for a violation or an attempted violation of a law
- 20 of this state, of a local ordinance substantially corresponding to
- 21 a law of this state, or of a law of another state substantially
- 22 corresponding to a law of this state.
- 23 (8) Not more than 60 days after the effective date of the
- 24 amendatory act that added this subsection, if an individual who was
- 25 issued a citation for a violation of section 328(1) for failing to
- 26 produce a certificate of insurance from October 1, 2003 until the
- 27 date the amendatory act that added this subsection takes effect

1 presents a certificate of insurance that was in effect at the time

5

- 2 the individual was issued the citation to the court that forwarded
- 3 the abstract, the court shall rescind the abstract. After the court
- 4 rescinds the abstract as described in this subsection, the court
- 5 shall notify the secretary of state, which shall refund, waive, or
- 6 both refund and waive the driver responsibility fee corresponding
- 7 to the violation, as appropriate.
- 8 (8) (9) The fire protection fund is created within the state
- 9 treasury. The state treasurer may receive money or other assets
- 10 from any source for deposit into the fund. The state treasurer
- 11 shall direct the investment of the fund. The state treasurer shall
- 12 credit to the fund interest and earnings from fund investments.
- 13 Money in the fund at the close of the fiscal year shall remain in
- 14 the fund and shall not lapse to the general fund. The department of
- 15 consumer and industry services LABOR AND ECONOMIC GROWTH shall
- 16 expend money from the fund, upon appropriation, only for fire
- 17 protection grants to cities, villages, and townships with state
- 18 owned facilities for fire services, as provided in 1977 PA 289, MCL
- **19** 141.951 to 141.956.
- 20 (9) (10) The secretary of state shall transmit the fees
- 21 collected under this section to the state treasurer. The state
- 22 treasurer shall credit fee money received under this section in
- 23 each fiscal year as follows:
- 24 (a) The first \$65,000,000.00 shall be credited to the general
- **25** fund.
- 26 (b) If more than \$65,000,000.00 is collected under this
- 27 section, the next amount collected in excess of \$65,000,000.00 up

- 1 to \$68,500,000.00 shall be credited to the fire protection fund
- 2 created in this section.
- 3 (c) If more than \$100,000,000.00 is collected under this
- 4 section, the next amount collected in excess of \$100,000,000.00 up
- 5 to \$105,000,000.00 shall be credited to the fire protection fund
- 6 created in this section.
- 7 (d) Any amount collected after crediting the amounts under
- 8 subdivisions (a), (b), and (c) shall be credited to the general
- 9 fund.
- 10 (10) (11) For fiscal year 2003-2004, \$3,500,000.00 is
- 11 appropriated from the fire protection fund described in subsection
- 12 (9) (8) to the department of consumer and industry services LABOR
- 13 AND ECONOMIC GROWTH for the purposes described under subsection (9)
- 14 (8).