



Senate Fiscal Agency  
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**BILL ANALYSIS**

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Senate Bill 425 (as introduced 4-24-07)  
Sponsor: Senator Ron Jelinek  
Committee: Transportation

Date Completed: 6-11-07

**CONTENT**

The bill would amend the Michigan Vehicle Code to exempt a vehicle insured only for comprehensive damage from a late fee for renewing a registration after it expired.

Under the Code, the Secretary of State must collect a \$10 late fee for each registration renewed after the expiration date of the registration plate.

MCL 257.801

Legislative Analyst: Curtis Walker

**FISCAL IMPACT**

State: In FY 2005-06, the State collected \$11.0 million in late fees for 1.1 million late registrations. If all of these late registrations were to convert their insurance coverage to comprehensive damage coverage only, the State would lose \$11.0 million in revenue. How many of the estimated 1.1 million late registrations would convert their insurance coverage to comprehensive damage coverage only is indeterminate.

Local: The bill would have no fiscal impact on local government. All revenue collected from late fees for expired registrations is deposited in the State's General Fund/General Purpose fund.

Fiscal Analyst: Joe Carrasco

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.