

HOUSE BILL NO. 4405

March 19, 2019, Introduced by Reps. Calley, Meerman, Slagh, Yaroch and Miller and referred to the Committee on Transportation.

A bill to amend 1949 PA 300, entitled
"Michigan vehicle code,"
by amending section 801 (MCL 257.801), as amended by 2018 PA 656.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 801. (1) The secretary of state shall collect the
2 following taxes at the time of registering a vehicle, which ~~shall~~
3 ~~exempt~~ **exempts** the vehicle from all other state and local taxation,
4 except the fees and taxes provided by law to be paid by certain
5 carriers operating motor vehicles and trailers under the motor



1 carrier act, 1933 PA 254, MCL 475.1 to 479.42; the taxes imposed by
2 the motor carrier fuel tax act, 1980 PA 119, MCL 207.211 to
3 207.234; and except as otherwise provided by this act:

4 (a) For a motor vehicle, including a motor home, except as
5 otherwise provided, and a pickup truck or van that weighs not more
6 than 8,000 pounds, except as otherwise provided, according to the
7 following schedule of empty weights:

8	Empty weights	Tax
9	0 to 3,000 pounds.....	\$ 29.00
10	3,001 to 3,500 pounds.....	32.00
11	3,501 to 4,000 pounds.....	37.00
12	4,001 to 4,500 pounds.....	43.00
13	4,501 to 5,000 pounds.....	47.00
14	5,001 to 5,500 pounds.....	52.00
15	5,501 to 6,000 pounds.....	57.00
16	6,001 to 6,500 pounds.....	62.00
17	6,501 to 7,000 pounds.....	67.00
18	7,001 to 7,500 pounds.....	71.00
19	7,501 to 8,000 pounds.....	77.00
20	8,001 to 8,500 pounds.....	81.00
21	8,501 to 9,000 pounds.....	86.00
22	9,001 to 9,500 pounds.....	91.00
23	9,501 to 10,000 pounds.....	95.00
24	over 10,000 pounds.....	\$ 0.90 per 100 pounds
25	of empty weight	

26 On October 1, 1983, and October 1, 1984, the tax assessed
27 under this subdivision ~~shall~~**must** be annually revised for the
28 registrations expiring on the appropriate October 1 or after that
29 date by multiplying the tax assessed in the preceding fiscal year

1 times the personal income of Michigan for the preceding calendar
2 year divided by the personal income of Michigan for the calendar
3 year that preceded that calendar year. In performing the
4 calculations under this subdivision, the secretary of state shall
5 use the spring preliminary report of the United States Department
6 of Commerce or its successor agency. A passenger motor vehicle that
7 has been modified with a permanently installed wheelchair lift
8 mechanism or with permanently installed hand controls and that is
9 owned by an individual who uses a wheelchair or by an individual
10 who transports a member of his or her household who uses a
11 wheelchair and for which registration plates are issued under
12 section 803d ~~shall~~**must** be assessed at the rate of 50% of the tax
13 provided for in this subdivision. As used in this subdivision,
14 "permanently installed hand controls" means a permanently installed
15 device designed to replace the brake and gas pedals of a motor
16 vehicle with hand controls.

17 (b) For a trailer coach attached to a motor vehicle, the tax
18 ~~shall~~**must** be assessed as provided in subdivision (l). A trailer
19 coach not under 1959 PA 243, MCL 125.1035 to 125.1043, and while
20 located on land otherwise assessable as real property under the
21 general property tax act, 1893 PA 206, MCL 211.1 to 211.155, if the
22 trailer coach is used as a place of habitation, and whether or not
23 permanently affixed to the soil, is not exempt from real property
24 taxes.

25 (c) For a road tractor, modified agricultural vehicle, truck,
26 or truck tractor owned by a farmer and used exclusively in
27 connection with a farming operation, including a farmer hauling
28 livestock or farm equipment for other farmers for remuneration in
29 kind or in labor, but not for money, or used for the transportation



1 of the farmer and the farmer's family, and not used for hire, 74
2 cents per 100 pounds of empty weight of the road tractor, truck, or
3 truck tractor. If the road tractor, modified agricultural vehicle,
4 truck, or truck tractor owned by a farmer is also used for a
5 nonfarming operation, the farmer is subject to the highest
6 registration tax applicable to the nonfarm use of the vehicle but
7 is not subject to more than 1 tax rate under this act.

8 (d) For a road tractor, truck, or truck tractor owned by a
9 wood harvester and used exclusively in connection with the wood
10 harvesting operations or a truck used exclusively to haul milk from
11 the farm to the first point of delivery, 74 cents per 100 pounds of
12 empty weight of the road tractor, truck, or truck tractor. A
13 registration secured by payment of the tax prescribed in this
14 subdivision continues in full force and effect until the regular
15 expiration date of the registration. As used in this subdivision:

16 (i) "Wood harvester" includes the person or persons hauling and
17 transporting raw materials in the form produced at the harvest site
18 or hauling and transporting wood harvesting equipment. Wood
19 harvester does not include a person or persons whose primary
20 activity is tree-trimming or landscaping.

21 (ii) "Wood harvesting equipment" includes all of the following:

22 (A) A vehicle that directly harvests logs or timber,
23 including, but not limited to, a processor or a feller buncher.

24 (B) A vehicle that directly processes harvested logs or
25 timber, including, but not limited to, a slasher, delimeter,
26 processor, chipper, or saw table.

27 (C) A vehicle that directly processes harvested logs or
28 timber, including, but not limited to, a forwarder, grapple
29 skidder, or cable skidder.



1 (D) A vehicle that directly loads harvested logs or timber,
2 including, but not limited to, a knuckle-boom loader, front-end
3 loader, or forklift.

4 (E) A bulldozer or road grader being transported to a wood
5 harvesting site specifically for the purpose of building or
6 maintaining harvest site roads.

7 (iii) "Wood harvesting operations" does not include the
8 transportation of processed lumber, Christmas trees, or processed
9 firewood for a ~~profit-making~~ **profit-making** venture.

10 (e) For a hearse or ambulance used exclusively by a licensed
11 funeral director in the general conduct of the licensee's funeral
12 business, including a hearse or ambulance whose owner is engaged in
13 the business of leasing or renting the hearse or ambulance to
14 others, \$1.17 per 100 pounds of the empty weight of the hearse or
15 ambulance.

16 (f) For a vehicle owned and operated by this state, a state
17 institution, a municipality, a privately incorporated, nonprofit
18 volunteer fire department, or a nonpublic, nonprofit college or
19 university, \$5.00 per plate. A registration plate issued under this
20 subdivision expires on June 30 of the year in which new
21 registration plates are reissued for all vehicles by the secretary
22 of state.

23 (g) For a bus including a station wagon, carryall, or
24 similarly constructed vehicle owned and operated by a nonprofit
25 parents' transportation corporation used for school purposes,
26 parochial school or society, church Sunday school, or any other
27 grammar school, or by a nonprofit youth organization or nonprofit
28 rehabilitation facility; or a motor vehicle owned and operated by a
29 senior citizen center, \$10.00, if the bus, station wagon, carryall,



1 or similarly constructed vehicle or motor vehicle is designated by
2 proper signs showing the organization operating the vehicle.

3 (h) For a vehicle owned by a nonprofit organization and used
4 to transport equipment for providing dialysis treatment to children
5 at camp; for a vehicle owned by the civil air patrol, as organized
6 under 36 USC 40301 to 40307, \$10.00 per plate, if the vehicle is
7 designated by a proper sign showing the civil air patrol's name;
8 for a vehicle owned and operated by a nonprofit veterans center;
9 for a vehicle owned and operated by a nonprofit recycling center or
10 a federally recognized nonprofit conservation organization; for a
11 motor vehicle having a truck chassis and a locomotive or ship's
12 body that is owned by a nonprofit veterans organization and used
13 exclusively in parades and civic events; for an emergency support
14 vehicle used exclusively for emergencies and owned and operated by
15 a federally recognized nonprofit charitable organization; or for a
16 vehicle owned and operated by a nonprofit food pantry or nonprofit
17 food bank, \$10.00 per plate.

18 (i) For each truck owned and operated free of charge by a bona
19 fide ecclesiastical or charitable corporation, or Red Cross, Girl
20 Scout, or Boy Scout organization, 65 cents per 100 pounds of the
21 empty weight of the truck.

22 (j) For each truck, weighing 8,000 pounds or less, and not
23 used to tow a vehicle, for each privately owned truck used to tow a
24 trailer for recreational purposes only and not involved in a ~~profit~~
25 ~~making~~ **profit-making** venture, and for each vehicle designed and
26 used to tow a mobile home or a trailer coach, except as provided in
27 subdivision (b), \$38.00 or an amount computed according to the
28 following schedule of empty weights, whichever is greater:

29 Empty weights Per 100 pounds



1	0 to 2,500 pounds.....	\$	1.40
2	2,501 to 4,000 pounds.....		1.76
3	4,001 to 6,000 pounds.....		2.20
4	6,001 to 8,000 pounds.....		2.72
5	8,001 to 10,000 pounds.....		3.25
6	10,001 to 15,000 pounds.....		3.77
7	15,001 pounds and over.....		4.39

8 If the tax required under subdivision (p) for a vehicle of the
9 same model year with the same list price as the vehicle for which
10 registration is sought under this subdivision is more than the tax
11 provided under the preceding provisions of this subdivision for an
12 identical vehicle, the tax required under this subdivision is not
13 less than the tax required under subdivision (p) for a vehicle of
14 the same model year with the same list price.

15 (k) For each truck weighing 8,000 pounds or less towing a
16 trailer or any other combination of vehicles and for each truck
17 weighing 8,001 pounds or more, road tractor, or truck tractor,
18 except as provided in subdivision (j), as follows:

19 (i) Until December 31, 2016, according to the following
20 schedule of elected gross weights:

21	Elected gross weight		Tax
22	0 to 24,000 pounds.....	\$	491.00
23	24,001 to 26,000 pounds.....		558.00
24	26,001 to 28,000 pounds.....		558.00
25	28,001 to 32,000 pounds.....		649.00
26	32,001 to 36,000 pounds.....		744.00
27	36,001 to 42,000 pounds.....		874.00
28	42,001 to 48,000 pounds.....		1,005.00
29	48,001 to 54,000 pounds.....		1,135.00



1	54,001 to 60,000 pounds.....	1,268.00
2	60,001 to 66,000 pounds.....	1,398.00
3	66,001 to 72,000 pounds.....	1,529.00
4	72,001 to 80,000 pounds.....	1,660.00
5	80,001 to 90,000 pounds.....	1,793.00
6	90,001 to 100,000 pounds.....	2,002.00
7	100,001 to 115,000 pounds.....	2,223.00
8	115,001 to 130,000 pounds.....	2,448.00
9	130,001 to 145,000 pounds.....	2,670.00
10	145,001 to 160,000 pounds.....	2,894.00
11	over 160,000 pounds.....	3,117.00

12 (ii) Beginning on January 1, 2017, according to the following
13 schedule of elected gross weights:

14	Elected gross weight	Tax
15	0 to 24,000 pounds.....	\$ 590.00
16	24,001 to 26,000 pounds.....	670.00
17	26,001 to 28,000 pounds.....	670.00
18	28,001 to 32,000 pounds.....	779.00
19	32,001 to 36,000 pounds.....	893.00
20	36,001 to 42,000 pounds.....	1,049.00
21	42,001 to 48,000 pounds.....	1,206.00
22	48,001 to 54,000 pounds.....	1,362.00
23	54,001 to 60,000 pounds.....	1,522.00
24	60,001 to 66,000 pounds.....	1,678.00
25	66,001 to 72,000 pounds.....	1,835.00
26	72,001 to 80,000 pounds.....	1,992.00
27	80,001 to 90,000 pounds.....	2,152.00
28	90,001 to 100,000 pounds.....	2,403.00
29	100,001 to 115,000 pounds.....	2,668.00

1	115,001 to 130,000 pounds.....	2,938.00
2	130,001 to 145,000 pounds.....	3,204.00
3	145,001 to 160,000 pounds.....	3,473.00
4	over 160,000 pounds.....	3,741.00

5 For each commercial vehicle registered under this subdivision
6 or section 801g, \$15.00 ~~shall~~**must** be deposited in a truck safety
7 fund to be expended as provided in section 25 of 1951 PA 51, MCL
8 247.675.

9 If a truck tractor or road tractor without trailer is leased
10 from an individual owner-operator, the lessee, whether an
11 individual, firm, or corporation, shall pay to the owner-operator
12 60% of the tax prescribed in this subdivision for the truck tractor
13 or road tractor at the rate of 1/12 for each month of the lease or
14 arrangement in addition to the compensation the owner-operator is
15 entitled to for the rental of his or her equipment.

16 (l) For each pole trailer, semitrailer, trailer coach, or
17 trailer, the tax ~~shall~~**must** be assessed according to the following
18 schedule of empty weights:

19	Empty weights	Tax
20	0 to 2,499 pounds.....	\$ 75.00
21	2,500 to 9,999 pounds.....	200.00
22	10,000 pounds and over.....	300.00

23 The registration plate issued under this subdivision expires
24 only when the secretary of state reissues a new registration plate
25 for all trailers. Beginning October 1, 2005, if the secretary of
26 state reissues a new registration plate for all trailers, a person
27 who has once paid the tax as increased by 2003 PA 152 for a vehicle
28 under this subdivision is not required to pay the tax for that
29 vehicle a second time, but is required to pay only the cost of the

1 reissued plate at the rate provided in section 804(2) for a
2 standard plate. A registration plate issued under this subdivision
3 is nontransferable.

4 (m) For each commercial vehicle used for the transportation of
5 passengers for hire except for a vehicle for which a payment is
6 made under 1960 PA 2, MCL 257.971 to 257.972, according to the
7 following schedule of empty weights:

Empty weights	Per 100 pounds
0 to 4,000 pounds.....	\$ 1.76
4,001 to 6,000 pounds.....	2.20
6,001 to 10,000 pounds.....	2.72
10,001 pounds and over.....	3.25

13 (n) For each motorcycle, as follows:

(i) Until February 18, 2019.....	\$ 23.00
(ii) Beginning February 19, 2019.....	\$ 25.00

16 On October 1, 1983, and October 1, 1984, the tax assessed
17 under this subdivision ~~shall~~**must** be annually revised for the
18 registrations expiring on the appropriate October 1 or after that
19 date by multiplying the tax assessed in the preceding fiscal year
20 times the personal income of Michigan for the preceding calendar
21 year divided by the personal income of Michigan for the calendar
22 year that preceded that calendar year. In performing the
23 calculations under this subdivision, the secretary of state shall
24 use the spring preliminary report of the United States Department
25 of Commerce or its successor agency.

26 Beginning January 1, 1984, the registration tax for each
27 motorcycle is increased by \$3.00. The \$3.00 increase is not part of
28 the tax assessed under this subdivision for the purpose of the
29 annual October 1 revisions but is in addition to the tax assessed

1 as a result of the annual October 1 revisions. Beginning January 1,
 2 1984 and ending February 18, 2019, \$3.00 of each motorcycle fee
 3 ~~shall~~**must** be placed in a motorcycle safety fund in the state
 4 treasury and ~~shall~~**must** be used only for funding the motorcycle
 5 safety education program as provided for under sections 312b and
 6 811a. Beginning February 19, 2019, \$5.00 of each motorcycle fee
 7 ~~shall~~**must** be placed in the motorcycle safety fund and ~~shall~~**must**
 8 be used only for funding the motorcycle safety education program as
 9 provided for under sections 312b and 811a.

10 (o) For each truck weighing 8,001 pounds or more, road
 11 tractor, or truck tractor used exclusively as a moving van or part
 12 of a moving van in transporting household furniture and household
 13 effects or the equipment or those engaged in conducting carnivals,
 14 at the rate of 80% of the schedule of elected gross weights in
 15 subdivision (k) as modified by the operation of that subdivision.

16 (p) After September 30, 1983, each motor vehicle of the 1984
 17 or a subsequent model year as shown on the application required
 18 under section 217 that has not been previously subject to the tax
 19 rates of this section and that is of the motor vehicle category
 20 otherwise subject to the tax schedule described in subdivision (a),
 21 and each low-speed vehicle according to the following schedule
 22 based upon registration periods of 12 months:

23 (i) Except as otherwise provided in this subdivision, for the
 24 first registration that is not a transfer registration under
 25 section 809 and for the first registration after a transfer
 26 registration under section 809, according to the following schedule
 27 based on the vehicle's list price:

28 (A) Until December 31, 2016, as follows:

29 List Price Tax

1	\$ 0 - \$ 6,000.00.....	\$	30.00
2	More than \$ 6,000.00 - \$ 7,000.00.....	\$	33.00
3	More than \$ 7,000.00 - \$ 8,000.00.....	\$	38.00
4	More than \$ 8,000.00 - \$ 9,000.00.....	\$	43.00
5	More than \$ 9,000.00 - \$ 10,000.00.....	\$	48.00
6	More than \$ 10,000.00 - \$ 11,000.00.....	\$	53.00
7	More than \$ 11,000.00 - \$ 12,000.00.....	\$	58.00
8	More than \$ 12,000.00 - \$ 13,000.00.....	\$	63.00
9	More than \$ 13,000.00 - \$ 14,000.00.....	\$	68.00
10	More than \$ 14,000.00 - \$ 15,000.00.....	\$	73.00
11	More than \$ 15,000.00 - \$ 16,000.00.....	\$	78.00
12	More than \$ 16,000.00 - \$ 17,000.00.....	\$	83.00
13	More than \$ 17,000.00 - \$ 18,000.00.....	\$	88.00
14	More than \$ 18,000.00 - \$ 19,000.00.....	\$	93.00
15	More than \$ 19,000.00 - \$ 20,000.00.....	\$	98.00
16	More than \$ 20,000.00 - \$ 21,000.00.....	\$	103.00
17	More than \$ 21,000.00 - \$ 22,000.00.....	\$	108.00
18	More than \$ 22,000.00 - \$ 23,000.00.....	\$	113.00
19	More than \$ 23,000.00 - \$ 24,000.00.....	\$	118.00
20	More than \$ 24,000.00 - \$ 25,000.00.....	\$	123.00
21	More than \$ 25,000.00 - \$ 26,000.00.....	\$	128.00
22	More than \$ 26,000.00 - \$ 27,000.00.....	\$	133.00
23	More than \$ 27,000.00 - \$ 28,000.00.....	\$	138.00
24	More than \$ 28,000.00 - \$ 29,000.00.....	\$	143.00
25	More than \$ 29,000.00 - \$ 30,000.00.....	\$	148.00

26 More than \$30,000.00, the tax of \$148.00 is increased by \$5.00
27 for each \$1,000.00 increment or fraction of a \$1,000.00 increment
28 over \$30,000.00. If a current tax increases or decreases as a
29 result of 1998 PA 384, only a vehicle purchased or transferred



1 after January 1, 1999 shall be assessed the increased or decreased
2 tax.

3 (B) Beginning on January 1, 2017, as follows:

4	List Price	Tax
5	\$ 0 - \$ 6,000.00.....	\$ 36.00
6	More than \$ 6,000.00 - \$ 7,000.00.....	\$ 40.00
7	More than \$ 7,000.00 - \$ 8,000.00.....	\$ 46.00
8	More than \$ 8,000.00 - \$ 9,000.00.....	\$ 52.00
9	More than \$ 9,000.00 - \$ 10,000.00.....	\$ 58.00
10	More than \$ 10,000.00 - \$ 11,000.00.....	\$ 64.00
11	More than \$ 11,000.00 - \$ 12,000.00.....	\$ 70.00
12	More than \$ 12,000.00 - \$ 13,000.00.....	\$ 76.00
13	More than \$ 13,000.00 - \$ 14,000.00.....	\$ 82.00
14	More than \$ 14,000.00 - \$ 15,000.00.....	\$ 88.00
15	More than \$ 15,000.00 - \$ 16,000.00.....	\$ 94.00
16	More than \$ 16,000.00 - \$ 17,000.00.....	\$ 100.00
17	More than \$ 17,000.00 - \$ 18,000.00.....	\$ 106.00
18	More than \$ 18,000.00 - \$ 19,000.00.....	\$ 112.00
19	More than \$ 19,000.00 - \$ 20,000.00.....	\$ 118.00
20	More than \$ 20,000.00 - \$ 21,000.00.....	\$ 124.00
21	More than \$ 21,000.00 - \$ 22,000.00.....	\$ 130.00
22	More than \$ 22,000.00 - \$ 23,000.00.....	\$ 136.00
23	More than \$ 23,000.00 - \$ 24,000.00.....	\$ 142.00
24	More than \$ 24,000.00 - \$ 25,000.00.....	\$ 148.00
25	More than \$ 25,000.00 - \$ 26,000.00.....	\$ 154.00
26	More than \$ 26,000.00 - \$ 27,000.00.....	\$ 160.00
27	More than \$ 27,000.00 - \$ 28,000.00.....	\$ 166.00
28	More than \$ 28,000.00 - \$ 29,000.00.....	\$ 172.00
29	More than \$ 29,000.00 - \$ 30,000.00.....	\$ 178.00



1 More than \$30,000.00, the tax of \$178.00 is increased by \$6.00
 2 for each \$1,000.00 increment or fraction of a \$1,000.00 increment
 3 over \$30,000.00. If a current tax increases or decreases as a
 4 result of 1998 PA 384, only a vehicle purchased or transferred
 5 after January 1, 1999 shall be assessed the increased or decreased
 6 tax.

7 (ii) For the second registration, 90% of the tax assessed under
 8 subparagraph (i).

9 (iii) For the third registration, 90% of the tax assessed under
 10 subparagraph (ii).

11 (iv) For the fourth and subsequent registrations, 90% of the
 12 tax assessed under subparagraph (iii).

13 For a vehicle of the 1984 or a subsequent model year that has
 14 been previously registered by a person other than the person
 15 applying for registration or for a vehicle of the 1984 or a
 16 subsequent model year that has been previously registered in
 17 another state or country and is registered for the first time in
 18 this state, the tax under this subdivision ~~shall be~~ **is** determined
 19 by subtracting the model year of the vehicle from the calendar year
 20 for which the registration is sought. If the result is zero or a
 21 negative figure, the first registration tax ~~shall~~ **must** be paid. If
 22 the result is 1, 2, or 3 or more, then, respectively, the second,
 23 third, or subsequent registration tax ~~shall~~ **must** be paid. A
 24 passenger motor vehicle that has been modified with a permanently
 25 installed wheelchair lift mechanism or with permanently installed
 26 hand controls and that is owned by an individual who uses a
 27 wheelchair or by an individual who transports a member of his or
 28 her household who uses a wheelchair and for which registration
 29 plates are issued under section 803d ~~shall~~ **must** be assessed at the



1 rate of 50% of the tax provided for in this subdivision. As used in
 2 this subdivision, "permanently installed hand controls" means a
 3 permanently installed device designed to replace the brake and gas
 4 pedals of a motor vehicle with hand controls.

5 (q) For a wrecker, \$200.00.

6 (r) When the secretary of state computes a tax under this act,
 7 a computation that does not result in a whole dollar figure ~~shall~~
 8 **must** be rounded to the next lower whole dollar ~~when-if~~ the
 9 computation results in a figure ending in 50 cents or less and
 10 ~~shall-must~~ be rounded to the next higher whole dollar ~~when-if~~ the
 11 computation results in a figure ending in 51 cents or more, unless
 12 specific taxes are specified, and the secretary of state may accept
 13 the manufacturer's shipping weight of the vehicle fully equipped
 14 for the use for which the registration application is made. If the
 15 weight is not correctly stated or is not satisfactory, the
 16 secretary of state shall determine the actual weight. Each
 17 application for registration of a vehicle under subdivisions (j)
 18 and (m) ~~shall-must~~ have attached to the application a scale weight
 19 receipt of the vehicle fully equipped as of the time the
 20 application is made. The scale weight receipt is not necessary if
 21 there is presented with the application a registration receipt of
 22 the previous year that shows on its face the weight of the motor
 23 vehicle as registered with the secretary of state and that is
 24 accompanied by a statement of the applicant that there has not been
 25 a structural change in the motor vehicle that has increased the
 26 weight and that the previous registered weight is the true weight.

27 (2) A manufacturer is not exempted under this act from paying
 28 ad valorem taxes on vehicles in stock or bond, except on the
 29 specified number of motor vehicles registered. A dealer is exempt



1 from paying ad valorem taxes on vehicles in stock or bond.

2 (3) Until October 1, 2019, the tax for a vehicle with an empty
3 weight over 10,000 pounds imposed under subsection (1)(a) and the
4 taxes imposed under subsection (1)(c), (d), (e), (f), (i), (j),
5 (m), (o), and (p) are each increased as follows:

6 (a) A regulatory fee of \$2.25 that ~~shall~~**must** be credited to
7 the traffic law enforcement and safety fund created in section 819a
8 and used to regulate highway safety.

9 (b) A fee of \$5.75 that ~~shall~~**must** be credited to the
10 transportation administration collection fund created in section
11 810b.

12 (4) Except as otherwise provided in this subsection, if a tax
13 required to be paid under this section is not received by the
14 secretary of state on or before the expiration date of the
15 registration plate, the secretary of state shall collect a late fee
16 of \$10.00 for each registration renewed after the expiration date.
17 An application for a renewal of a registration using the regular
18 mail and postmarked before the expiration date of that registration
19 ~~shall~~**must** not be assessed a late fee. The late fee collected under
20 this subsection ~~shall~~**must** be deposited ~~into the general fund.~~**in**
21 **the state treasury and credited to the Michigan transportation**
22 **fund.** The secretary of state shall waive the late fee collected
23 under this subsection if all of the following are satisfied:

24 (a) The registrant presents proof of storage insurance for the
25 vehicle for which the late fee is assessed that is valid for the
26 period of time between the expiration date of the most recent
27 registration and the date of application for the renewal.

28 (b) The registrant requests in person at a department of state
29 branch office that the late fee be waived at the time of



1 application for the renewal.

2 (5) In addition to the registration taxes under this section,
3 the secretary of state shall collect taxes charged under section
4 801j and credit revenues to a regional transit authority created
5 under the regional transit authority act, 2012 PA 387, MCL 124.541
6 to 124.558, minus necessary collection expenses as provided in
7 section 9 of article IX of the state constitution of 1963.
8 Necessary collection expenses incurred by the secretary of state
9 under this subsection ~~shall~~**must** be based upon an established cost
10 allocation methodology.

11 (6) This section does not apply to a historic vehicle.

12 (7) Beginning January 1, 2017, the registration fee imposed
13 under this section for a vehicle using 4 or more tires is increased
14 as follows:

15 (a) If the vehicle is a hybrid electric vehicle, the
16 registration fee for that vehicle is increased by \$30.00 for a
17 vehicle with an empty weight of 8,000 pounds or less, and \$100.00
18 for a vehicle with an empty weight of more than 8,000 pounds. As
19 used in this subdivision and subsection (8)(a), "hybrid electric
20 vehicle" means a vehicle that can be propelled at least in part by
21 electrical energy and uses a battery storage system of at least 4
22 kilowatt-hours, but is also capable of using gasoline, diesel fuel,
23 or alternative fuel to propel the vehicle.

24 (b) If the vehicle is a nonhybrid electric vehicle, the
25 registration fee for that vehicle is increased by \$100.00 for a
26 vehicle with an empty weight of 8,000 pounds or less, and \$200.00
27 for a vehicle with an empty weight of more than 8,000 pounds. As
28 used in this subdivision and subsection (8)(b), "nonhybrid electric
29 vehicle" means a vehicle that is propelled solely by electrical

1 energy and that is not capable of using gasoline, diesel fuel, or
2 alternative fuel to propel the vehicle.

3 (8) Beginning January 1, 2017, if the tax on gasoline imposed
4 under section 8 of the motor fuel tax act, 2000 PA 403, MCL
5 207.1008, is increased above 19 cents per gallon, the secretary of
6 state shall increase the fees collected under subsection (7) as
7 follows:

8 (a) For a hybrid electric vehicle, \$2.50 per each 1 cent above
9 19 cents per gallon.

10 (b) For a nonhybrid electric vehicle, \$5.00 per each 1 cent
11 above 19 cents per gallon.

12 (9) As used in this section:

13 (a) "Alternative fuel" means that term as defined in section
14 151 of the motor fuel tax act, 2000 PA 403, MCL 207.1151.

15 (b) "Diesel fuel" means that term as defined in section 2 of
16 the motor fuel tax act, 2000 PA 403, MCL 207.1002.

17 (c) "Gasoline" means that term as defined in section 3 of the
18 motor fuel tax act, 2000 PA 403, MCL 207.1003.

19 (d) "Gross proceeds" means that term as defined in section 1
20 of the general sales tax act, 1933 PA 167, MCL 205.51, and includes
21 the value of the motor vehicle used as part payment of the purchase
22 price as that value is agreed to by the parties to the sale, as
23 evidenced by the signed agreement executed under section 251.

24 (e) "List price" means the manufacturer's suggested base list
25 price as published by the secretary of state, or the manufacturer's
26 suggested retail price as shown on the label required to be affixed
27 to the vehicle under 15 USC 1232, if the secretary of state has not
28 at the time of the sale of the vehicle published a manufacturer's
29 suggested retail price for that vehicle, or the purchase price of



1 the vehicle if the manufacturer's suggested base list price is
2 unavailable from the sources described in this subdivision.

3 (f) "Purchase price" means the gross proceeds received by the
4 seller in consideration of the sale of the motor vehicle being
5 registered.

