

SENATE BILL NO. 523

September 12, 2019, Introduced by Senator MCBROOM and referred to the Committee on Transportation and Infrastructure.

A bill to amend 1949 PA 300, entitled "Michigan vehicle code," by amending sections 801 and 802 (MCL 257.801 and 257.802), section 801 as amended by 2018 PA 656 and section 802 as amended by 2016 PA 425.

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

1 carriers operating motor vehicles and trailers under the motor
2 carrier act, 1933 PA 254, MCL 475.1 to 479.42; the taxes imposed by
3 the motor carrier fuel tax act, 1980 PA 119, MCL 207.211 to
4 207.234; and except as otherwise provided by this act:

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

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

27 On October 1, 1983, and October 1, 1984, the tax assessed
28 under this subdivision ~~shall~~**must** be annually revised for the
29 registrations expiring on the appropriate October 1 or after that

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

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

26 (c) ~~For~~**Subject to subsection (9), for** a road tractor,
27 modified agricultural vehicle, truck, or truck tractor owned by a
28 farmer and used exclusively in connection with a farming operation,
29 including a farmer hauling livestock or farm equipment for other

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

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

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

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

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

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

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

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

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

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

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

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

26 (g) For a bus including a station wagon, carryall, or
27 similarly constructed vehicle owned and operated by a nonprofit
28 parents' transportation corporation used for school purposes,
29 parochial school or society, church Sunday school, or any other

1 grammar school, or by a nonprofit youth organization or nonprofit
 2 rehabilitation facility; or a motor vehicle owned and operated by a
 3 senior citizen center, \$10.00, if the bus, station wagon, carryall,
 4 or similarly constructed vehicle or motor vehicle is designated by
 5 proper signs showing the organization operating the vehicle.

6 (h) For a vehicle owned by a nonprofit organization and used
 7 to transport equipment for providing dialysis treatment to children
 8 at camp; for a vehicle owned by the ~~civil air patrol~~, **Civil Air**
 9 **Patrol**, as organized under 36 USC ~~40301 to 40307~~, **chapter 403**,
 10 \$10.00 per plate, if the vehicle is designated by a proper sign
 11 showing the ~~civil air patrol's~~ **Civil Air Patrol's** name; for a
 12 vehicle owned and operated by a nonprofit veterans center; for a
 13 vehicle owned and operated by a nonprofit recycling center or a
 14 federally recognized nonprofit conservation organization; for a
 15 motor vehicle having a truck chassis and a locomotive or ship's
 16 body that is owned by a nonprofit veterans organization and used
 17 exclusively in parades and civic events; or for an emergency
 18 support vehicle used exclusively for emergencies and owned and
 19 operated by a federally recognized nonprofit charitable
 20 organization; or for a vehicle owned and operated by a nonprofit
 21 food pantry or nonprofit food bank, \$10.00 per plate.

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

26 (j) For each truck, weighing 8,000 pounds or less, and not
 27 used to tow a vehicle, for each privately owned truck used to tow a
 28 trailer for recreational purposes only and not involved in a ~~profit~~
 29 ~~making~~ **profit-making** venture, and for each vehicle designed and

1 used to tow a mobile home or a trailer coach, except as provided in
2 subdivision (b), \$38.00 or an amount computed according to the
3 following schedule of empty weights, whichever is greater:

4	Empty weights	Per 100 pounds
5	0 to 2,500 pounds.....	\$ 1.40
6	2,501 to 4,000 pounds.....	1.76
7	4,001 to 6,000 pounds.....	2.20
8	6,001 to 8,000 pounds.....	2.72
9	8,001 to 10,000 pounds.....	3.25
10	10,001 to 15,000 pounds.....	3.77
11	15,001 pounds and over.....	4.39

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

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

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

25	Elected gross weight	Tax
26	0 to 24,000 pounds.....	\$ 491.00
27	24,001 to 26,000 pounds.....	558.00
28	26,001 to 28,000 pounds.....	558.00
29	28,001 to 32,000 pounds.....	649.00

1	32,001 to 36,000 pounds.....	744.00
2	36,001 to 42,000 pounds.....	874.00
3	42,001 to 48,000 pounds.....	1,005.00
4	48,001 to 54,000 pounds.....	1,135.00
5	54,001 to 60,000 pounds.....	1,268.00
6	60,001 to 66,000 pounds.....	1,398.00
7	66,001 to 72,000 pounds.....	1,529.00
8	72,001 to 80,000 pounds.....	1,660.00
9	80,001 to 90,000 pounds.....	1,793.00
10	90,001 to 100,000 pounds.....	2,002.00
11	100,001 to 115,000 pounds.....	2,223.00
12	115,001 to 130,000 pounds.....	2,448.00
13	130,001 to 145,000 pounds.....	2,670.00
14	145,001 to 160,000 pounds.....	2,894.00
15	over 160,000 pounds.....	3,117.00

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

18	Elected gross weight	Tax
19	0 to 24,000 pounds.....	\$ 590.00
20	24,001 to 26,000 pounds.....	670.00
21	26,001 to 28,000 pounds.....	670.00
22	28,001 to 32,000 pounds.....	779.00
23	32,001 to 36,000 pounds.....	893.00
24	36,001 to 42,000 pounds.....	1,049.00
25	42,001 to 48,000 pounds.....	1,206.00
26	48,001 to 54,000 pounds.....	1,362.00
27	54,001 to 60,000 pounds.....	1,522.00
28	60,001 to 66,000 pounds.....	1,678.00
29	66,001 to 72,000 pounds.....	1,835.00

1	72,001 to 80,000 pounds.....	1,992.00
2	80,001 to 90,000 pounds.....	2,152.00
3	90,001 to 100,000 pounds.....	2,403.00
4	100,001 to 115,000 pounds.....	2,668.00
5	115,001 to 130,000 pounds.....	2,938.00
6	130,001 to 145,000 pounds.....	3,204.00
7	145,001 to 160,000 pounds.....	3,473.00
8	over 160,000 pounds.....	3,741.00

9 For each commercial vehicle registered under this subdivision
10 or section 801g, \$15.00 ~~shall~~**must** be deposited in a truck safety
11 fund to be expended as provided in section 25 of 1951 PA 51, MCL
12 247.675.

13 If a truck tractor or road tractor without trailer is leased
14 from an individual owner-operator, the lessee, whether an
15 individual, firm, or corporation, shall pay to the owner-operator
16 60% of the tax prescribed in this subdivision for the truck tractor
17 or road tractor at the rate of 1/12 for each month of the lease or
18 arrangement in addition to the compensation the owner-operator is
19 entitled to for the rental of his or her equipment.

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

23	Empty weights	Tax
24	0 to 2,499 pounds.....	\$ 75.00
25	2,500 to 9,999 pounds.....	200.00
26	10,000 pounds and over.....	300.00

27 The registration plate issued under this subdivision expires
28 only when the secretary of state reissues a new registration plate
29 for all trailers. Beginning October 1, 2005, if the secretary of

1 state reissues a new registration plate for all trailers, a person
2 who has once paid the tax as increased by 2003 PA 152 for a vehicle
3 under this subdivision is not required to pay the tax for that
4 vehicle a second time, but ~~is required to~~ **shall** pay only the cost
5 of the reissued plate at the rate provided in section 804(2) for a
6 standard plate. A registration plate issued under this subdivision
7 is nontransferable.

8 (m) For each commercial vehicle used for the transportation of
9 passengers for hire except for a vehicle for which a payment is
10 made under 1960 PA 2, MCL 257.971 to 257.972, according to the
11 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

17 (n) For each motorcycle, as follows:

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

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

1 Beginning January 1, 1984, the registration tax for each
2 motorcycle is increased by \$3.00. The \$3.00 increase is not part of
3 the tax assessed under this subdivision for the purpose of the
4 annual October 1 revisions but is in addition to the tax assessed
5 as a result of the annual October 1 revisions. Beginning January 1,
6 1984 and ending February 18, 2019, \$3.00 of each motorcycle fee
7 ~~shall~~**must** be placed in a motorcycle safety fund in the state
8 treasury and ~~shall~~**must** be used only for funding the motorcycle
9 safety education program as provided for under sections 312b and
10 811a. Beginning February 19, 2019, \$5.00 of each motorcycle fee
11 ~~shall~~**must** be placed in the motorcycle safety fund and ~~shall~~**must**
12 be used only for funding the motorcycle safety education program as
13 provided for under sections 312b and 811a.

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

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

27 (i) Except as otherwise provided in this subdivision, for the
28 first registration that is not a transfer registration under
29 section 809 and for the first registration after a transfer

1 registration under section 809, according to the following schedule
2 based on the vehicle's list price:

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

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

1 More than \$30,000.00, the tax of \$148.00 is increased by \$5.00
 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 (B) Beginning on January 1, 2017, as follows:

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

1	More than \$ 26,000.00 - \$ 27,000.00.....	\$ 160.00
2	More than \$ 27,000.00 - \$ 28,000.00.....	\$ 166.00
3	More than \$ 28,000.00 - \$ 29,000.00.....	\$ 172.00
4	More than \$ 29,000.00 - \$ 30,000.00.....	\$ 178.00

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

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

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

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

17 For a vehicle of the 1984 or a subsequent model year that has
18 been previously registered by a person other than the person
19 applying for registration or for a vehicle of the 1984 or a
20 subsequent model year that has been previously registered in
21 another state or country and is registered for the first time in
22 this state, the tax under this subdivision ~~shall be~~ **is** determined
23 by subtracting the model year of the vehicle from the calendar year
24 for which the registration is sought. If the result is zero or a
25 negative figure, the first registration tax ~~shall~~ **must** be paid. If
26 the result is 1, 2, or 3 or more, then, respectively, the second,
27 third, or subsequent registration tax ~~shall~~ **must** be paid. A
28 passenger motor vehicle that has been modified with a permanently
29 installed wheelchair lift mechanism or with permanently installed

1 hand controls and that is owned by an individual who uses a
2 wheelchair or by an individual who transports a member of his or
3 her household who uses a wheelchair and for which registration
4 plates are issued under section 803d ~~shall~~**must** be assessed at the
5 rate of 50% of the tax provided for in this subdivision. As used in
6 this subdivision, "permanently installed hand controls" means a
7 permanently installed device designed to replace the brake and gas
8 pedals of a motor vehicle with hand controls.

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

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

1 weight and that the previous registered weight is the true weight.

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

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

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

13 (b) A fee of \$5.75 that ~~shall~~**must** be credited to the
14 transportation administration collection fund created in section
15 810b.

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

27 (a) The registrant presents proof of storage insurance for the
28 vehicle for which the late fee is assessed that is valid for the
29 period of time between the expiration date of the most recent

1 registration and the date of application for the renewal.

2 (b) The registrant requests in person at a department of state
3 branch office that the late fee be waived at the time of
4 application for the renewal.

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

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

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

18 (a) If the vehicle is a hybrid electric vehicle, the
19 registration fee for that vehicle is increased by \$30.00 for a
20 vehicle with an empty weight of 8,000 pounds or less, and \$100.00
21 for a vehicle with an empty weight of more than 8,000 pounds. As
22 used in this subdivision and subsection (8) (a), "hybrid electric
23 vehicle" means a vehicle that can be propelled at least in part by
24 electrical energy and uses a battery storage system of ~~at least~~**not**
25 **less than** 4 kilowatt-hours, but is also capable of using gasoline,
26 diesel fuel, or alternative fuel to propel the vehicle.

27 (b) If the vehicle is a nonhybrid electric vehicle, the
28 registration fee for that vehicle is increased by \$100.00 for a
29 vehicle with an empty weight of 8,000 pounds or less, and \$200.00

1 for a vehicle with an empty weight of more than 8,000 pounds. As
 2 used in this subdivision and subsection (8)(b), "nonhybrid electric
 3 vehicle" means a vehicle that is propelled solely by electrical
 4 energy and that is not capable of using gasoline, diesel fuel, or
 5 alternative fuel to propel the vehicle.

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

11 (a) For a hybrid electric vehicle, \$2.50 per each 1 cent above
 12 19 cents per gallon.

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

15 **(9) The secretary of state shall not issue a special**
 16 **registration under subsection (1)(c) or (d) unless the applicant**
 17 **has a federal employer identification number and provides that**
 18 **federal employer identification number to the secretary of state in**
 19 **a manner and form prescribed by the department.**

20 **(10) ~~(9)~~—As used in this section:**

21 (a) "Alternative fuel" means that term as defined in section
 22 151 of the motor fuel tax act, 2000 PA 403, MCL 207.1151.

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

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

27 (d) "Gross proceeds" means that term as defined in section 1
 28 of the general sales tax act, 1933 PA 167, MCL 205.51, and includes
 29 the value of the motor vehicle used as part payment of the purchase

1 price as that value is agreed to by the parties to the sale, as
2 evidenced by the signed agreement executed under section 251.

3 (e) "List price" means the manufacturer's suggested base list
4 price as published by the secretary of state, or the manufacturer's
5 suggested retail price as shown on the label required to be affixed
6 to the vehicle under 15 USC 1232, if the secretary of state has not
7 at the time of the sale of the vehicle published a manufacturer's
8 suggested retail price for that vehicle, or the purchase price of
9 the vehicle if the manufacturer's suggested base list price is
10 unavailable from the sources described in this subdivision.

11 (f) "Purchase price" means the gross proceeds received by the
12 seller in consideration of the sale of the motor vehicle being
13 registered.

14 Sec. 802. (1) For a special registration issued under section
15 226(8), the registrant shall pay 1/2 the tax imposed under section
16 801 and a service fee of \$10.00.

17 (2) For all commercial vehicles registered after August 31 for
18 the period expiring the last day of February, the secretary of
19 state shall collect a tax of 1/2 the rate otherwise imposed under
20 this act. This subsection does not apply to vehicles registered by
21 manufacturers or dealers under sections 244 to 247.

22 (3) For each special registration under section 226(9), the
23 secretary of state shall collect a service fee of \$10.00.

24 (4) For temporary registration plates or markers under section
25 226a(1), the secretary of state shall collect a service fee in an
26 amount determined by the secretary of state to reflect the actual
27 cost of administering the temporary registration plates and markers
28 program, or in the amount of \$4.00 per plate or marker, whichever
29 is less.

1 (5) For a temporary registration under section 226b, the fee
2 ~~shall be~~ **is** either of the following:

3 (a) For a 30-day temporary registration, 1/10 of the tax
4 prescribed under section 801 or \$20.00, whichever is greater, and
5 an additional \$10.00 service fee.

6 (b) For a 60-day temporary registration, 1/5 of the tax
7 prescribed under section 801 or \$40.00, whichever is greater, and
8 an additional \$10.00 service fee.

9 (6) For registration plates as provided for in section
10 226a(5), (6), and (7), the secretary of state shall collect a
11 service fee of \$40.00 for 2 registration plates and \$20.00 for each
12 additional registration plate.

13 (7) For special registrations issued for special mobile
14 equipment as provided in section 216(d), the secretary of state
15 shall collect a service fee of \$15.00 each for the first 3 special
16 registrations, and \$5.00 for each special registration issued in
17 excess of the first 3.

18 (8) The secretary of state, upon request, may issue a
19 registration valid for 3 months for use on a vehicle with an
20 elected gross weight of 24,000 pounds or greater on the payment of
21 1/4 the tax provided in section 801(1)(k) and a service fee of
22 \$10.00.

23 (9) Upon application to the secretary of state, an owner of a
24 truck, truck tractor, or road tractor that is used exclusively for
25 the purpose of gratuitously transporting farm crops or livestock
26 bedding between the field where produced and the place of storage,
27 feed from on-farm storage to an on-farm feeding site, or
28 fertilizer, seed, or spray material from the farm location to the
29 field may obtain a special registration. The service fee for each

1 special registration issued under this subsection is \$20.00. The
2 special registration is valid for a period of up to 12 months and
3 expires on December 31. **The secretary of state shall not issue a**
4 **special registration under this subsection unless the applicant has**
5 **a federal employer identification number and provides that federal**
6 **employer identification number to the secretary of state in a**
7 **manner and form prescribed by the department.** As used in this
8 subsection:

9 (a) "Feed" means hay or silage.

10 (b) "Livestock bedding" means straw, sawdust, or sand.

11 (10) The secretary of state, upon request, may issue a special
12 registration valid for 3 or more months for a road tractor, truck,
13 or truck tractor owned by a farmer, if the motor vehicle is used
14 exclusively in connection with the farmer's farming operations or
15 for the transportation of the farmer and the farmer's family and
16 not used for hire. The fee for the registration is 1/10 of the tax
17 provided in section 801(1)(c) times the number of months for which
18 the special registration is requested and, in addition, a service
19 fee of \$10.00. The secretary of state shall not issue a special
20 registration for a motor vehicle for which the tax under section
21 801(1)(c) would be less than \$50.00. **The secretary of state shall**
22 **not issue a special registration under this subsection unless the**
23 **applicant has a federal employer identification number and provides**
24 **that federal employer identification number to the secretary of**
25 **state in a manner and form prescribed by the department.**

26 (11) The secretary of state, upon request, may issue a
27 registration valid for 3 months or more for use on a vehicle with
28 an elected gross weight of 24,000 pounds or greater. The fee for
29 the registration ~~shall be~~ **is** 1/12 of the tax provided in section

1 801(1)(k), times the number of months for which the special
2 registration is requested and, in addition, a service fee of
3 \$10.00.

4 (12) The secretary of state shall deposit the service fees
5 collected under subsections (1), (3), (4), (5), (6), (7), (8), (9),
6 (10), and (11) in the transportation administration collection fund
7 created in section 810b through October 1, 2019.