SUBSTITUTE FOR HOUSE BILL NO. 6181

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

by amending section 806 (MCL 257.806), as amended by 2023 PA 129.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 806. (1) Until October 1, 2027, an applicant for a
- 2 certificate of title required by this act or an applicant for a
- 3 duplicate of a certificate of title shall accompany the application
- 4 with a fee of \$10.00. An applicant that requests that the
- 5 application be given special expeditious treatment shall accompany
- 6 the application with an additional fee of \$5.00. The secretary of
- 7 state shall collect a \$3.00 service fee, in addition to the other
- 8 fees collected under this subsection, for each title issued and
- 9 shall deposit the fee in the transportation administration





- 1 collection fund created under section 810b through October 1, 2027.
- 2 Until October 1, 2027, the \$5.00 expeditious treatment fee must be
- 3 deposited into the transportation administration collection fund
- 4 created under section 810b.
- 5 (2) An applicant for a special identifying number under6 section 230 shall accompany the application with a fee of \$10.00.
- 7 (3) In addition to paying the fees required by subsection (1),
- 8 until December 31, 2027, each person that applies for a certificate
- 9 of title, a salvage vehicle certificate of title, or a scrap
- 10 certificate of title under this act shall pay a tire disposal
- 11 surcharge of \$1.50 for each certificate of title or duplicate of a
- 12 certificate of title that person receives. The secretary of state
- 13 shall deposit money received under this subsection into the scrap
- 14 tire regulatory fund created in section 16908 of the natural
- 15 resources and environmental protection act, 1994 PA 451, MCL
- **16** 324.16908.
- 17 (4) Beginning January 1, 2026 and subject to this subsection,
- 18 a dealer required to submit an application for title for the sale
- 19 or lease of a motor vehicle shall submit with each application for
- 20 title an additional fee of \$3.00. The secretary of state shall
- 21 deposit the additional fee into the motor vehicle sales finance act
- 22 fund created under subsection (5). No later than July 1, 2028 and
- 23 no later than July 1 every 2 years thereafter, the director of the
- 24 department of insurance and financial services shall adjust the fee
- 25 under this subsection, rounded to the nearest whole dollar amount
- 26 and not to exceed \$5.00, as required under section 6(2) of the
- 27 motor vehicle sales finance act, 1950 (Ex Sess) PA 27, MCL 492.106,
- 28 to the amount necessary to pay, but not exceed, the department's
- 29 reasonably anticipated costs for administering the motor vehicle

- 1 sales finance act, 1950 (Ex Sess) PA 27, MCL 492.101 to 492.141.
- 2 The director of the department of insurance and financial services
- 3 shall notify the secretary of state of the adjusted fee. The
- 4 adjusted fee takes effect January 1 following the adjustment. The
- 5 director of the department of insurance and financial services
- 6 shall communicate the adjusted fee to the dealers by bulletin at
- 7 the time the department sets the documentary preparation fee under
- 8 section 113 of the motor vehicle sales finance act, 1950 (Ex Sess)
- 9 PA 27, MCL 492.113.
- 10 (5) The motor vehicle sales finance act fund is created in the 11 state treasury.
- 12 (6) The state treasurer shall deposit money and other assets
- 13 received from the fees collected under subsection (4) and the motor
- 14 vehicle sales finance act, 1950 (Ex Sess) PA 27, MCL 492.101 to
- 15 492.141, or from any other source in the fund. The state treasurer
- 16 shall direct the investment of money in the fund and credit
- 17 interest and earnings from the investments to the fund. Money in
- 18 the fund at the close of the fiscal year remains in the fund and
- 19 does not lapse to the general fund.
- 20 (7) The department of insurance and financial services is the
- 21 administrator of the fund for audits of the fund.
- 22 (8) The department of insurance and financial services shall
- 23 expend money from the fund on appropriation for the administration
- 24 of the motor vehicle sales finance act, 1950 (Ex Sess) PA 27, MCL
- 25 492.101 to 492.141.
- 26 (9) Beginning March 1, 2026, the fees under this section do
- 27 not apply to a new or used vehicle dealer that acquires ownership
- 28 of a vehicle that has a title from this state issued electronically
- 29 by the secretary of state and that was not owned by a dealer.

Enacting section 1. This amendatory act does not take effect unless House Bill No. 5354 of the 102nd Legislature is enacted into law.

