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SENATE BILL No. 755

July 20, 1993, Introduced by Senators GAST, DE GROW, SMITH, DINGELL, HOFFMAN, HONIGMAN and DUNASKISS and referred to the Committee on Judiciary.

A bill to provide for the collection of certain past due monetary amounts owed to courts of this state; and to prescribe the powers and duties of certain state and local officers and agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. As used in this act:
- (a) "Department" means the department of treasury.
 - (b) "Funding unit" means 1 of the following, as applicable:
- 4 (i) For a circuit other than the third circuit of the cir-5 cuit court, each county in the circuit.
- 6 (ii) For the third circuit of the circuit court and for the 7 recorder's court, the state.
- (iii) For a district other than the thirty-sixth district ofthe district court, the district control unit of the district, as
- 10 defined in section 8104 of the revised judicature act of 1961,

- 1 Act No. 236 of the Public Acts of 1961, being section 600.8104 of
- 2 the Michigan Compiled Laws.
- 3 (iv) For the thirty-sixth district of the district court,
- 4 the state.
- 5 (v) For a municipal court, the political unit where the
- 6 municipal court is located.
- 7 Sec. 2. The department, and a circuit, district, or munici-
- 8 pal court, together with its funding unit if its funding unit is
- 9 not the state, may enter into an agreement as provided in section
- 10 3.
- 11 Sec. 3. An agreement entered into under this act shall pro-
- 12 vide for at least all of the following:
- 13 (a) Assignment to the state for collection by the department
- 14 of amounts that have been due and owing the court for not less
- 15 than 180 days, including, but not limited to, any or all of the
- 16 following:
- 17 (i) Fees, including reinstatement fees.
- **18** (*ii*) Fines.
- 19 (iii) Forfeitures.
- 20 (iv) Penalties and costs assessed for criminal offenses,
- 21 including the costs of prosecution and providing court-ordered
- 22 legal assistance to the defendant.
- (v) Penalties and costs assessed for civil infractions,
- 24 civil violations, and parking violations.
- 25 (vi) Penalties and costs assessed for ordinance violations.
- 26 (vii) Forfeited recognizances.

- (viii) Late penalties assessed pursuant to section 4803 of
- 2 the revised judicature act of 1961, Act No. 236 of the Public
- 3 Acts of 1961, being section 600.4803 of the Michigan Compiled
- 4 Laws.
- 5 (b) Provision of the information necessary for the depart-
- 6 ment to identify, locate, and collect delinquent accounts.
- 7 (c) Accounting for, settlement of, and transmission to the
- 8 court of money collected pursuant to the agreement.
- 9 (d) Collection of a fee by the state treasurer to recoup
- 10 costs associated with the collection services.
- 11 Sec. 4. A fee imposed by the department to recoup costs
- 12 associated with the collection services provided under this act
- 13 shall be calculated and collected on the same basis as fees
- 14 charged by the department to other state agencies for the same
- 15 collection services.
- 16 Sec. 5. For collection purposes only, a delinquent account
- 17 assigned to the department for collection under this act shall be
- 18 considered debts, unpaid accounts, or amounts due the state. In
- 19 carrying out an agreement entered into under section 2, the
- 20 department shall secure the collection and payment of amounts
- 21 pursuant to Act No. 375 of the Public Acts of 1927, being sec-
- 22 tions 14.131 to 14.134 of the Michigan Compiled Laws, and section
- 23 25 of Act No. 122 of the Public Acts of 1941, being section
- 24 205.25 of the Michigan Compiled Laws.
- 25 Sec. 6. The department, pursuant to its statutory and
- 26 common law authority, may offset tax refunds or other payments
- 27 due from the state to a person who owes a debt to a court that

- 1 would be collectible under an agreement described in this act.
- 2 The order of priority in offsetting tax refunds or other payments
- 3 shall be the order of priority set forth in section 30a(2) of Act
- 4 No. 122 of the Public Acts of 1941, being section 205.30a of the
- 5 Michigan Compiled Laws.
- 6 Sec. 7. When the court receives money collected by the
- 7 department under this act, the court shall, after deducting the
- 8 amount of the fee paid to the department for the cost of collec-
- 9 tion, distribute the remaining amount as required by law.
- Sec. 8. This act shall take effect January 1, 1994.
- 11 Sec. 9. This act shall not take effect unless Senate Bill
- **12** No. 756 of the
- 13 87th Legislature is enacted into law.