SENATE BILL NO. 763

October 21, 1997, Introduced by Senators BYRUM, HART, YOUNG, KOIVISTO, DINGELL and CHERRY and referred to the Committee on Transportation and Tourism.

A bill to amend 1974 PA 369, entitled

"An act to regulate the business of conducting a driver training school; to require licenses in relation thereto; to prescribe certain fees; to prescribe the powers and duties of certain persons and state departments; and to prescribe remedies and penalties,"

by amending sections 2, 4, and 5 (MCL 256.602, 256.604, and 256.605), as amended by 1992 PA 169, and by adding sections 5a and 5b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 2. (1) The department shall license a driver training
- 2 school in 1 or both of the following classifications, as
- 3 appropriate:
- 4 (a) Noncommercial motor vehicle.
- 5 (b) Commercial motor vehicle.
- **6** (2) A person shall not engage or offer to engage in the
- 7 business of conducting a driver training school without first

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- 1 obtaining a license in 1 or both of the applicable
- 2 classifications specified in subsection (1). A driver training
- 3 school shall not engage in activities of a particular classifica-
- 4 tion unless the school is licensed in that classification.
- 5 (3) AFTER DEDUCTION OF THE ACTUAL ADMINISTRATIVE COSTS OF
- 6 THE DEPARTMENT, THE BALANCE OF THE REVENUE FROM THE FEES COL-
- 7 LECTED UNDER THIS ACT SHALL BE DEPOSITED IN THE DRIVER EDUCATION
- 8 FUND CREATED IN SECTION 811 OF THE MICHIGAN VEHICLE CODE, 1949 PA
- **9** 300, MCL 257.811.
- 10 Sec. 4. (1) An application for a license to engage in the
- 11 business of conducting a driver training school shall be filed
- 12 with the department on a form prescribed by the department. THE
- 13 APPLICATION SHALL INCLUDE AN AUTHORIZATION TO BE SIGNED BY THE
- 14 PROSPECTIVE LICENSEE PERMITTING THE DEPARTMENT TO REQUEST A CRIM-
- 15 INAL HISTORY CHECK FROM THE DEPARTMENT OF STATE POLICE AND THE
- 16 FEDERAL BUREAU OF INVESTIGATION. A person shall apply for each
- 17 classification of a driver training school license on a separate
- 18 application provided by the department.
- 19 (2) The application shall be accompanied by a fee as
- 20 follows:
- 21 (a) $\frac{$75.00}{}$ \$125.00 for a noncommercial motor vehicle
- 22 driver training school.
- 23 (b) $\frac{$150.00}{}$ \$200.00 for a commercial motor vehicle driver
- 24 training school.
- 25 (3) The department shall issue a license certificate to each
- 26 applicant to conduct a driver training school when the department

- 1 is satisfied that the person has met the qualifications required
- 2 under this act.
- 3 (4) A license issued to a driver training school shall
- 4 expire on December 31 of the calendar year for which the license
- 5 was issued. The fee for the renewal of a noncommercial motor
- 6 vehicle driver training school license is \$\frac{\$75.00}{}\$ \$125.00, and
- 7 the fee for the renewal of a commercial motor vehicle driver
- 8 training school license is \$\frac{\$150.00}{}\$ \$200.00, which shall accom-
- 9 pany the application for license renewal.
- 10 Sec. 5. (1) A driver training school licensee shall not
- 11 employ a person as an instructor unless the person is licensed as
- 12 an instructor.
- 13 (2) A driver training school licensee shall annually file an
- 14 application with the department for licensing of its employees as
- 15 instructors. For each employee for which licensure as an
- 16 instructor is sought, the application shall include all of the
- 17 following:
- 18 (a) The name and address of the employee.
- 19 (b) The driver's license number of the employee. An appli-
- 20 cation for a nonresident employee shall also include a certified
- 21 copy of his or her driving record from his or her state of
- 22 residence.
- 23 (c) A dated medical examination report that is not more than
- 24 2 years old and is completed by a physician licensed to practice
- 25 in this state. An application for a nonresident employee ful-
- 26 fills the requirement of this subdivision if the application

- 1 includes a report completed by a physician licensed to practice
- 2 in the employee's state of residence.
- 3 (d) A fee of $\frac{$15.00}{}$ \$25.00 for each employee seeking
- 4 licensure as an instructor.
- 5 (E) AN AUTHORIZATION TO BE SIGNED BY A PROSPECTIVE EMPLOYEE
- 6 BEFORE HIRING AS A DRIVING INSTRUCTOR PERMITTING THE LICENSEE TO
- 7 REQUEST A CRIMINAL HISTORY CHECK FROM THE DEPARTMENT OF STATE
- 8 POLICE AND THE FEDERAL BUREAU OF INVESTIGATION.
- 9 (3) The department shall issue a license certificate to the
- 10 driver training school licensee for each of its employees who
- 11 meet the requirements of this act for licensure as an
- 12 instructor. A license certificate expires on December 31 of the
- 13 year for which it is issued.
- 14 (4) In order to qualify as an instructor a person shall meet
- 15 all of the following requirements:
- 16 (a) Be physically able to operate a motor vehicle and to
- 17 train others in the operation of motor vehicles.
- 18 (b) Have a driving record that indicates competence to oper-
- 19 ate a motor vehicle consistent with standards set forth in rules
- 20 promulgated by the secretary of state.
- 21 (c) Be 21 years of age or older on the date the person's
- 22 license application is submitted to the secretary of state.
- 23 (d) Have a driving record, within the 5 years immediately
- 24 preceding submission of an instructor license application to the
- 25 secretary of state, that does not contain a conviction for any
- 26 violation for which 4 or $\frac{6}{}$ MORE points are assessed, other than
- 27 points assessed for a violation of a speeding law or ordinance,

- 1 pursuant to section 320a of the Michigan vehicle code, -Act
- 2 No. 300 of the Public Acts of 1949, being section 257.320a of the
- 3 Michigan Compiled Laws 1949 PA 300, MCL 257.320A. This subdivi-
- 4 sion shall only apply to an applicant who is not currently
- 5 licensed as a driver training school instructor on the effective
- 6 date of the amendatory act that added this subdivision OCTOBER
- **7** 1, 1992.
- 8 (E) NOT HAVE A PRIOR FELONY OR MISDEMEANOR CONVICTION
- 9 INVOLVING SEXUAL OR PHYSICAL ABUSE.
- 10 SEC. 5A. (1) A DRIVER TRAINING SCHOOL LICENSEE SHALL NOT
- 11 EMPLOY A PERSON AS AN INSTRUCTOR OR, AFTER THE EFFECTIVE DATE OF
- 12 THIS SECTION, CONTINUE TO EMPLOY A PERSON AS A DRIVING INSTRUCTOR
- 13 BEFORE REQUESTING AND RECEIVING FROM THE DEPARTMENT OF STATE
- 14 POLICE AND THE FEDERAL BUREAU OF INVESTIGATION A CRIMINAL HISTORY
- 15 CHECK ON THE PERSON.
- 16 (2) A DRIVER TRAINING SCHOOL LICENSEE SHALL MAKE A REQUEST
- 17 TO THE CRIMINAL RECORDS DIVISION OF THE DEPARTMENT OF STATE
- 18 POLICE FOR A CRIMINAL HISTORY CHECK REQUIRED UNDER THIS SECTION
- 19 ON A FORM AND IN A MANNER PRESCRIBED BY THE CRIMINAL RECORDS
- 20 DIVISION OF THE DEPARTMENT OF STATE POLICE.
- 21 (3) WITHIN 30 DAYS AFTER RECEIVING A PROPER REQUEST BY A
- 22 DRIVER TRAINING SCHOOL LICENSEE FOR A CRIMINAL HISTORY CHECK ON A
- 23 PERSON UNDER THIS SECTION, THE CRIMINAL RECORDS DIVISION OF THE
- 24 DEPARTMENT OF STATE POLICE SHALL CONDUCT THE CRIMINAL HISTORY
- 25 CHECK AND, AFTER CONDUCTING THE CRIMINAL HISTORY CHECK AND WITHIN
- 26 THAT TIME PERIOD, PROVIDE A REPORT OF THE RESULTS OF THE CRIMINAL
- 27 HISTORY CHECK TO THE DRIVER TRAINING SCHOOL LICENSEE AND THE

- 1 DEPARTMENT. THE REPORT SHALL CONTAIN ANY CRIMINAL HISTORY RECORD
- 2 INFORMATION ON THE PERSON MAINTAINED BY THE CRIMINAL RECORDS
- 3 DIVISION OF THE DEPARTMENT OF STATE POLICE.
- 4 (4) CRIMINAL HISTORY RECORD INFORMATION RECEIVED FROM THE
- 5 CRIMINAL RECORDS DIVISION OF THE DEPARTMENT OF STATE POLICE UNDER
- 6 SUBSECTION (3) SHALL BE USED BY A DRIVER TRAINING SCHOOL LICENSEE
- 7 ONLY FOR THE PURPOSE OF EVALUATING A PERSON'S QUALIFICATIONS FOR
- 8 EMPLOYMENT AS A DRIVER TRAINING INSTRUCTOR. A DRIVER TRAINING
- 9 SCHOOL LICENSEE OR THE DEPARTMENT SHALL NOT DISCLOSE THE REPORT
- 10 OR ITS CONTENTS EXCEPT ANY FELONY CONVICTION OR A MISDEMEANOR
- 11 CONVICTION INVOLVING SEXUAL OR PHYSICAL ABUSE TO ANY PERSON WHO
- 12 IS NOT DIRECTLY INVOLVED IN EVALUATING THE APPLICANT'S QUALIFICA-
- 13 TIONS FOR EMPLOYMENT. A PERSON WHO VIOLATES THIS SUBSECTION IS
- 14 GUILTY OF A MISDEMEANOR PUNISHABLE BY A FINE OF NOT MORE THAN
- **15** \$10,000.00.
- 16 (5) AS USED IN THIS SECTION, "CRIMINAL HISTORY RECORD
- 17 INFORMATION" MEANS THAT TERM AS DEFINED IN SECTION 1A OF 1925 PA
- 18 289, MCL 28.241A.
- 19 SEC. 5B. (1) THE DEPARTMENT SHALL NOT LICENSE A PERSON TO
- 20 OPERATE A DRIVER TRAINING SCHOOL OR, AFTER THE EFFECTIVE DATE OF
- 21 THIS SECTION, RENEW THE LICENSE OF A PERSON TO OPERATE A DRIVER
- 22 TRAINING SCHOOL BEFORE REQUESTING AND RECEIVING FROM THE DEPART-
- 23 MENT OF STATE POLICE AND THE FEDERAL BUREAU OF INVESTIGATION A
- 24 CRIMINAL HISTORY CHECK ON THE PERSON.
- 25 (2) WITHIN 30 DAYS AFTER RECEIVING A REQUEST FROM THE
- 26 DEPARTMENT FOR A CRIMINAL HISTORY CHECK ON A PERSON UNDER THIS
- 27 SECTION, THE CRIMINAL RECORDS DIVISION OF THE DEPARTMENT OF STATE

- 1 POLICE SHALL CONDUCT THE CRIMINAL HISTORY CHECK AND, AFTER
- 2 CONDUCTING THE CRIMINAL HISTORY CHECK AND WITHIN THAT TIME
- 3 PERIOD, PROVIDE A REPORT OF THE RESULTS OF THE CRIMINAL HISTORY
- 4 CHECK TO THE DEPARTMENT. THE REPORT SHALL CONTAIN ANY CRIMINAL
- 5 HISTORY RECORD INFORMATION ON THE PERSON MAINTAINED BY THE CRIMI-
- 6 NAL RECORDS DIVISION OF THE DEPARTMENT OF STATE POLICE.
- 7 (3) CRIMINAL HISTORY RECORD INFORMATION RECEIVED FROM THE
- 8 CRIMINAL RECORDS DIVISION OF THE DEPARTMENT OF STATE POLICE UNDER
- 9 SUBSECTION (2) SHALL BE USED BY THE DEPARTMENT ONLY FOR THE PUR-
- 10 POSE OF EVALUATING A PERSON'S QUALIFICATIONS FOR LICENSURE AS A
- 11 DRIVER TRAINING SCHOOL. THE DEPARTMENT SHALL NOT DISCLOSE THE
- 12 REPORT OR ITS CONTENTS EXCEPT ANY FELONY CONVICTION OR A MISDE-
- 13 MEANOR CONVICTION INVOLVING SEXUAL OR PHYSICAL ABUSE TO ANY
- 14 PERSON WHO IS NOT DIRECTLY INVOLVED IN EVALUATING THE APPLICANT'S
- 15 QUALIFICATIONS FOR LICENSURE. A PERSON WHO VIOLATES THIS SUBSEC-
- 16 TION IS GUILTY OF A MISDEMEANOR PUNISHABLE BY A FINE OF NOT MORE
- **17** THAN \$10,000.00.