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SENATE BILL No. 1399

September 5, 2006, Introduced by Senators JOHNSON, GILBERT, BARCIA, STAMAS, KUIPERS, GOSCHKA, LELAND and BASHAM and referred to the Committee on Transportation.

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

by amending section 226a (MCL 257.226a), as amended by 2002 PA 642.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 226a. (1) Temporary registration plates or markers may be

- issued to licensed dealers in vehicles and to persons engaged in the sale of vessels required to be numbered by part 801 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.80101 to 324.80199, upon application accompanied by the
- 6 proper fee, for use by purchasers or lessees of vehicles, for not
- 7 to exceed 15 days pending receipt of regular registration plates
- from the dealer or person. Only 1 temporary plate or marker may be
- issued to a purchaser or lessee of a vehicle. If a dealer or person

04660'05

- 1 requires a purchaser or lessee of a vehicle or purchaser or lessee
- 2 of a vessel to pay for a temporary plate or marker, the dealer or
- 3 person shall not charge the purchaser or lessee more than the
- 4 dealer or person was charged by the secretary of state for the
- 5 individual plate or marker. The secretary of state shall determine
- 6 the composition and design of the temporary registration plates or
- 7 markers.
- 8 (2) A temporary registration plate or marker shall show in ink
- 9 the date of issue, a description of the vehicle for which issued,
- 10 and any other information required by the secretary of state. A
- 11 dealer or person shall immediately notify the secretary of state of
- 12 each temporary registration plate or marker issued by the dealer or
- 13 person, on a form prescribed by the secretary of state. Upon the
- 14 attachment of the regular plate to a vehicle for which a temporary
- 15 registration plate or marker has been issued, the temporary plate
- 16 shall be destroyed.
- 17 (3) All temporary registration plates or markers shall be
- 18 serially numbered and upon issuance the number shall be noted on
- 19 the statement of vehicle sale form or in the case of a boat trailer
- 20 on a form prescribed by the secretary of state.
- 21 (4) A dealer or person, upon demand, shall immediately
- 22 surrender any temporary registration plates or markers in his or
- 23 her possession if the secretary of state finds, after
- 24 investigation, that the dealer or person has violated this section,
- 25 and the dealer or person shall immediately forfeit any right to the
- 26 temporary registration plates or markers.
- 27 (5) The secretary of state may issue a registration plate upon

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- 1 application and payment of the proper fee to an individual,
- 2 partnership, corporation, or association who in the ordinary course
- 3 of business has occasion to legally repossess a vehicle in which a
- 4 security interest is held. A registration plate issued pursuant to
- 5 this subsection shall be used to move and dispose of a vehicle.
- **6** (6) The secretary of state may issue a registration plate upon
- 7 application and payment of the proper fee to an individual,
- 8 partnership, corporation, or association who in the ordinary course
- 9 of business has occasion to legally pick up or deliver a vehicle
- 10 not required to be titled under this act, TO LEGALLY PICK UP OR
- 11 DELIVER A COMMERCIAL MOTOR VEHICLE BEING DRIVEN TO A FACILITY TO
- 12 UNDERGO AFTERMARKET MODIFICATION, or to repair or service a
- 13 vehicle, or to persons defined as dealers under part 801 of the
- 14 natural resources and environmental protection act, 1994 PA 451,
- 15 MCL 324.80101 to 324.80199, for the purpose of delivering a vessel
- 16 or trailer to a customer or to and from a boat show or exposition.
- 17 A registration plate issued under this subsection shall be used to
- 18 move the vehicle.
- 19 (7) The secretary of state may issue a registration plate upon
- 20 application and payment of the proper fee to an individual,
- 21 partnership, corporation, or association who in the ordinary course
- 22 of business operates an auto auction, and who in the ordinary
- 23 course of business has occasion to legally pick up a vehicle which
- 24 will be offered for sale at the auction, or deliver a vehicle which
- 25 has been offered for sale at the auction. The registration plate
- 26 shall be used only to move vehicles as provided in this subsection.
- 27 Auto auctions that make application for a registration plate under

04660'05 LTB

- 1 this subsection shall furnish a surety bond as required by the
- 2 secretary of state.