



ANALYSIS

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Senate Bill 236 (as reported without amendment)

Sponsor: Senator Tonya Schuitmaker

Committee: Judiciary

CONTENT

The bill would amend the Revised Judicature Act (RJA) to delete a sunset on the annual rate-of-inflation increase in fees for publishing a legal notice or an order, citation, summons, advertisement, or other matter arising out of judicial proceedings required by law to be published in a newspaper.

The fees currently set in statute were established by Public Act 506 of 2006, which took effect on March 1, 2007. Under that provision, each year for five years beginning March 1, 2008, those rates were required to be adjusted by the increase in the U.S. consumer price index for the preceding year, and rounded to the nearest multiple of five cents. Under the bill, the rates would have to be adjusted annually. The fees established in the RJA and the current fees as adjusted are shown in $\underline{\text{Table 1}}$.

Table 1

Notice	Statutory Fee	Current Adjusted Fee
Max. cost per folio for first insertion Max. cost per folio for each subsequent	\$20.50	\$21.75
insertion	\$8.45	\$8.95
Min. allowable cost for a notice that must appear at least twice	\$59.00	\$92.10
Min. allowable cost for a notice that must appear only once	\$44.00	\$65.25

MCL 600.2534 Legislative Analyst: Patrick Affholter

FISCAL IMPACT

To the extent that local units are parties to legal proceedings with legally required published notices, the bill could marginally increase costs by continuing to require adjustments in the rate parameters by the annual change in the consumer pricing index.

Date Completed: 3-13-13 Fiscal Analyst: Dan O'Connor