

**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 5313**

A bill to amend 1949 PA 300, entitled
"Michigan vehicle code,"
by amending section 801 (MCL 257.801), as amended by 2019 PA 88.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 801. (1) The secretary of state shall collect the
2 following taxes at the time of registering a vehicle, which exempts
3 the vehicle from all other state and local taxation, except the
4 fees and taxes provided by law to be paid by certain carriers
5 operating motor vehicles and trailers under the motor carrier act,
6 1933 PA 254, MCL 475.1 to 479.42; the taxes imposed by the motor
7 carrier fuel tax act, 1980 PA 119, MCL 207.211 to 207.234; and
8 except as otherwise provided by this act:

9 (a) For a motor vehicle, including a motor home, except as



otherwise provided, and a pickup truck or van that weighs not more than 8,000 pounds, except as otherwise provided, according to the following schedule of empty weights:

Empty weights	Tax
0 to 3,000 pounds.....	\$ 29.00
3,001 to 3,500 pounds.....	32.00
3,501 to 4,000 pounds.....	37.00
4,001 to 4,500 pounds.....	43.00
4,501 to 5,000 pounds.....	47.00
5,001 to 5,500 pounds.....	52.00
5,501 to 6,000 pounds.....	57.00
6,001 to 6,500 pounds.....	62.00
6,501 to 7,000 pounds.....	67.00
7,001 to 7,500 pounds.....	71.00
7,501 to 8,000 pounds.....	77.00
8,001 to 8,500 pounds.....	81.00
8,501 to 9,000 pounds.....	86.00
9,001 to 9,500 pounds.....	91.00
9,501 to 10,000 pounds.....	95.00
over 10,000 pounds.....	\$ 0.90 per 100 pounds of empty weight

On October 1, 1983 and October 1, 1984, the tax assessed under this subdivision must be annually revised for the registrations expiring on the appropriate October 1 or after that date by multiplying the tax assessed in the preceding fiscal year times the personal income of Michigan for the preceding calendar year divided by the personal income of Michigan for the calendar year that preceded that calendar year. In performing the calculations under this subdivision, the secretary of state shall use the spring



1 preliminary report of the United States Department of Commerce or
2 its successor agency. A passenger motor vehicle that has been
3 modified with a permanently installed wheelchair lift mechanism or
4 with permanently installed hand controls and that is owned by an
5 individual who uses a wheelchair or by an individual who transports
6 a member of his or her household who uses a wheelchair and for
7 which registration plates are issued under section 803d must be
8 assessed at the rate of 50% of the tax provided for in this
9 subdivision. As used in this subdivision, "permanently installed
10 hand controls" means a permanently installed device designed to
11 replace the brake and gas pedals of a motor vehicle with hand
12 controls.

13 (b) For a trailer coach attached to a motor vehicle, the tax
14 must be assessed as provided in subdivision (l). A trailer coach not
15 under 1959 PA 243, MCL 125.1035 to 125.1043, and while located on
16 land otherwise assessable as real property under the general
17 property tax act, 1893 PA 206, MCL 211.1 to 211.155, if the trailer
18 coach is used as a place of habitation, and whether or not
19 permanently affixed to the soil, is not exempt from real property
20 taxes.

21 (c) For a road tractor, modified agricultural vehicle, truck,
22 or truck tractor owned by a farmer and used exclusively in
23 connection with a farming operation, including a farmer hauling
24 livestock or farm equipment for other farmers for remuneration in
25 kind or in labor, but not for money, or used for the transportation
26 of the farmer and the farmer's family, and not used for hire, 74
27 cents per 100 pounds of empty weight of the road tractor, truck, or
28 truck tractor. If the road tractor, modified agricultural vehicle,
29 truck, or truck tractor owned by a farmer is also used for a



1 nonfarming operation, the farmer is subject to the highest
2 registration tax applicable to the nonfarm use of the vehicle but
3 is not subject to more than 1 tax rate under this act.

4 (d) For a road tractor, truck, or truck tractor owned by a
5 wood harvester and used exclusively in connection with the wood
6 harvesting operations or a truck used exclusively to haul milk from
7 the farm to the first point of delivery, 74 cents per 100 pounds of
8 empty weight of the road tractor, truck, or truck tractor. A
9 registration secured by payment of the tax prescribed in this
10 subdivision continues in full force and effect until the regular
11 expiration date of the registration. As used in this subdivision:

12 (i) "Wood harvester" includes the person or persons hauling and
13 transporting raw materials in the form produced at the harvest site
14 or hauling and transporting wood harvesting equipment. Wood
15 harvester does not include a person or persons whose primary
16 activity is tree-trimming or landscaping.

17 (ii) "Wood harvesting equipment" includes all of the following:

18 (A) A vehicle that directly harvests logs or timber,
19 including, but not limited to, a processor or a feller buncher.

20 (B) A vehicle that directly processes harvested logs or
21 timber, including, but not limited to, a slasher, delimber,
22 processor, chipper, or saw table.

23 (C) A vehicle that directly processes harvested logs or
24 timber, including, but not limited to, a forwarder, grapple
25 skidder, or cable skidder.

26 (D) A vehicle that directly loads harvested logs or timber,
27 including, but not limited to, a knuckle-boom loader, front-end
28 loader, or forklift.

29 (E) A bulldozer or road grader being transported to a wood



1 harvesting site specifically for the purpose of building or
2 maintaining harvest site roads.

3 (iii) "Wood harvesting operations" does not include the
4 transportation of processed lumber, Christmas trees, or processed
5 firewood for a ~~profit-making~~ **profit-making** venture.

6 (e) For a hearse or ambulance used exclusively by a licensed
7 funeral director in the general conduct of the licensee's funeral
8 business, including a hearse or ambulance whose owner is engaged in
9 the business of leasing or renting the hearse or ambulance to
10 others, \$1.17 per 100 pounds of the empty weight of the hearse or
11 ambulance.

12 (f) For a vehicle owned and operated by this state, a state
13 institution, a municipality, a privately incorporated, nonprofit
14 volunteer fire department, or a nonpublic, nonprofit college or
15 university, \$5.00 per plate. A registration plate issued under this
16 subdivision expires on June 30 of the year in which new
17 registration plates are reissued for all vehicles by the secretary
18 of state.

19 (g) For a bus including a station wagon, carryall, or
20 similarly constructed vehicle owned and operated by a nonprofit
21 parents' transportation corporation used for school purposes,
22 parochial school or society, church Sunday school, or any other
23 grammar school, or by a nonprofit youth organization or nonprofit
24 rehabilitation facility; or a motor vehicle owned and operated by a
25 senior citizen center, \$10.00, if the bus, station wagon, carryall,
26 or similarly constructed vehicle or motor vehicle is designated by
27 proper signs showing the organization operating the vehicle.

28 (h) For a vehicle owned by a nonprofit organization and used
29 to transport equipment for providing dialysis treatment to children



at camp; for a vehicle owned by the Civil Air Patrol, as organized under 36 USC 40301 to 40307, \$10.00 per plate, if the vehicle is designated by a proper sign showing the Civil Air Patrol's name; for a vehicle owned and operated by a nonprofit veterans center; for a vehicle owned and operated by a nonprofit recycling center or a federally recognized nonprofit conservation organization; for a motor vehicle having a truck chassis and a locomotive or ship's body that is owned by a nonprofit veterans organization and used exclusively in parades and civic events; or for an emergency support vehicle used exclusively for emergencies and owned and operated by a federally recognized nonprofit charitable organization; or for a vehicle owned and operated by a nonprofit food pantry or nonprofit food bank, \$10.00 per plate.

(i) For each truck owned and operated free of charge by a bona fide ecclesiastical or charitable corporation, or Red Cross, Girl Scout, or Boy Scout organization, 65 cents per 100 pounds of the empty weight of the truck.

(j) For each truck, weighing 8,000 pounds or less, and not used to tow a vehicle, for each privately owned truck used to tow a trailer for recreational purposes only and not involved in a profit-making venture, and for each vehicle designed and used to tow a mobile home or a trailer coach, except as provided in subdivision (b), \$38.00 or an amount computed according to the following schedule of empty weights, whichever is greater:

Empty weights	Per 100 pounds
0 to 2,500 pounds.....	\$ 1.40
2,501 to 4,000 pounds.....	1.76
4,001 to 6,000 pounds.....	2.20
6,001 to 8,000 pounds.....	2.72



1	8,001 to 10,000 pounds.....	3.25
2	10,001 to 15,000 pounds.....	3.77
3	15,001 pounds and over.....	4.39

4 If the tax required under subdivision (p) for a vehicle of the
5 same model year with the same list price as the vehicle for which
6 registration is sought under this subdivision is more than the tax
7 provided under the preceding provisions of this subdivision for an
8 identical vehicle, the tax required under this subdivision is not
9 less than the tax required under subdivision (p) for a vehicle of
10 the same model year with the same list price.

11 (k) For each truck weighing 8,000 pounds or less towing a
12 trailer or any other combination of vehicles and for each truck
13 weighing 8,001 pounds or more, road tractor or truck tractor,
14 except as provided in subdivision (j), as follows:

15 (i) Until December 31, 2016, according to the following
16 schedule of elected gross weights:

17	Elected gross weight	Tax
18	0 to 24,000 pounds.....	\$ 491.00
19	24,001 to 26,000 pounds.....	558.00
20	26,001 to 28,000 pounds.....	558.00
21	28,001 to 32,000 pounds.....	649.00
22	32,001 to 36,000 pounds.....	744.00
23	36,001 to 42,000 pounds.....	874.00
24	42,001 to 48,000 pounds.....	1,005.00
25	48,001 to 54,000 pounds.....	1,135.00
26	54,001 to 60,000 pounds.....	1,268.00
27	60,001 to 66,000 pounds.....	1,398.00
28	66,001 to 72,000 pounds.....	1,529.00
29	72,001 to 80,000 pounds.....	1,660.00



1	80,001 to 90,000 pounds.....	1,793.00
2	90,001 to 100,000 pounds.....	2,002.00
3	100,001 to 115,000 pounds.....	2,223.00
4	115,001 to 130,000 pounds.....	2,448.00
5	130,001 to 145,000 pounds.....	2,670.00
6	145,001 to 160,000 pounds.....	2,894.00
7	over 160,000 pounds.....	3,117.00

8 (ii) Beginning on January 1, 2017, according to the following
9 schedule of elected gross weights:

10	Elected gross weight	Tax
11	0 to 24,000 pounds.....	\$ 590.00
12	24,001 to 26,000 pounds.....	670.00
13	26,001 to 28,000 pounds.....	670.00
14	28,001 to 32,000 pounds.....	779.00
15	32,001 to 36,000 pounds.....	893.00
16	36,001 to 42,000 pounds.....	1,049.00
17	42,001 to 48,000 pounds.....	1,206.00
18	48,001 to 54,000 pounds.....	1,362.00
19	54,001 to 60,000 pounds.....	1,522.00
20	60,001 to 66,000 pounds.....	1,678.00
21	66,001 to 72,000 pounds.....	1,835.00
22	72,001 to 80,000 pounds.....	1,992.00
23	80,001 to 90,000 pounds.....	2,152.00
24	90,001 to 100,000 pounds.....	2,403.00
25	100,001 to 115,000 pounds.....	2,668.00
26	115,001 to 130,000 pounds.....	2,938.00
27	130,001 to 145,000 pounds.....	3,204.00
28	145,001 to 160,000 pounds.....	3,473.00
29	over 160,000 pounds.....	3,741.00



For each commercial vehicle registered under this subdivision or section 801g, \$15.00 must be deposited in a truck safety fund to be expended as provided in section 25 of 1951 PA 51, MCL 247.675.

If a truck tractor or road tractor without trailer is leased from an individual owner-operator, the lessee, whether an individual, firm, or corporation, shall pay to the owner-operator 60% of the tax prescribed in this subdivision for the truck tractor or road tractor at the rate of 1/12 for each month of the lease or arrangement in addition to the compensation the owner-operator is entitled to for the rental of his or her equipment.

(l) For each pole trailer, semitrailer, trailer coach, or trailer, the tax must be assessed according to the following schedule of empty weights:

Empty weights	Tax
0 to 2,499 pounds.....	\$ 75.00
2,500 to 9,999 pounds.....	200.00
10,000 pounds and over.....	300.00

The registration plate issued under this subdivision expires only when the secretary of state reissues a new registration plate for all trailers. Beginning October 1, 2005, if the secretary of state reissues a new registration plate for all trailers, a person who has once paid the tax as increased by 2003 PA 152 for a vehicle under this subdivision is not required to pay the tax for that vehicle a second time, but is required to pay only the cost of the reissued plate at the rate provided in section 804(2) for a standard plate. A registration plate issued under this subdivision is nontransferable.

(m) For each commercial vehicle used for the transportation of passengers for hire except for a vehicle for which a payment is



made under 1960 PA 2, MCL 257.971 to 257.972, according to the following schedule of empty weights:

Empty weights	Per 100 pounds
0 to 4,000 pounds.....	\$ 1.76
4,001 to 6,000 pounds.....	2.20
6,001 to 10,000 pounds.....	2.72
10,001 pounds and over.....	3.25

(n) For each motorcycle, as follows:

(i) Until February 18, 2019.....	\$ 23.00
(ii) Beginning February 19, 2019.....	\$ 25.00

On October 1, 1983, and October 1, 1984, the tax assessed under this subdivision must be annually revised for the registrations expiring on the appropriate October 1 or after that date by multiplying the tax assessed in the preceding fiscal year times the personal income of Michigan for the preceding calendar year divided by the personal income of Michigan for the calendar year that preceded that calendar year. In performing the calculations under this subdivision, the secretary of state shall use the spring preliminary report of the United States Department of Commerce or its successor agency.

Beginning January 1, 1984, the registration tax for each motorcycle is increased by \$3.00. The \$3.00 increase is not part of the tax assessed under this subdivision for the purpose of the annual October 1 revisions but is in addition to the tax assessed as a result of the annual October 1 revisions. Beginning January 1, 1984 and ending February 18, 2019, \$3.00 of each motorcycle fee must be placed in a motorcycle safety fund in the state treasury and must be used only for funding the motorcycle safety education program as provided for under sections 312b and 811a. Beginning



February 19, 2019, \$5.00 of each motorcycle fee must be placed in the motorcycle safety fund and must be used only for funding the motorcycle safety education program as provided for under sections 312b and 811a.

(o) For each truck weighing 8,001 pounds or more, road tractor, or truck tractor used exclusively as a moving van or part of a moving van in transporting household furniture and household effects or the equipment or those engaged in conducting carnivals, at the rate of 80% of the schedule of elected gross weights in subdivision (k) as modified by the operation of that subdivision.

(p) After September 30, 1983, each motor vehicle of the 1984 or a subsequent model year as shown on the application required under section 217 that has not been previously subject to the tax rates of this section and that is of the motor vehicle category otherwise subject to the tax schedule described in subdivision (a), and each low-speed vehicle according to the following schedule based upon registration periods of 12 months:

(i) Except as otherwise provided in this subdivision, ~~for the first registration that is not a transfer registration under section 809 and for the first registration after a transfer registration under section 809,~~ according to the following schedule based on the vehicle's list price:

(A) Until December 31, 2016, as follows:

List Price		Tax
\$ 0 - \$ 6,000.00.....	\$	30.00
More than \$ 6,000.00 - \$ 7,000.00.....	\$	33.00
More than \$ 7,000.00 - \$ 8,000.00.....	\$	38.00
More than \$ 8,000.00 - \$ 9,000.00.....	\$	43.00
More than \$ 9,000.00 - \$ 10,000.00.....	\$	48.00



1	More than \$ 10,000.00 - \$ 11,000.00.....	\$	53.00
2	More than \$ 11,000.00 - \$ 12,000.00.....	\$	58.00
3	More than \$ 12,000.00 - \$ 13,000.00.....	\$	63.00
4	More than \$ 13,000.00 - \$ 14,000.00.....	\$	68.00
5	More than \$ 14,000.00 - \$ 15,000.00.....	\$	73.00
6	More than \$ 15,000.00 - \$ 16,000.00.....	\$	78.00
7	More than \$ 16,000.00 - \$ 17,000.00.....	\$	83.00
8	More than \$ 17,000.00 - \$ 18,000.00.....	\$	88.00
9	More than \$ 18,000.00 - \$ 19,000.00.....	\$	93.00
10	More than \$ 19,000.00 - \$ 20,000.00.....	\$	98.00
11	More than \$ 20,000.00 - \$ 21,000.00.....	\$	103.00
12	More than \$ 21,000.00 - \$ 22,000.00.....	\$	108.00
13	More than \$ 22,000.00 - \$ 23,000.00.....	\$	113.00
14	More than \$ 23,000.00 - \$ 24,000.00.....	\$	118.00
15	More than \$ 24,000.00 - \$ 25,000.00.....	\$	123.00
16	More than \$ 25,000.00 - \$ 26,000.00.....	\$	128.00
17	More than \$ 26,000.00 - \$ 27,000.00.....	\$	133.00
18	More than \$ 27,000.00 - \$ 28,000.00.....	\$	138.00
19	More than \$ 28,000.00 - \$ 29,000.00.....	\$	143.00
20	More than \$ 29,000.00 - \$ 30,000.00.....	\$	148.00

21 More than \$30,000.00, the tax of \$148.00 is increased by \$5.00
 22 for each \$1,000.00 increment or fraction of a \$1,000.00 increment
 23 over \$30,000.00. If a current tax increases or decreases as a
 24 result of 1998 PA 384, only a vehicle purchased or transferred
 25 after January 1, 1999 must be assessed the increased or decreased
 26 tax.

27 (B) Beginning on January 1, 2017, as follows:

28	List Price		Tax
29	\$ 0 - \$ 6,000.00.....	\$	36.00



1	More than \$ 6,000.00 - \$ 7,000.00.....	\$ 40.00
2	More than \$ 7,000.00 - \$ 8,000.00.....	\$ 46.00
3	More than \$ 8,000.00 - \$ 9,000.00.....	\$ 52.00
4	More than \$ 9,000.00 - \$ 10,000.00.....	\$ 58.00
5	More than \$ 10,000.00 - \$ 11,000.00.....	\$ 64.00
6	More than \$ 11,000.00 - \$ 12,000.00.....	\$ 70.00
7	More than \$ 12,000.00 - \$ 13,000.00.....	\$ 76.00
8	More than \$ 13,000.00 - \$ 14,000.00.....	\$ 82.00
9	More than \$ 14,000.00 - \$ 15,000.00.....	\$ 88.00
10	More than \$ 15,000.00 - \$ 16,000.00.....	\$ 94.00
11	More than \$ 16,000.00 - \$ 17,000.00.....	\$ 100.00
12	More than \$ 17,000.00 - \$ 18,000.00.....	\$ 106.00
13	More than \$ 18,000.00 - \$ 19,000.00.....	\$ 112.00
14	More than \$ 19,000.00 - \$ 20,000.00.....	\$ 118.00
15	More than \$ 20,000.00 - \$ 21,000.00.....	\$ 124.00
16	More than \$ 21,000.00 - \$ 22,000.00.....	\$ 130.00
17	More than \$ 22,000.00 - \$ 23,000.00.....	\$ 136.00
18	More than \$ 23,000.00 - \$ 24,000.00.....	\$ 142.00
19	More than \$ 24,000.00 - \$ 25,000.00.....	\$ 148.00
20	More than \$ 25,000.00 - \$ 26,000.00.....	\$ 154.00
21	More than \$ 26,000.00 - \$ 27,000.00.....	\$ 160.00
22	More than \$ 27,000.00 - \$ 28,000.00.....	\$ 166.00
23	More than \$ 28,000.00 - \$ 29,000.00.....	\$ 172.00
24	More than \$ 29,000.00 - \$ 30,000.00.....	\$ 178.00

25 More than \$30,000.00, the tax of \$178.00 is increased by \$6.00
 26 for each \$1,000.00 increment or fraction of a \$1,000.00 increment
 27 over \$30,000.00. If a current tax increases or decreases as a
 28 result of 1998 PA 384, only a vehicle purchased or transferred
 29 after January 1, 1999 must be assessed the increased or decreased



1 tax.

2 (ii) For the second registration, 90% of the tax assessed under
3 subparagraph (i) .

4 (iii) For the third registration, 90% of the tax assessed under
5 subparagraph (ii) .

6 (iv) For the fourth and subsequent registrations, 90% of the
7 tax assessed under subparagraph (iii) .

8 For a vehicle of the 1984 or a subsequent model year that has
9 been previously registered by a person other than the person
10 applying for registration or for a vehicle of the 1984 or a
11 subsequent model year that has been previously registered in
12 another state or country and is registered for the first time in
13 this state, the tax under this subdivision is determined by
14 subtracting the model year of the vehicle from the calendar year
15 for which the registration is sought. If the result is zero or a
16 negative figure, the first registration tax must be paid. If the
17 result is 1, 2, or 3 or more, then, respectively, the second,
18 third, or subsequent registration tax must be paid. A passenger
19 motor vehicle that has been modified with a permanently installed
20 wheelchair lift mechanism or with permanently installed hand
21 controls and that is owned by an individual who uses a wheelchair
22 or by an individual who transports a member of his or her household
23 who uses a wheelchair and for which registration plates are issued
24 under section 803d must be assessed at the rate of 50% of the tax
25 provided for in this subdivision. As used in this subdivision,
26 "permanently installed hand controls" means a permanently installed
27 device designed to replace the brake and gas pedals of a motor
28 vehicle with hand controls.

29 (q) For a wrecker, \$200.00.



1 (r) When the secretary of state computes a tax under this act,
2 a computation that does not result in a whole dollar figure must be
3 rounded to the next lower whole dollar when the computation results
4 in a figure ending in 50 cents or less and must be rounded to the
5 next higher whole dollar if the computation results in a figure
6 ending in 51 cents or more, unless specific taxes are specified,
7 and the secretary of state may accept the manufacturer's shipping
8 weight of the vehicle fully equipped for the use for which the
9 registration application is made. If the weight is not correctly
10 stated or is not satisfactory, the secretary of state shall
11 determine the actual weight. Each application for registration of a
12 vehicle under subdivisions (j) and (m) must have attached to the
13 application a scale weight receipt of the vehicle fully equipped as
14 of the time the application is made. The scale weight receipt is
15 not necessary if there is presented with the application a
16 registration receipt of the previous year that shows on its face
17 the weight of the motor vehicle as registered with the secretary of
18 state and that is accompanied by a statement of the applicant that
19 there has not been a structural change in the motor vehicle that
20 has increased the weight and that the previous registered weight is
21 the true weight.

22 (2) A manufacturer is not exempted under this act from paying
23 ad valorem taxes on vehicles in stock or bond, except on the
24 specified number of motor vehicles registered. A dealer is exempt
25 from paying ad valorem taxes on vehicles in stock or bond.

26 (3) Until October 1, 2023, the tax for a vehicle with an empty
27 weight over 10,000 pounds imposed under subsection (1)(a) and the
28 taxes imposed under subsection (1)(c), (d), (e), (f), (i), (j),
29 (m), (o), and (p) are each increased as follows:



1 (a) A regulatory fee of \$2.25 that must be credited to the
2 traffic law enforcement and safety fund created in section 819a and
3 used to regulate highway safety.

4 (b) A fee of \$5.75 that must be credited to the transportation
5 administration collection fund created in section 810b.

6 (4) Except as otherwise provided in this subsection, if a tax
7 required to be paid under this section is not received by the
8 secretary of state on or before the expiration date of the
9 registration plate, the secretary of state shall collect a late fee
10 of \$10.00 for each registration renewed after the expiration date.
11 An application for a renewal of a registration using the regular
12 mail and postmarked before the expiration date of that registration
13 must not be assessed a late fee. The late fee collected under this
14 subsection must be deposited into the general fund. The secretary
15 of state shall waive the late fee collected under this subsection
16 if all of the following are satisfied:

17 (a) The registrant presents proof of storage insurance for the
18 vehicle for which the late fee is assessed that is valid for the
19 period of time between the expiration date of the most recent
20 registration and the date of application for the renewal.

21 (b) The registrant requests in person at a department of state
22 branch office that the late fee be waived at the time of
23 application for the renewal.

24 (5) In addition to the registration taxes under this section,
25 the secretary of state shall collect taxes charged under section
26 801j and credit revenues to a regional transit authority created
27 under the regional transit authority act, 2012 PA 387, MCL 124.541
28 to 124.558, minus necessary collection expenses as provided in
29 section 9 of article IX of the state constitution of 1963.



1 Necessary collection expenses incurred by the secretary of state
2 under this subsection must be based upon an established cost
3 allocation methodology.

4 (6) This section does not apply to a historic vehicle.

5 (7) Beginning January 1, 2017, the registration fee imposed
6 under this section for a vehicle using 4 or more tires is increased
7 as follows:

8 (a) If the vehicle is a **plug-in** hybrid electric vehicle, the
9 registration fee for that vehicle is increased by \$30.00 for a
10 vehicle with an empty weight of 8,000 pounds or less, and \$100.00
11 for a vehicle with an empty weight of more than 8,000 pounds. As
12 used in this subdivision and subsection (8)(a), "**plug-in** hybrid
13 electric vehicle" means a vehicle that can ~~be propelled at least in~~
14 ~~part by electrical energy and uses a battery storage system of at~~
15 ~~least 4 kilowatt hours, but is also capable of using gasoline,~~
16 ~~diesel fuel, or alternative fuel to propel the vehicle.~~**use**
17 **batteries to power an electric motor and use another fuel, such as**
18 **gasoline or diesel, to power an internal combustion engine or other**
19 **propulsion source, and that may use electricity from the grid to**
20 **run the vehicle some or all of the time.**

21 (b) If the vehicle is ~~a nonhybrid~~**an** electric vehicle, the
22 registration fee for that vehicle is increased by \$100.00 for a
23 vehicle with an empty weight of 8,000 pounds or less, and \$200.00
24 for a vehicle with an empty weight of more than 8,000 pounds. As
25 used in this subdivision and subsection (8)(b), "~~nonhybrid~~**electric**
26 **vehicle**" means a vehicle that is propelled solely by electrical
27 energy and that is not capable of using gasoline, diesel fuel, or
28 alternative fuel to propel the vehicle.

29 (8) Beginning January 1, 2017, if the tax on gasoline imposed



1 under section 8 of the motor fuel tax act, 2000 PA 403, MCL
2 207.1008, is increased above 19 cents per gallon, the secretary of
3 state shall increase the fees collected under subsection (7) as
4 follows:

5 (a) For a **plug-in** hybrid electric vehicle, \$2.50 per each 1
6 cent above 19 cents per gallon.

7 (b) For a ~~nonhybrid~~ **an** electric vehicle, \$5.00 per each 1 cent
8 above 19 cents per gallon.

9 (9) As used in this section:

10 (a) "Alternative fuel" means that term as defined in section
11 151 of the motor fuel tax act, 2000 PA 403, MCL 207.1151.

12 (b) "Diesel fuel" means that term as defined in section 2 of
13 the motor fuel tax act, 2000 PA 403, MCL 207.1002.

14 (c) "Gasoline" means that term as defined in section 3 of the
15 motor fuel tax act, 2000 PA 403, MCL 207.1003.

16 (d) "Gross proceeds" means that term as defined in section 1
17 of the general sales tax act, 1933 PA 167, MCL 205.51, and includes
18 the value of the motor vehicle used as part payment of the purchase
19 price as that value is agreed to by the parties to the sale, as
20 evidenced by the signed agreement executed under section 251.

21 (e) "List price" means the manufacturer's suggested base list
22 price as published by the secretary of state, or the manufacturer's
23 suggested retail price as shown on the label required to be affixed
24 to the vehicle under 15 USC 1232, if the secretary of state has not
25 at the time of the sale of the vehicle published a manufacturer's
26 suggested retail price for that vehicle, or the purchase price of
27 the vehicle if the manufacturer's suggested base list price is
28 unavailable from the sources described in this subdivision.

29 (f) "Purchase price" means the gross proceeds received by the



1 seller in consideration of the sale of the motor vehicle being
2 registered.

3 Enacting section 1. This amendatory act takes effect 90 days
4 after the date it is enacted into law.

5 Enacting section 2. This amendatory act does not take effect
6 unless House Bill No. 5195 of the 100th Legislature is enacted into
7 law.

