

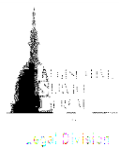
HOUSE BILL NO. 5313

January 09, 2020, Introduced by Rep. Sheppard and referred to the Committee on Government Operations.

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



carrier fuel tax act, 1980 PA 119, MCL 207.211 to 207.234; and
except as otherwise provided by this act:

(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



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

16 (b) For a trailer coach attached to a motor vehicle, the tax
17 must be assessed as provided in subdivision (1). A trailer coach not
18 under 1959 PA 243, MCL 125.1035 to 125.1043, and while located on
19 land otherwise assessable as real property under the general
20 property tax act, 1893 PA 206, MCL 211.1 to 211.155, if the trailer
21 coach is used as a place of habitation, and whether or not
22 permanently affixed to the soil, is not exempt from real property
23 taxes.

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

1 cents per 100 pounds of empty weight of the road tractor, truck, or
2 truck tractor. If the road tractor, modified agricultural vehicle,
3 truck, or truck tractor owned by a farmer is also used for a
4 nonfarming operation, the farmer is subject to the highest
5 registration tax applicable to the nonfarm use of the vehicle but
6 is not subject to more than 1 tax rate under this act.

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

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

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

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

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

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

29 (D) A vehicle that directly loads harvested logs or timber,



1 including, but not limited to, a knuckle-boom loader, front-end
2 loader, or forklift.

3 (E) A bulldozer or road grader being transported to a wood
4 harvesting site specifically for the purpose of building or
5 maintaining harvest site roads.

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

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

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

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



proper signs showing the organization operating the vehicle.

(h) For a vehicle owned by a nonprofit organization and used 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



1	2,501 to 4,000 pounds.....	1.76
2	4,001 to 6,000 pounds.....	2.20
3	6,001 to 8,000 pounds.....	2.72
4	8,001 to 10,000 pounds.....	3.25
5	10,001 to 15,000 pounds.....	3.77
6	15,001 pounds and over.....	4.39

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

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

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

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



1	60,001 to 66,000 pounds.....	1,398.00
2	66,001 to 72,000 pounds.....	1,529.00
3	72,001 to 80,000 pounds.....	1,660.00
4	80,001 to 90,000 pounds.....	1,793.00
5	90,001 to 100,000 pounds.....	2,002.00
6	100,001 to 115,000 pounds.....	2,223.00
7	115,001 to 130,000 pounds.....	2,448.00
8	130,001 to 145,000 pounds.....	2,670.00
9	145,001 to 160,000 pounds.....	2,894.00
10	over 160,000 pounds.....	3,117.00

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

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



1	130,001 to 145,000 pounds.....	3,204.00
2	145,001 to 160,000 pounds.....	3,473.00
3	over 160,000 pounds.....	3,741.00

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

7 If a truck tractor or road tractor without trailer is leased
8 from an individual owner-operator, the lessee, whether an
9 individual, firm, or corporation, shall pay to the owner-operator
10 60% of the tax prescribed in this subdivision for the truck tractor
11 or road tractor at the rate of 1/12 for each month of the lease or
12 arrangement in addition to the compensation the owner-operator is
13 entitled to for the rental of his or her equipment.

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

17	Empty weights		Tax
18	0 to 2,499 pounds.....	\$	75.00
19	2,500 to 9,999 pounds.....		200.00
20	10,000 pounds and over.....		300.00

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

1 is nontransferable.

2 (m) For each commercial vehicle used for the transportation of
3 passengers for hire except for a vehicle for which a payment is
4 made under 1960 PA 2, MCL 257.971 to 257.972, according to the
5 following schedule of empty weights:

6 Empty weights	Per 100 pounds
7 0 to 4,000 pounds.....	\$ 1.76
8 4,001 to 6,000 pounds.....	2.20
9 6,001 to 10,000 pounds.....	2.72
10 10,001 pounds and over.....	3.25

11 (n) For each motorcycle, as follows:

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

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

24 Beginning January 1, 1984, the registration tax for each
25 motorcycle is increased by \$3.00. The \$3.00 increase is not part of
26 the tax assessed under this subdivision for the purpose of the
27 annual October 1 revisions but is in addition to the tax assessed
28 as a result of the annual October 1 revisions. Beginning January 1,
29 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

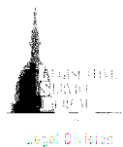
1	More than \$ 7,000.00 - \$ 8,000.00.....	\$	38.00
2	More than \$ 8,000.00 - \$ 9,000.00.....	\$	43.00
3	More than \$ 9,000.00 - \$ 10,000.00.....	\$	48.00
4	More than \$ 10,000.00 - \$ 11,000.00.....	\$	53.00
5	More than \$ 11,000.00 - \$ 12,000.00.....	\$	58.00
6	More than \$ 12,000.00 - \$ 13,000.00.....	\$	63.00
7	More than \$ 13,000.00 - \$ 14,000.00.....	\$	68.00
8	More than \$ 14,000.00 - \$ 15,000.00.....	\$	73.00
9	More than \$ 15,000.00 - \$ 16,000.00.....	\$	78.00
10	More than \$ 16,000.00 - \$ 17,000.00.....	\$	83.00
11	More than \$ 17,000.00 - \$ 18,000.00.....	\$	88.00
12	More than \$ 18,000.00 - \$ 19,000.00.....	\$	93.00
13	More than \$ 19,000.00 - \$ 20,000.00.....	\$	98.00
14	More than \$ 20,000.00 - \$ 21,000.00.....	\$	103.00
15	More than \$ 21,000.00 - \$ 22,000.00.....	\$	108.00
16	More than \$ 22,000.00 - \$ 23,000.00.....	\$	113.00
17	More than \$ 23,000.00 - \$ 24,000.00.....	\$	118.00
18	More than \$ 24,000.00 - \$ 25,000.00.....	\$	123.00
19	More than \$ 25,000.00 - \$ 26,000.00.....	\$	128.00
20	More than \$ 26,000.00 - \$ 27,000.00.....	\$	133.00
21	More than \$ 27,000.00 - \$ 28,000.00.....	\$	138.00
22	More than \$ 28,000.00 - \$ 29,000.00.....	\$	143.00
23	More than \$ 29,000.00 - \$ 30,000.00.....	\$	148.00

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



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

2	List Price		Tax
3	\$ 0 - \$ 6,000.00.....	\$	36.00
4	More than \$ 6,000.00 - \$ 7,000.00.....	\$	40.00
5	More than \$ 7,000.00 - \$ 8,000.00.....	\$	46.00
6	More than \$ 8,000.00 - \$ 9,000.00.....	\$	52.00
7	More than \$ 9,000.00 - \$ 10,000.00.....	\$	58.00
8	More than \$ 10,000.00 - \$ 11,000.00.....	\$	64.00
9	More than \$ 11,000.00 - \$ 12,000.00.....	\$	70.00
10	More than \$ 12,000.00 - \$ 13,000.00.....	\$	76.00
11	More than \$ 13,000.00 - \$ 14,000.00.....	\$	82.00
12	More than \$ 14,000.00 - \$ 15,000.00.....	\$	88.00
13	More than \$ 15,000.00 - \$ 16,000.00.....	\$	94.00
14	More than \$ 16,000.00 - \$ 17,000.00.....	\$	100.00
15	More than \$ 17,000.00 - \$ 18,000.00.....	\$	106.00
16	More than \$ 18,000.00 - \$ 19,000.00.....	\$	112.00
17	More than \$ 19,000.00 - \$ 20,000.00.....	\$	118.00
18	More than \$ 20,000.00 - \$ 21,000.00.....	\$	124.00
19	More than \$ 21,000.00 - \$ 22,000.00.....	\$	130.00
20	More than \$ 22,000.00 - \$ 23,000.00.....	\$	136.00
21	More than \$ 23,000.00 - \$ 24,000.00.....	\$	142.00
22	More than \$ 24,000.00 - \$ 25,000.00.....	\$	148.00
23	More than \$ 25,000.00 - \$ 26,000.00.....	\$	154.00
24	More than \$ 26,000.00 - \$ 27,000.00.....	\$	160.00
25	More than \$ 27,000.00 - \$ 28,000.00.....	\$	166.00
26	More than \$ 28,000.00 - \$ 29,000.00.....	\$	172.00
27	More than \$ 29,000.00 - \$ 30,000.00.....	\$	178.00
28	More than \$30,000.00, the tax of \$178.00 is increased by \$6.00		
29	for each \$1,000.00 increment or fraction of a \$1,000.00 increment		



1 over \$30,000.00. If a current tax increases or decreases as a
2 result of 1998 PA 384, only a vehicle purchased or transferred
3 after January 1, 1999 must be assessed the increased or decreased
4 tax.

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

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

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

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



1 device designed to replace the brake and gas pedals of a motor
2 vehicle with hand controls.

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

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

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

29 (3) Until October 1, 2023, the tax for a vehicle with an empty



1 weight over 10,000 pounds imposed under subsection (1)(a) and the
2 taxes imposed under subsection (1)(c), (d), (e), (f), (i), (j),
3 (m), (o), and (p) are each increased as follows:

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

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

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

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

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

27 (5) In addition to the registration taxes under this section,
28 the secretary of state shall collect taxes charged under section
29 801j and credit revenues to a regional transit authority created



1 under the regional transit authority act, 2012 PA 387, MCL 124.541
2 to 124.558, minus necessary collection expenses as provided in
3 section 9 of article IX of the state constitution of 1963.

4 Necessary collection expenses incurred by the secretary of state
5 under this subsection must be based upon an established cost
6 allocation methodology.

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

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

11 (a) If the vehicle is a hybrid electric vehicle, the
12 registration fee for that vehicle is increased by \$30.00 for a
13 vehicle with an empty weight of 8,000 pounds or less, and \$100.00
14 for a vehicle with an empty weight of more than 8,000 pounds. As
15 used in this subdivision and subsection (8)(a), "hybrid electric
16 vehicle" means a vehicle that can be propelled at least in part by
17 electrical energy ~~and uses a battery storage system of at least 4~~
18 ~~kilowatt-hours,~~ but is also capable of using gasoline, diesel fuel,
19 or alternative fuel to propel the vehicle.

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

28 (8) Beginning January 1, 2017, if the tax on gasoline imposed
29 under section 8 of the motor fuel tax act, 2000 PA 403, MCL



1 207.1008, is increased above 19 cents per gallon, the secretary of
2 state shall increase the fees collected under subsection (7) as
3 follows:

4 (a) For a hybrid electric vehicle, \$2.50 per each 1 cent above
5 19 cents per gallon.

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

8 (9) As used in this section:

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

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

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

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

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

28 (f) "Purchase price" means the gross proceeds received by the
29 seller in consideration of the sale of the motor vehicle being



1 registered.

2 Enacting section 1. This amendatory act does not take effect
3 unless House Bill No. 5195 of the 100th Legislature is enacted into
4 law.

