

SENATE BILL NO. 8

January 15, 2019, Introduced by Senator LUCIDO and referred to the Committee on Insurance and Banking.

A bill to amend 1949 PA 300, entitled
"Michigan vehicle code,"
by amending section 227a (MCL 257.227a), as added by 1995 PA 287.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 227a. (1) If a court has notified the secretary of state
2 of a vehicle registration number as provided in section ~~328(4)~~
3 **328(5)** and **if** the owner has not secured proof that the vehicle
4 ~~involved in the violation is~~ currently insured under chapter 31 of
5 the insurance code of 1956, ~~Act No. 218 of the Public Acts of 1956,~~
6 ~~being sections~~ **1956 PA 218, MCL** 500.3101 to 500.3179, ~~of the~~

1 ~~Michigan Compiled Laws,~~ the secretary of state shall not renew,
 2 replace, or transfer the registration plate of the vehicle ~~involved~~
 3 ~~in the violation~~ or allow the purchase of a new registration plate
 4 for the vehicle involved in the violation, until the owner or the
 5 owner's representative appears at a branch office and does both of
 6 the following:

7 (a) Shows a certified statement from an automobile insurer on
 8 a standard form prescribed by the ~~commissioner~~ **director** of **the**
 9 **department of insurance and financial services under section 3102**
 10 **of the insurance code of 1956, 1956 PA 218, MCL 500.3102,** that the
 11 vehicle involved in the violation is currently insured under a
 12 prepaid noncancelable policy for a period of not less than 6
 13 months. ~~under chapter 31 of Act No. 218 of the Public Acts of 1956.~~

14 (b) Pays a fee of \$50.00 in addition to any other fee required
 15 by law, of which \$25.00 shall be allocated to the secretary of
 16 state to defray the costs of administering this section.

17 (2) The secretary of state may cancel the registration of a
 18 motor vehicle under ~~either~~ **any** of the following circumstances:

19 (a) The secretary of state receives notice that a court has
 20 determined that a vehicle involved in the violation was not insured
 21 **at the time of the violation** as required by chapter 31 of ~~Act No.~~
 22 ~~218 of the Public Acts of 1956, at the time of registration.~~ **the**
 23 **insurance code of 1956, 1956 PA 218, MCL 500.3101 to 500.3179.**

24 (b) The secretary of state receives notice that a court has
 25 determined that the owner or the owner's representative presented a
 26 certificate of insurance that was forged, altered, fraudulent, or
 27 counterfeit when insurance was required by this act.

28 (c) **The department of insurance and financial services has**
 29 **notified the secretary of state to cancel a vehicle registration**

1 **under section 5 of the vehicle insurance verification act.**

2 (3) Before a cancellation occurs under subsection ~~(2)~~, **(2) (a)**
3 **or (b)**, the person who will be affected by the cancellation ~~shall~~
4 **must** be given notice and an opportunity to be heard.

5 Enacting section 1. This amendatory act takes effect 1 year
6 after the date it is enacted into law.

7 Enacting section 2. This amendatory act does not take effect
8 unless Senate Bill No. 7

9 of the 100th Legislature is enacted into law.