



Senate Fiscal Agency
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BILL ANALYSIS



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House Bill 5678 (Substitute H-1 as reported without amendment)
Sponsor: Representative Bradley Slagh
House Committee: Military, Veterans and Homeland Security
Senate Committee: Transportation and Infrastructure

CONTENT

The bill would amend the Michigan Vehicle Code to delete various provisions requiring service members and veterans to pay a \$5 service fee when applying for or renewing a veterans special registration plate, and to prohibit an application or renewal of a veterans special registration plate from requiring a service fee.

MCL 257.217d et al.

Legislative Analyst: Tyler P. VanHuyse

FISCAL IMPACT

The bill would decrease restricted revenue for the Department of State by an estimated \$75,000 annually. The elimination of the \$5 service fee currently paid for the specialty license plates would decrease revenue to the Transportation Administration Collection Fund (TACF) by an estimated \$75,000 for the Department based on fiscal year (FY) 2020-21 revenue collections. The TACF is a primary funding source for the Department's operational costs. Based on the FY 2020-21 data, just under 15,000 veterans specialty plates were issued in FY 2020-21. The three most-issued plates that provide a majority of the revenue from these specialty plates were Vietnam Veteran (640 plates), Disabled Veteran (2,859 plates), and Foreign Wars Service (10,578 plates).

Date Completed: 5-17-22

Fiscal Analyst: Joe Carrasco, Jr.