



JENNIFER M. GRANHOLM
GOVERNOR

STATE OF MICHIGAN
OFFICE OF FINANCIAL AND INSURANCE REGULATION
DEPARTMENT OF ENERGY, LABOR & ECONOMIC GROWTH
ANDREW S. LEVIN, ACTING DIRECTOR

KEN ROSS
COMMISSIONER

Date: July 30, 2010

IMPORTANT – New Deferred Presentment Transaction Fee Collection Practice for Licensing Year 2011

TO: All Deferred Presentment Service Transaction Licensees

Section 14(2) of the Deferred Presentment Service Transactions Act, 2005 PA 244, MCL 487.2121 *et seq.*, requires the commissioner to annually establish a schedule of license fees based upon each licensee's business volume, number of locations, and any other business factors considered reasonable by the commissioner in order to generate funds sufficient to pay, but not to exceed, the office's reasonably anticipated costs of administering this act.

In 2006 and 2007, the Commissioner collected a transaction fee from all licensees. This fee was collected on a monthly basis by the Commissioner's approved database provider - Veritec Solutions LLC. In 2008, the Commissioner amended this practice, and collected the transaction fee annually at renewal in August of each year. This practice continued in 2009 and 2010.

Beginning with the October 1, 2010 licensing year, which will end September 30, 2011, the Commissioner will again collect the transaction fee for each licensee's deferred presentment transaction on a monthly basis. The transaction fee amount will be \$.40 per transaction for licensing year 2010/2011. This fee will be invoiced and collected by Veritec Solutions LLC. In August 2011, licensees will be charged a uniform base fee to renew, but will not be charged another separate transaction fee. Please be advised that the Commissioner will re-evaluate the fees in 2011 for the next licensing year.

Licensees are required to pay all invoices in an appropriate manner. Failure to do so is a violation of the Deferred Presentment Service Transactions Act.

Finally, please be advised that licensees may not separately charge consumers for the transaction fee.

If there is a question regarding the enclosed information, please contact this office at a number listed in the letter foot. Ask or leave a message for the Consumer Finance Licensing Unit.

Sincerely,

Mark W. Weigold, Director
Consumer Finance Section

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