




STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DATE: October 16, 2018

TO: Gordon Wenk
Director, Department of Agriculture and Rural Development

FROM: Nick Khouri
State Treasurer 

SUBJECT: Grain Dealer License Fee Inflationary Adjustment

MCL 285.68(8)(4) provides

Every year, the department [Department of Agriculture and Rural Development (MDARD)] may adjust the fee schedule in subsection (1) by an amount determined by the state treasurer to reflect the cumulative annual percentage change in the Detroit consumer price index over the 1-year period. An adjustment under this subsection shall not exceed 5% even if the amount determined by the state treasurer to reflect the cumulative annual percentage change over the 1-year period is more than 5%. A fee adjusted under this subsection shall be rounded to the nearest \$5.00 increment. As used in this subsection, "Detroit consumer price index" means the most comprehensive index of consumer prices available for the Detroit area from the bureau of labor statistics of the United States department of labor.

In fiscal year 2018, the Detroit consumer price index rose 2.6 percent. Therefore, MDARD may increase the fees specified in 285.68(8)(1) by 2.6 percent for calendar year 2019.

Below are tables of the fee amounts that MDARD levied in calendar year 2018 and the fee amounts that MDARD may levy in calendar year 2019:

Grain Dealer Bushel Capacity	CY 2018 Fee Amount	CY 2019 Fee Amount
100,000 or less	\$510	\$525
100,001-200,000	\$640	\$655
200,001-300,000	\$765	\$785
300,001-400,000	\$895	\$920
More than 400,000	\$1,020	\$1,045

Vehicles Owned by Farm Produce Trucker	CY 2018 Fee Amount	CY 2019 Fee Amount
One Vehicle	\$510	\$525
Each Additional Vehicle	\$205	\$210

Grain Merchandiser's License Fee	CY 2018 Fee Amount	CY 2019 Fee Amount
	\$1,020	\$1,045

Please call Eric Bussis (373-2158) or me (241-2624) if you have any questions.

cc: Jeff Haarer, Department of Agriculture and Rural Development – PPPM-Agricultural Products and Producer Security

Katherine Kratz, Department of Treasury