




STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DATE: November 27, 2017

TO: Keith Creagh
Director, Department of Natural Resources

FROM: Nick Khouri 
State Treasurer

SUBJECT: Recreation Passport Fee Calculation
Calendar Year 2018 Recreation Passport Fee Inflation Adjustments

MCL 257.805, as amended by Public Act 82 of 2013, governs the manner in which Recreational Passport fees are calculated. The Detroit-Ann Arbor-Flint MI – all items – all urban consumers consumer price index (Detroit CPI-U) is used for these calculations. MCL 257.805, Section 7 specifies:

For each calendar year, the state treasurer shall adjust the amounts set forth in subsection (1) [base rates] by an amount determined by the state treasurer to reflect the cumulative percentage change in the consumer price index from October 1, 2010 to the October 1 immediately preceding that calendar year, using the most recent data available and rounded to the nearest dollar.

Thus, the inflation adjustment for a given calendar year equals the Detroit CPI-U value for the October directly prior to the calendar year divided by the Detroit CPI-U value for October 2010 minus one.

The Detroit CPI-U value for October 2010 is 205.824 and the Detroit CPI-U for October 2017 is 228.779. Thus, for calendar year 2018, the inflation adjustment percentage equals 11.2 percent. Adjusting each of the base fee amounts (\$5 for motorcycles and \$10 for other vehicles) by the adjustment percentage and rounding to the nearest dollar stipulates that, for calendar year 2018, the recreation passport fees should be

- \$6 for motorcycles
- \$11 for all other vehicles.

The CY 2018 motorcycles rate is up \$1 from its CY 2017 level. The other vehicles rate is unchanged from its CY 2017 level. Please call Eric Bussis (373-2148) or me (241-2624) if you have any questions.

cc: Ruth Johnson, Secretary of State
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