## SUBSTITUTE FOR HOUSE BILL NO. 6360

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 3101a (MCL 500.3101a), as amended by 2014 PA
419.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 3101a. (1) Except as otherwise provided in this section, 1 2 an insurer, in conjunction with the issuance of an automobile insurance policy, as defined in section 3303, shall provide 2 3 certificates of insurance for each insured vehicle. The insurer 4 5 shall mark 1 of the certificates as the secretary of state's copy, 6 which copy, except as otherwise provided in this section, shall be filed with the secretary of state by the policyholder upon 7 application for a vehicle registration. The secretary of state 8 shall not maintain the certificate of insurance received under this 9

- 1 subsection on file.
- 2 (1) (2) Beginning December 30, 2011, an AN insurer, in
- 3 conjunction with the issuance of an automobile insurance policy,
- 4 shall provide to the insured 1 certificate of insurance for each
- 5 insured vehicle —and for private passenger nonfleet automobiles
- 6 listed on the policy shall supply to the secretary of state , in
- 7 the format and timeline as required by the secretary of state,
- 8 which shall not be required more frequently than every 14 days, the
- 9 automobile insurer's name, the NAME OF THE named insured, the named
- 10 insured's address, the vehicle identification number for each such
- 11 vehicle listed on the policy, and the policy number. Until December
- 12 31, 2018, the THE INSURER SHALL TRANSMIT THE INFORMATION REQUIRED
- 13 UNDER THIS SUBSECTION IN A FORMAT AS REQUIRED BY THE SECRETARY OF
- 14 STATE. THE SECRETARY OF STATE SHALL NOT REQUIRE THE INFORMATION TO
- 15 BE TRANSMITTED MORE FREQUENTLY THAN EVERY 14 DAYS.
- 16 (2) THE secretary of state shall provide policy information
- 17 received under this subsection (1) to the department of community
- 18 health AND HUMAN SERVICES as required for the department of
- 19 community—health AND HUMAN SERVICES to comply with 2006 PA 593, MCL
- 20 550.281 to 550.289. In determining the format under this
- 21 subsection, the secretary of state shall consult with insurers. As
- 22 used in this subsection, "private passenger nonflect automobile"
- 23 means that term as defined in section 3303.
- 24 (3) The secretary of state shall accept as proof of vehicle
- 25 insurance a transmission of the insured vehicle's vehicle
- 26 identification number. Policy information submitted by an insurer
- 27 and received by the secretary of state under this section is

- 1 confidential, is not subject to the freedom of information act,
- 2 1976 PA 442, MCL 15.231 to 15.246, and shall not be disclosed to
- 3 any person except the department of community health AND HUMAN
- 4 SERVICES for purposes of 2006 PA 593, MCL 550.281 to 550.289, or
- 5 pursuant to an order by a court of competent jurisdiction in
- 6 connection with a claim or fraud investigation or prosecution. The
- 7 transmission to the secretary of state of a vehicle identification
- 8 number is proof of insurance to the secretary of state for motor
- 9 vehicle registration purposes only and is not evidence that a
- 10 policy of insurance actually exists between an insurer and an
- 11 individual.
- 12 (4) A person who supplies false information to the secretary
- 13 of state under this section or who issues or uses an altered,
- 14 fraudulent, or counterfeit certificate of insurance is guilty of a
- 15 misdemeanor punishable by imprisonment for not more than 1 year or
- 16 a fine of not more than \$1,000.00, or both.
- 17 (5) The department of community health AND HUMAN SERVICES
- 18 shall report to the senate and house of representatives
- 19 appropriations committees and standing committees concerning
- 20 insurance issues on the number of claims and total dollar amount
- 21 recovered from automobile insurers pursuant to UNDER 2006 PA 593,
- 22 MCL 550.281 to 550.289. The reports required by this subsection
- 23 shall MUST be given to the appropriations committees and standing
- 24 committees concerning insurance issues by December 30 of each year
- 25 through December 30, 2018 and shall MUST cover the preceding 12-
- 26 month period.
- 27 (6) AS USED IN THIS SECTION:

- 1 (A) "AUTOMOBILE INSURANCE" MEANS THAT TERM AS DEFINED IN
- 2 SECTION 3303.
- 3 (B) "PRIVATE PASSENGER NONFLEET AUTOMOBILE" MEANS THAT TERM AS
- 4 DEFINED IN SECTION 3303.