



SENATE BILL No. 985

May 8, 2018, Introduced by Senator HUNE and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
(MCL 500.100 to 500.8302) by adding section 130.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 **SEC. 130. (1) AN AUTOMOBILE CLUB CONTRACT IS NOT INSURANCE OR**
2 **THE BUSINESS OF INSURANCE AND IS NOT SUBJECT TO THIS ACT.**

3 **(2) AS USED IN THIS SECTION:**

4 **(A) "AUTOMOBILE CLUB" MEANS A LEGAL ENTITY THAT, IN**
5 **CONSIDERATION OF DUES, ASSESSMENTS, OR PERIODIC PAYMENTS OF MONEY,**
6 **PROMISES TO PROVIDE AUTOMOBILE CLUB SERVICES TO ITS MEMBERS OR**
7 **SUBSCRIBERS.**

8 **(B) "AUTOMOBILE CLUB CONTRACT" MEANS AN AGREEMENT WHEREBY AN**
9 **AUTOMOBILE CLUB PROMISES TO RENDER, FURNISH, OR PROCURE AUTOMOBILE**

1 CLUB SERVICES TO OR FOR ITS MEMBERS OR SUBSCRIBERS.

2 (C) "AUTOMOBILE CLUB SERVICES" MEANS SERVICES THAT ASSIST A
3 MEMBER OR SUBSCRIBER OF AN AUTOMOBILE CLUB IN MATTERS RELATING TO
4 MOTOR TRAVEL OR THE OPERATION, USE, OR MAINTENANCE OF A MOTOR
5 VEHICLE BY SUPPLYING SERVICES THAT MAY INCLUDE, BUT ARE NOT LIMITED
6 TO, TOWING SERVICE, EMERGENCY ROAD SERVICE, BAIL AND GUARANTEED
7 ARREST BOND CERTIFICATE SERVICE, LEGAL SERVICE, INSURANCE SERVICE,
8 DISCOUNT SERVICE, FINANCIAL SERVICE, THEFT SERVICE, MAP SERVICE,
9 AND TOURING SERVICE.

10 Enacting section 1. This amendatory act takes effect 90 days
11 after the date it is enacted into law.