

HOUSE BILL No. 4350

February 20, 1991, Introduced by Reps. Law, Middaugh, Dresch, Owinga, London, Martin, Sparks, Willis Bullard, Dalman, Dolan, Bankes and Sikkema and referred to the Committee on Insurance.

A bill to amend section 9 of Act No. 35 of the Public Acts of 1951, entitled as amended

"An act to authorize intergovernmental contracts between municipal corporations; to authorize any municipal corporation to contract with any person or any municipal corporation to furnish any lawful municipal service to property outside the corporate limits of the first municipal corporation for a consideration; to prescribe certain penalties; to authorize contracts between municipal corporations and with certain nonprofit public transportation corporations to form group self-insurance pools; and to prescribe conditions for the performance of those contracts,"

as added by Act No. 138 of the Public Acts of 1982, being section 124.9 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 9 of Act No. 35 of the Public Acts of
2 1951, as added by Act No. 138 of the Public Acts of 1982, being
3 section 124.9 of the Michigan Compiled Laws, is amended to read
4 as follows:

1 Sec. 9. (1) A group self-insurance pool shall be ~~deemed~~
2 CONSIDERED a self-insurer for motor vehicle security under
3 section 3101 of the insurance code of 1956, Act No. 218 of the
4 Public Acts of 1956, as amended, being section 500.3101 of the
5 Michigan Compiled Laws, and section 531 of the Michigan vehicle
6 code, Act No. 300 of the Public Acts of 1949, being section
7 257.531 of the Michigan Compiled Laws. Members of the pool par-
8 ticipating in the motor vehicle self-insurance provided by the
9 pool shall be ~~deemed~~ CONSIDERED to meet the requirements of
10 security as required by those acts and no application for a cer-
11 tificate of self-insurance under section 531 of Act No. 300 of
12 the Public Acts of 1949 shall be required.

13 (2) A group self-insurance pool providing motor vehicle
14 security under this section shall become a member of the cata-
15 strophic claims association created by section ~~3104 of the~~
16 ~~insurance code,~~ 3183 OF Act No. 218 of the Public Acts of 1956,
17 as amended, being section ~~500.3104~~ 500.3183 of the Michigan
18 Compiled Laws.

19 Section 2. This amendatory act shall take effect January 1,
20 1992.

21 Section 3. This amendatory act shall not take effect unless
22 Senate Bill No. _____ or House Bill No. 4349 (request
23 no. 01621'91) of the 86th Legislature is enacted into law.