

HOUSE BILL No. 4628

March 21, 1991, Introduced by Reps. Saunders, Harrison, Perry Bullard, Clarke, Murphy, Bennane, Kilpatrick, Joe Young, Sr., DeMars, Clack, Stallworth, Wallace, Joe Young, Jr., Owen, Harder, Emerson, Kosteva, Gubow, Jondahl, Scott, Hollister, Berman, Barns, Hood and Varga and referred to the Committee on Insurance.

A bill to amend sections 202 and 3208 of Act No. 218 of the Public Acts of 1956, entitled as amended

"The insurance code of 1956,"

being sections 500.202 and 500.3208 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Sections 202 and 3208 of Act No. 218 of the
2 Public Acts of 1956, being sections 500.202 and 500.3208 of the
3 Michigan Compiled Laws, are amended to read as follows:

4 Sec. 202. (1) The chief officer of the ~~department~~
5 INSURANCE BUREAU shall be known as the commissioner of
6 insurance. He OR SHE shall ~~be~~ MEET ALL OF THE FOLLOWING
7 REQUIREMENTS:

8 (A) BE a citizen of this state. ~~, shall have his~~

1 (B) HOLD office at the seat of government. ~~shall~~
2 ~~personally~~

3 (C) PERSONALLY superintend the duties of his OR HER office.
4 ~~and shall not~~

5 (D) NOT be a stockholder or directly or indirectly connected
6 with the management of affairs of any insurer, ~~He~~ HEALTH CARE
7 CORPORATION, AND HEALTH MAINTENANCE ORGANIZATION DURING THE
8 PERIOD IN OFFICE AND ENDING 2 YEARS AFTER HE OR SHE LEAVES
9 OFFICE.

10 (2) THE INSURANCE COMMISSIONER shall be appointed by the
11 governor for a term of 4 years by and with the ADVICE AND consent
12 of the senate.

13 (3) ~~(2)~~ Whenever a vacancy occurs in the office of
14 commissioner, ~~by reason of death, removal, or otherwise,~~ the
15 governor shall fill ~~such~~ THE vacancy by appointment, by and
16 with the advice and consent of the senate, if in session.

17 Sec. 3208. This chapter ~~shall~~ IS not ~~be~~ applicable
18 with respect to termination of coverage at the end of ~~any~~ A
19 policy period or at ~~any~~ AN annual anniversary date of ~~any~~ A
20 policy ~~which~~ THAT specifies no term ~~, nor shall it be~~ AND IS
21 NOT applicable with respect to ~~any~~ A cancellation for failure
22 of the named insured to discharge when due any of his OR HER
23 obligations in connection with the payment of premiums for the
24 policy, or any installment ~~thereof~~ OF THE POLICY, whether pay-
25 able directly to the insurer or his OR HER agent indirectly under
26 any premium finance plan.