

HOUSE BILL No. 4753

April 29, 1991, Introduced by Reps. Ciaramitaro, Sikkema, Brown, DeBeaussaert and Dolan and referred to the Committee on Insurance.

A bill to amend section 2 of Act No. 173 of the Public Acts of 1958, entitled
"Credit insurance act,"
being section 550.602 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 2 of Act No. 173 of the Public Acts of
2 1958, being section 550.602 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 2. (1) All life insurance and all accident and health
5 insurance sold in connection with loans or other credit transac-
6 tions ~~shall be~~ AND SOLD PRIOR TO THE EFFECTIVE DATE OF THE
7 AMENDATORY ACT THAT ADDED SUBSECTION (2) ARE subject to the pro-
8 visions of this act except ~~such~~ insurance sold in connection
9 with loans on dwellings or mobile homes where the term of the
10 loan is in excess of 5 years.

1 (2) BEGINNING ON THE EFFECTIVE DATE OF THE AMENDATORY ACT
2 THAT ADDED THIS SUBSECTION, LIFE INSURANCE AND ACCIDENT AND
3 HEALTH INSURANCE SHALL NOT BE SOLD IN CONNECTION WITH LOANS OR
4 OTHER CREDIT TRANSACTIONS.