

# HOUSE BILL No. 5719

March 26, 1992, Introduced by Reps. Clack, Bennane, Emerson, Murphy and Brown and referred to the Committee on Insurance.

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

"The insurance code of 1956,"

as amended, being sections 500.100 to 500.8302 of the Michigan Compiled Laws, by adding section 3406f.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Section 1. Act No. 218 of the Public Acts of 1956, as  
2 amended, being sections 500.100 to 500.8302 of the Michigan  
3 Compiled Laws, is amended by adding section 3406f to read as  
4 follows:

5       SEC. 3406F. (1) EXCEPT AS PROVIDED IN SUBSECTION (2), AN  
6 INSURER SHALL NOT REFUSE TO ISSUE OR CONTINUE AN EXPENSE-INCURRED  
7 HOSPITAL, MEDICAL, OR SURGICAL POLICY OR CERTIFICATE OR DENY  
8 COVERAGE IN WHOLE OR IN PART BECAUSE AN INSURED OR APPLICANT FOR  
9 INSURANCE HAS A PREEXISTING CONDITION.

1       (2) AN INSURER MAY EXCLUDE COVERAGE FOR A PREEXISTING  
2 CONDITION IN AN EXPENSE-INCURRED HOSPITAL, MEDICAL, OR SURGICAL  
3 POLICY OR CERTIFICATE FOR NOT MORE THAN 6 MONTHS FROM THE EFFEC-  
4 TIVE DATE OF COVERAGE.

5       (3) AS USED IN THIS SECTION, "PREEXISTING CONDITION" MEANS  
6 THAT TERM AS DEFINED IN SECTION 2280.