

HOUSE BILL No. 5781

April 28, 1992, Introduced by Reps. Clack, DeMars and Dobronski 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 3103a.

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 3103a to read as
4 follows:

5 SEC. 3103A. AN AUTOMOBILE INSURER PROVIDING PROPERTY PRO-
6 TECTION INSURANCE SHALL OFFER COVERAGE THAT IF PROVIDES THAT AN
7 INSURED VEHICLE IS STOLEN OR DESTROYED, THE INSURER SHALL PAY THE
8 GREATER OF THE FOLLOWING:

- 1 (A) THE OUTSTANDING LOAN BALANCE ON THE INSURED VEHICLE.
- 2 (B) THE MARKET VALUE FOR THE INSURED VEHICLE.