



**House
Legislative
Analysis
Section**

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COORDINATION OF BENEFITS

House Bill 5510
Sponsor: Rep. Gerald Law
Committee: Insurance

Complete to 2-15-96

A SUMMARY OF HOUSE BILL 5510 AS INTRODUCED 1-16-96

The Insurance Code requires an auto insurance company providing personal injury protection (e.g., medical) benefits to offer, at appropriately reduced premium rates, deductibles and exclusions reasonably related to other health and accident coverage on the insured. (This is referred to as coordination of benefits.) The act says that the deductibles and exclusions are subject to prior approval by the insurance commissioner and apply only to benefits payable to the person named in the policy, the spouse of the insured, and any relative of either domiciled in the same household. House Bill 5510 would specify that the deductibles and exclusions would apply to benefits payable to any person entitled to benefits under the policy, including benefits payable under Sections 3111 (accidents occurring out of state), 3114 (personal protection benefits generally, passenger vehicle injuries, and personal injury benefits to motorcyclists), and 3115 (injuries suffered while not a vehicle occupant). The bill would specify, however, that the deductibles and exclusions would not apply to any person entitled to personal protection benefits under the policy, other than the named insured or any relative residing with the named insured, who was not covered by other health or accident coverage.

MCL 500.3109a

House Bill 5510 (2-15-96)

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