

THEFT PREVENTION ASSESSMENT

House Bill 4769

Sponsor: Rep. William Callahan

Committee: Insurance

Complete to 2-10-98

A SUMMARY OF HOUSE BILL 4769 AS INTRODUCED 5-8-97

Automobile insurers are required to contribute to the Automobile Theft Prevention Authority. The Insurance Code requires each insurer to pay an assessment "equal to \$1 multiplied by the insurer's total earned car years of insurance providing the security required by Section 3101(1)." That section requires drivers to carry coverage for personal protection insurance, property protection insurance, and residual liability insurance. House Bill 4769 would amend the code to change the assessment to "\$1 multiplied by the insurer's total number of motor vehicles and motorcycles that the insurer provided security for under section 3101(1) or 3103(1)." Section 3103(1) requires motorcyclists to carry liability insurance for property damage, bodily injury, or death suffered by others. The term "motor vehicle" is defined in the code as "a vehicle, including a trailer, operated or designed for operation upon a public highway by power other than muscular power which has more than 2 wheels." The term does not include a motorcycle or moped and does not include a farm tractor or other "implement of husbandry" not subject to the registration requirements of the Michigan Vehicle Code. The bill also would specify that an assessment paid to the theft prevention fund is not refundable.

MCL 500.6107

House Bill 4769 (2-10-98)

Analyst: C. Couch

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