

# HOUSE BILL No. 5738

February 21, 2002, Introduced by Reps. Callahan and Hale and referred to the Committee on Insurance and Financial Services.

A bill to amend 1956 PA 218, entitled  
"The insurance code of 1956,"  
by amending section 6107 (MCL 500.6107), as added by 1992 PA  
174.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 6107. (1) ~~Prior to~~ BEFORE April 1 of each year, each  
2 insurer engaged in writing insurance coverages ~~which~~ THAT pro-  
3 vide the security required by section 3101(1) OR 3103(1) within  
4 this state, as a condition of its authority to transact insurance  
5 in this state, shall pay to the authority an assessment equal to  
6 \$1.00 multiplied by the insurer's total ~~earned car years of~~  
7 ~~insurance providing the~~ NUMBER OF MOTOR VEHICLES AND MOTORCYCLES  
8 THAT THE INSURER PROVIDED security ~~required by~~ FOR UNDER  
9 section 3101(1) ~~written~~ OR 3103(1) in this state during the  
10 immediately preceding calendar year.

(2) Money ~~received pursuant to subsection (1), and all~~  
~~other money~~ received by the authority ~~—~~ shall be segregated  
and placed in a fund to be known as the automobile theft preven-  
tion fund. The automobile theft prevention fund shall be admin-  
istered by the authority.

(3) Money in the automobile theft prevention fund shall be  
expended in the following order of priority:

(a) To pay the costs of administration of the authority.

(b) To achieve the purposes and objectives of this chapter,  
which ~~may~~ include, but ARE not ~~be~~ limited to, the following:

(i) Provide financial support to the department of state  
police and local law enforcement agencies for economic automobile  
theft enforcement teams.

(ii) Provide financial support to state or local law  
enforcement agencies for programs designed to reduce the inci-  
dence of economic automobile theft.

(iii) Provide financial support to local prosecutors for  
programs designed to reduce the incidence of economic automobile  
theft.

(iv) Provide financial support to judicial agencies for pro-  
grams designed to reduce the incidence of economic automobile  
theft.

(v) Provide financial support for neighborhood or community  
organizations or business organizations for programs designed to  
reduce the incidence of automobile theft.

(vi) Conduct educational programs designed to inform  
automobile owners of methods of preventing automobile theft and

1 to provide equipment, for experimental purposes, to enable  
2 automobile owners to prevent automobile theft.

3 (4) Money in the automobile theft prevention fund shall only  
4 be used for automobile theft prevention efforts and shall be dis-  
5 tributed based on need and efficacy as determined by the  
6 authority.

7 (5) Money in the automobile theft prevention fund shall not  
8 be considered state money.

9 (6) AN ASSESSMENT COLLECTED UNDER SUBSECTION (1) IS NOT  
10 REFUNDABLE.