## **SENATE BILL No. 496**

May 17, 2001, Introduced by Senator BULLARD and referred to the Committee on Financial Services.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 456 (MCL 500.456), as amended by 1989 PA
214.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 456. (1) Every insurance company, association, risk
- 2 retention group, or purchasing group not organized under the
- 3 statutes of this state shall file with the commissioner, as a
- 4 condition precedent to doing business in this state, its irrevo-
- 5 cable written stipulation, duly authenticated by the company or
- 6 group, stipulating and agreeing that any legal process affecting
- 7 the company or group, served on the commissioner or the
- 8 commissioner's deputies, shall have the same effect as if
- 9 personally served THE NAME AND ADDRESS OF A RESIDENT AGENT UPON
- 10 WHICH ANY LOCAL PROCESS AFFECTING THE COMPANY, ASSOCIATION, OR

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- 1 GROUP MAY BE SERVED. SERVICE UPON THE RESIDENT AGENT DESIGNATED
- 2 UNDER THIS SECTION IS SERVICE on the company, ASSOCIATION, or
- 3 group. A copy of the appointment shall be filed with the
- 4 commissioner. Service upon the commissioner shall be considered
- 5 sufficient service upon the company or group and the fee for
- 6 service shall be in the amount of \$5.00 payable at time of
- 7 service. This appointment DESIGNATION shall remain in force as
- 8 long as any liability remains within this state.
- 9 (2) AS A CONDITION OF DOING BUSINESS IN THIS STATE, AN UNAU-
- 10 THORIZED INSURER WHO DOES NOT HAVE A RESIDENT AGENT SHALL FILE
- 11 WITH THE COMMISSIONER AN IRREVOCABLE WRITTEN STIPULATION AGREEING
- 12 THAT ANY LEGAL PROCESS AFFECTING THE COMPANY, ASSOCIATION, OR
- 13 GROUP THAT IS SERVED UPON THE COMMISSIONER OR HIS OR HER DESIGNEE
- 14 HAS THE SAME EFFECT AS IF PERSONALLY SERVED UPON THE COMPANY,
- 15 ASSOCIATION, OR GROUP. A COPY OF THE APPOINTMENT SHALL BE FILED
- 16 WITH THE COMMISSIONER. SERVICE UPON THE COMMISSIONER IS SERVICE
- 17 UPON THE COMPANY, ASSOCIATION, OR GROUP AND THE FEE FOR SERVICE
- 18 IS \$10.00 PAYABLE AT TIME OF SERVICE. THIS APPOINTMENT REMAINS
- 19 IN FORCE AS LONG AS ANY LIABILITY REMAINS WITHIN THIS STATE.

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