

SUBSTITUTE FOR
HOUSE BILL NO. 6098

(As amended August 30, 2006)

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
(MCL 500.100 to 500.8302) by adding section 1241; and to repeal
acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 1241. (1) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (2),
2 AN INSURANCE PRODUCER MAY CHARGE AN ADMINISTRATIVE FEE FOR
3 [PROVIDING MULTIPLE COPIES OF THE SAME DOCUMENT] ASSOCIATED WITH A POLICY
 OF INSURANCE IF ALL OF
4 THE FOLLOWING ARE MET:
5 (A) THE AMOUNT CHARGED IS REASONABLY RELATED TO RECOUPING THE
6 ADMINISTRATIVE OVERHEAD ASSOCIATED WITH PROVIDING THE SERVICE.
7 (B) THE INSURANCE PRODUCER PROVIDES A SCHEDULE OF THE
8 ADMINISTRATIVE FEES UPON REQUEST.
9 (2) AN INSURANCE PRODUCER SHALL NOT CHARGE AN ADMINISTRATIVE

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**FEE [FOR SERVICES PERFORMED WITH THE INITIAL ISSUANCE OF A POLICY OF
INSURANCE.**

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**(3) NOTWITHSTANDING SUBSECTIONS (1) AND (2), AN INSURANCE
PRODUCER MAY CHARGE AN ADMINISTRATIVE FEE IN CONNECTION WITH A
TRANSACTION OF SURPLUS LINES INSURANCE IN SUCH AMOUNT AS THE
INSURANCE PRODUCER CONSIDERS APPROPRIATE.**

Enacting section 1. Section 1915 of the insurance code of
1956, 1956 PA 218, MCL 500.1915, is repealed.