

HOUSE BILL No. 4048

January 27, 2005, Introduced by Reps. Lemmons, Jr. and Lemmons, III and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
(MCL 500.100 to 500.8302) by adding section 2110c.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 2110C. AN INSURER SHALL ESTABLISH AND MAINTAIN A PREMIUM
2 DISCOUNT PLAN OF NOT LESS THAN 20% FOR A GOOD DRIVER WHO HAS BEEN A
3 LICENSED DRIVER IN THIS STATE FOR THE IMMEDIATELY PRECEDING 3
4 YEARS. THE PREMIUM DISCOUNT PLAN SHALL BE UNIFORMLY APPLIED TO ALL
5 THE INSURER'S INSUREDS AND SHALL USE FACTORS IN ADDITION TO THOSE
6 PERMITTED BY SECTION 2111 FOR INSURANCE SO LONG AS THE DISCOUNT
7 PLAN IS CONSISTENT WITH THE PURPOSES OF THIS ACT AND REFLECTS
8 REASONABLY ANTICIPATED REDUCTIONS IN LOSSES OR EXPENSES. THIS
9 SECTION DOES NOT AFFECT BENEFITS OR OBLIGATIONS REQUIRED UNDER
10 CHAPTER 31. NOTHING IN THIS SECTION AUTHORIZES AN INSURER TO OFFER

1 OR PROHIBITS AN INSURER FROM OFFERING PREMIUM DISCOUNT PLANS
2 CONCERNING ANY OF THE FOLLOWING:

3 (A) HEALTH CARE SERVICES, HEALTH CARE PROVIDERS, OR HEALTH
4 CARE FACILITIES.

5 (B) AUTOMOBILE REPAIR PROVIDERS.

6 (C) MATERIALS USED IN THE REPAIR OF AN AUTOMOBILE.