

HOUSE BILL No. 6228

June 20, 2006, Introduced by Rep. Mortimer and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 7945 (MCL 500.7945), as amended by 1980 PA 41.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 7945. **(1)** All proceedings in any court of law of this
2 state to which the insolvent insurer is a party, or in which the
3 **INSOLVENT** insurer is obligated to defend or has assumed the defense
4 of a party, shall be stayed for 6 months after the date a receiver
5 is appointed, and for any additional time as determined by the
6 court ~~which~~ **THAT** has jurisdiction over those proceedings, to
7 permit proper defense of all pending causes of action.

8 **(2) ALL PROCEEDINGS IN ANY ADMINISTRATIVE TRIBUNAL, INCLUDING**
9 **WORKER'S COMPENSATION PROCEEDINGS, TO WHICH THE INSOLVENT INSURER**

1 IS A PARTY, OR IN WHICH THE INSOLVENT INSURER IS OBLIGATED TO
2 DEFEND OR HAS ASSUMED THE DEFENSE OF A PARTY, SHALL BE STAYED FOR
3 SUCH LENGTH OF TIME AFTER THE DATE A RECEIVER IS APPOINTED, AS
4 DETERMINED BY THE ADMINISTRATIVE TRIBUNAL THAT HAS JURISDICTION
5 OVER THOSE PROCEEDINGS. THE ADMINISTRATIVE TRIBUNAL SHALL GRANT A
6 STAY FOR EACH AFFECTED PROCEEDING, AS NECESSARY, TO PROVIDE THE
7 ASSOCIATION WITH SUFFICIENT TIME TO PREPARE A PROPER DEFENSE IN THE
8 PROCEEDING.

9 Enacting section 1. This amendatory act does not take effect
10 unless all of the following bills of the 93rd Legislature are
11 enacted into law:

12 (a) Senate Bill No.____ or House Bill No. 6235(request no.
13 07127'06).

14 (b) Senate Bill No.____ or House Bill No. 6234(request no.
15 07128'06).

16 (c) Senate Bill No.____ or House Bill No. 6233(request no.
17 07129'06).

18 (d) Senate Bill No.____ or House Bill No. 6232(request no.
19 07130'06).

20 (e) Senate Bill No.____ or House Bill No. 6231(request no.
21 07131'06).

22 (f) Senate Bill No.____ or House Bill No. 6230(request no.
23 07132'06).

24 (g) Senate Bill No.____ or House Bill No. 6229(request no.
25 07133'06).

26 (h) Senate Bill No.____ or House Bill No. 6227(request no.
27 07135'06).

1 (i) Senate Bill No.____ or House Bill No. 6226(request no.
2 07136'06).

3 (j) Senate Bill No.____ or House Bill No. 6225(request no.
4 07137'06).

5 (k) Senate Bill No.____ or House Bill No. 6224(request no.
6 07138'06).

7 (l) Senate Bill No.____ or House Bill No. 6223(request no.
8 07139'06).