

HOUSE BILL No. 4620

April 19, 2007, Introduced by Reps. Pavlov, Polidori, Rick Jones, Acciavatti, Moss and Marleau and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 3010 (MCL 500.3010), as amended by 2006 PA 208.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3010. (1) Notwithstanding any other provision of this
2 act, an automobile insurer shall not pay a claim of \$2,000.00 or
3 more for loss or damage caused by fire or explosion to an insured
4 motor vehicle until a report under subsection (2) has been
5 submitted and the insurer has received from the insured a copy of
6 the report.

7 (2) If an insured motor vehicle suffers loss or damage caused
8 by fire or explosion, the insured shall submit to the fire or law
9 enforcement authority designated by the city, village, or township
10 a report prescribed by the office of financial and insurance
11 services in conjunction with the bureau of fire services created in

1 section 1b of the fire prevention code, 1941 PA 207, MCL 29.1b,
2 that requires information concerning the motor vehicle fire or
3 explosion.

4 (3) This section does not apply to accidental fires or
5 explosions as determined by the insurer or the fire or law
6 enforcement authority designated by the city, village, or township.
7 If the insurer or the fire or law enforcement authority designated
8 by the city, village, or township determines that the fire or
9 explosion may not be accidental, the insurer or the fire or law
10 enforcement authority designated by the city, village, or township
11 shall notify the insured of the requirement for a report under this
12 section by not later than 30 days after the determination by the
13 insurer or the fire or law enforcement authority designated by the
14 city, village, or township.

15 (4) This section applies only if ~~the fire or law enforcement~~
16 ~~authority responsible for investigating the fire or explosion is~~
17 ~~located in a city, village, or township described in subsection (8)~~
18 ~~and if the~~ A city, village, or township, pursuant to a resolution
19 by its governing body, notifies the commissioner in writing of both
20 of the following:

21 (a) That the city, village, or township has elected to receive
22 the reports prepared under subsection (2).

23 (b) The name and address of the fire or law enforcement
24 authority designated by the city, village, or township to receive
25 reports prepared under subsection (2).

26 (5) The commissioner shall prepare and distribute a list of
27 all cities, villages, and townships that have elected to apply this

1 section to all insurance companies transacting automobile insurance
2 in this state.

3 (6) A city, village, or township may be added to the list
4 prepared under subsection (5) by submitting a written request
5 containing the information required under subsection (4) to the
6 commissioner. If a written request is received, the commissioner
7 shall prepare and distribute an amended list indicating the
8 addition. The addition shall be effective on the date specified by
9 the commissioner in the amended list. The commissioner shall notify
10 the city, village, township, and all insurers transacting
11 automobile insurance in this state of the effective date of an
12 addition, which shall be not less than 30 days after receipt of the
13 notice by the insurance company. This section does not apply to any
14 loss that occurred before the effective date of the addition.

15 (7) A city, village, or township may request to be deleted
16 from the list or may cease to apply this section for a period of
17 not less than 6 months upon not less than 30 days' written notice
18 to the commissioner. After receipt of a request to be deleted from
19 the list, the commissioner shall prepare and distribute an
20 amendment to the list indicating the deletion. The deletion shall
21 be effective on the date specified by the commissioner in the
22 amendment. The commissioner shall notify the city, village,
23 township, and all insurers transacting automobile insurance in this
24 state of the effective date of a deletion which shall be effective
25 not less than 30 days after receipt of the notice by the insurance
26 company. A city, village, or township shall continue to apply this
27 section to any loss that occurred before the effective date of the

1 deletion, notwithstanding the deletion.

2 ~~—— (8) A city, village, or township may elect to apply this~~
3 ~~section as provided in subsection (4) and as follows:~~

4 ~~—— (a) If the city, village, or township is located in a county~~
5 ~~with a population of 425,000 or more.~~

6 ~~—— (b) If the city, village, or township is located in a county~~
7 ~~with a population of less than 425,000 but the city, village, or~~
8 ~~township has a population of 50,000 or more.~~

9 (8) ~~(9)~~ There is no liability on the part of, and a cause of
10 action does not arise against, an insurer or an agent or employee
11 of an insurer for withholding money in the course of complying with
12 or attempting to comply with this section.