



Senate Fiscal Agency
P. O. Box 30036
Lansing, Michigan 48909-7536



Telephone: (517) 373-5383
Fax: (517) 373-1986
TDD: (517) 373-0543

Senate Bill 1174 (as enacted)
Sponsor: Senator Gerald Van Woerkom
Senate Committee: Economic Development and Regulatory Reform
House Committee: Insurance

PUBLIC ACT 61 of 2010

Date Completed: 1-20-11

CONTENT

The bill amended the Insurance Code to require that, until May 1, 2012, for a domestic property and casualty insurer having 200 or fewer employees directly or indirectly through an affiliate transacting the insurer's business, 66.67% of the outstanding voting securities approve any proposal to enter into an agreement to merge with or otherwise acquire control of the insurer or any person controlling the insurer, or, for the purpose of obtaining control, a proposal seeking the election of two or more members of the board of directors of the insurer or any person controlling the insurer, if the proposal is not supported by a majority of the insurer's board of directors.

The bill applies only to a domestic insurer that, on the bill's effective date, generates 100% of its premiums from sales in Michigan.

The bill took effect on April 30, 2010.

MCL 500.1311

Legislative Analyst: Patrick Affholter

FISCAL IMPACT

The bill will have no fiscal impact on State or local government.

Fiscal Analyst: Elizabeth Pratt

s0910s1174es

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.