

# HOUSE BILL No. 4633

March 19, 2009, Introduced by Rep. Johnson and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled  
"The insurance code of 1956,"  
by amending section 3101a (MCL 500.3101a), as amended by 1996 PA  
456.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 3101a. (1) An insurer, in conjunction with the issuance  
2 of an automobile insurance policy, as defined in section 3303,  
3 shall provide 2 certificates of insurance for each insured vehicle.  
4 The insurer shall mark 1 of the certificates as the secretary of  
5 state's copy, which copy, except as otherwise provided in  
6 subsection (2), shall be filed with the secretary of state by the  
7 policyholder upon application for a vehicle registration. The  
8 secretary of state shall not maintain the certificate of insurance  
9 received under this subsection on file.

10           (2) The secretary of state shall accept as proof of vehicle

1 insurance a transmission, in the format required by the secretary  
2 of state, of the insured vehicle's vehicle identification number.  
3 ~~Vehicle~~ **EXCEPT AS OTHERWISE PROVIDED IN SECTION 520A OF THE**  
4 **MICHIGAN VEHICLE CODE, 1949 PA 300, MCL 257.520A, VEHICLE**  
5 identification numbers received by the secretary of state under  
6 this subsection are confidential and shall not be disclosed to any  
7 person except ~~pursuant to an order by~~ **ORDER OF** a court of competent  
8 jurisdiction in connection with a claim or fraud investigation or  
9 prosecution. The transmission to the secretary of state of a  
10 vehicle identification number is proof of insurance to the  
11 secretary of state for motor vehicle registration purposes only and  
12 is not evidence that a policy of insurance actually exists between  
13 an insurer and an individual.

14 (3) **AN INSURER SHALL PROVIDE THE UNPARSED DATA REQUIRED BY THE**  
15 **DEPARTMENT OF STATE POLICE UNDER SECTION 520A OF THE MICHIGAN**  
16 **VEHICLE CODE, 1949 PA 300, MCL 257.520A. AS USED IN THIS**  
17 **SUBSECTION, "UNPARSED DATA" MEANS THAT TERM AS DEFINED IN SECTION**  
18 **520A OF THE MICHIGAN VEHICLE CODE, 1949 PA 300, MCL 257.520A.**

19 (4) **ONCE AN INSURER HAS RECEIVED NOTIFICATION OF THE**  
20 **IMPLEMENTATION OF THE NLETS-AUTHORIZED PAPERLESS VERIFICATION**  
21 **SYSTEM UNDER SECTION 520A OF THE MICHIGAN VEHICLE CODE, 1949 PA**  
22 **300, MCL 257.520A, SUBSECTIONS (1) AND (2) NO LONGER APPLY TO THAT**  
23 **INSURER. THE SECRETARY OF STATE SHALL ACCEPT AS PROOF OF VEHICLE**  
24 **INSURANCE AN AUTOMATED VERIFICATION THAT A MOTOR VEHICLE IS INSURED**  
25 **OBTAINED THROUGH THE NLETS-AUTHORIZED PAPERLESS VERIFICATION SYSTEM**  
26 **FOR MOTOR VEHICLE INSURANCE COVERAGE UNDER SECTION 520A OF THE**  
27 **MICHIGAN VEHICLE CODE, 1949 PA 300, MCL 257.520A.**

1           (5) ~~(3)~~—A person who supplies false information to the  
2 secretary of state under this section or who issues or uses an  
3 altered, fraudulent, or counterfeit certificate of insurance is  
4 guilty of a misdemeanor punishable by imprisonment for not more  
5 than 1 year ~~,~~—or a fine of not more than \$1,000.00, or both.

6           Enacting section 1. This amendatory act does not take effect  
7 unless Senate Bill No. \_\_\_\_ or House Bill No. 4634 (request no.  
8 01338'09) of the 95th Legislature is enacted into law.