HOUSE SUBSTITUTE FOR SENATE BILL NO. 441

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; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3101a. (1) An—EXCEPT AS OTHERWISE PROVIDED IN THIS
- 2 SECTION, AN insurer, in conjunction with the issuance of an
- 3 automobile insurance policy, as defined in section 3303, shall
- 4 provide 2 certificates of insurance for each insured vehicle. The
- 5 insurer shall mark 1 of the certificates as the secretary of
- 6 state's copy, which copy, except as otherwise provided in
- 7 subsection (2) THIS SECTION, shall be filed with the secretary of
- 8 state by the policyholder upon application for a vehicle
- 9 registration. The secretary of state shall not maintain the

- 1 certificate of insurance received under this subsection on file.
- 2 (2) BEGINNING DECEMBER 30, 2011, AN INSURER, IN CONJUNCTION
- 3 WITH THE ISSUANCE OF AN AUTOMOBILE INSURANCE POLICY, SHALL PROVIDE
- 4 TO THE INSURED 1 CERTIFICATE OF INSURANCE FOR EACH INSURED VEHICLE,
- 5 AND FOR PRIVATE PASSENGER NONFLEET AUTOMOBILES LISTED ON THE POLICY
- 6 SHALL SUPPLY TO THE SECRETARY OF STATE, IN THE FORMAT AND TIMELINE
- 7 AS REQUIRED BY THE SECRETARY OF STATE, WHICH SHALL NOT BE REQUIRED
- 8 MORE FREQUENTLY THAN EVERY 14 DAYS, THE AUTOMOBILE INSURER'S NAME,
- 9 THE NAMED INSURED, THE NAMED INSURED'S ADDRESS, THE VEHICLE
- 10 IDENTIFICATION NUMBER FOR EACH SUCH VEHICLE LISTED ON THE POLICY,
- 11 AND THE POLICY NUMBER. UNTIL DECEMBER 31, 2014, THE SECRETARY OF
- 12 STATE SHALL PROVIDE POLICY INFORMATION RECEIVED UNDER THIS
- 13 SUBSECTION TO THE DEPARTMENT OF COMMUNITY HEALTH AS REQUIRED FOR
- 14 THE DEPARTMENT OF COMMUNITY HEALTH TO COMPLY WITH 2006 PA 593, MCL
- 15 550.281 TO 550.289. IN DETERMINING THE FORMAT UNDER THIS
- 16 SUBSECTION, THE SECRETARY OF STATE SHALL CONSULT WITH INSURERS. AS
- 17 USED IN THIS SUBSECTION, "PRIVATE PASSENGER NONFLEET AUTOMOBILE"
- 18 MEANS THAT TERM AS DEFINED IN SECTION 3303.
- 19 (3) $\frac{(2)}{}$ The secretary of state shall accept as proof of
- 20 vehicle insurance a transmission , in the format required by the
- 21 secretary of state, of the insured vehicle's vehicle identification
- 22 number. Vehicle identification numbers POLICY INFORMATION SUBMITTED
- 23 BY AN INSURER AND received by the secretary of state under this
- 24 subsection are SECTION IS confidential, IS NOT SUBJECT TO THE
- 25 FREEDOM OF INFORMATION ACT, 1976 PA 442, MCL 15.231 TO 15.246, and
- 26 shall not be disclosed to any person except THE DEPARTMENT OF
- 27 COMMUNITY HEALTH FOR PURPOSES OF 2006 PA 593, MCL 550.281 TO

- 1 550.289, OR pursuant to an order by a court of competent
- 2 jurisdiction in connection with a claim or fraud investigation or
- 3 prosecution. The transmission to the secretary of state of a
- 4 vehicle identification number is proof of insurance to the
- 5 secretary of state for motor vehicle registration purposes only and
- 6 is not evidence that a policy of insurance actually exists between
- 7 an insurer and an individual.
- 8 (4) (3) A person who supplies false information to the
- 9 secretary of state under this section or who issues or uses an
- 10 altered, fraudulent, or counterfeit certificate of insurance is
- 11 guilty of a misdemeanor punishable by imprisonment for not more
- 12 than 1 year —or a fine of not more than \$1,000.00, or both.
- 13 (5) THE DEPARTMENT OF COMMUNITY HEALTH SHALL REPORT TO THE
- 14 SENATE AND HOUSE OF REPRESENTATIVES APPROPRIATIONS COMMITTEES AND
- 15 STANDING COMMITTEES CONCERNING INSURANCE ISSUES ON THE NUMBER OF
- 16 CLAIMS AND TOTAL DOLLAR AMOUNT RECOVERED FROM AUTOMOBILE INSURERS
- 17 PURSUANT TO 2006 PA 593, MCL 550.281 TO 550.289. THE REPORTS
- 18 REQUIRED BY THIS SUBSECTION SHALL BE GIVEN TO THE APPROPRIATIONS
- 19 COMMITTEES AND STANDING COMMITTEES CONCERNING INSURANCE ISSUES BY
- 20 DECEMBER 30, 2012 AND DECEMBER 30, 2013 AND SHALL COVER THE
- 21 IMMEDIATELY PRECEDING 12-MONTH PERIOD.
- 22 Enacting section 1. Section 3101b of the insurance code of
- 23 1956, 1956 PA 218, MCL 500.3101b, is repealed.
- 24 Enacting section 2. This amendatory act does not take effect
- 25 unless Senate Bill No. 442 of the 96th Legislature is enacted into
- 26 law.