

# Legislative Analysis

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## AUTOMOBILE CLUBS

Phone: (517) 373-8080  
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**Senate Bill 985 as passed by the Senate**  
**Sponsor: Sen. Joe Hune**  
**House Committee: Insurance**  
**Senate Committee: Insurance**  
**Complete to 12-20-18**

Analysis available at  
<http://www.legislature.mi.gov>

## SUMMARY:

Senate Bill 985 would amend the Insurance Code to stipulate that an automobile club contract is not insurance or the business of insurance and is not subject to the Code.

The bill would define an *automobile club* as a legal entity that, in exchange for dues, assessments, or other periodic payment, promises to provide to its members or subscribers assistance in matters relating to motor travel or the operation, use, or maintenance of a motor vehicle, such as towing or emergency road service, legal or financial service, theft service, map and touring service, discount service, bail and arrest bond certificate service, or insurance service.

The bill would take effect 90 days after being enacted.

Proposed MCL 500.130

## FISCAL IMPACT:

The bill would have no fiscal impact on the state or units of local government.

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