

# SENATE BILL No. 168

February 15, 2017, Introduced by Senator JONES and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled  
"The insurance code of 1956,"  
by amending section 6107 (MCL 500.6107), as added by 1992 PA 174.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 6107. (1) ~~Prior to~~ **BEFORE** April 1 of each year, each  
2 insurer engaged in writing insurance coverages ~~which~~ **THAT** provide  
3 the security required by section 3101(1) ~~within~~ **IN** this state, as a  
4 condition of its authority to transact insurance in this state,  
5 shall pay to the authority an assessment equal to \$1.00 multiplied  
6 by the insurer's total ~~earned~~ **WRITTEN** car years of insurance  
7 providing the security required by section 3101(1) written in this  
8 state during the ~~immediately preceding calendar~~ year.

9       (2) ~~Money~~ **THE AUTHORITY SHALL SEGREGATE AND DEPOSIT MONEY**  
10 received ~~pursuant to~~ **UNDER** subsection (1), and all other money

received by the authority, ~~shall be segregated and placed in a fund~~  
to be known as the automobile theft prevention fund. The **AUTHORITY**  
**SHALL ADMINISTER THE** automobile theft prevention fund. ~~shall be~~  
~~administered by the authority.~~

(3) ~~Money~~ **THE AUTHORITY SHALL EXPEND MONEY** in the automobile  
theft prevention fund ~~shall be expended in the following order of~~  
priority:

(a) To pay the costs of administration of the authority.

(b) To achieve the purposes and objectives of this chapter,  
which may include, but not be limited to, the following:

(i) ~~Provide~~ **PROVIDING** financial support to the department of  
state police and local law enforcement agencies for economic  
automobile theft enforcement teams.

(ii) ~~Provide~~ **PROVIDING** financial support to state or local law  
enforcement agencies for programs designed to reduce the incidence  
of economic automobile theft.

(iii) ~~Provide~~ **PROVIDING** financial support to local prosecutors  
for programs designed to reduce the incidence of economic  
automobile theft.

(iv) ~~Provide~~ **PROVIDING** financial support to judicial agencies  
for programs designed to reduce the incidence of economic  
automobile theft.

(v) ~~Provide~~ **PROVIDING** financial support for neighborhood or  
community organizations or business organizations for programs  
designed to reduce the incidence of automobile theft.

(vi) ~~Conduct~~ **CONDUCTING** educational programs designed to  
inform automobile owners of methods of preventing automobile theft

1 and to provide equipment, for experimental purposes, to enable  
2 automobile owners to prevent automobile theft.

3 (4) Money in the automobile theft prevention fund ~~shall~~**MUST**  
4 only be used for automobile theft prevention efforts and ~~shall~~**MUST**  
5 be distributed based on need and efficacy as determined by the  
6 authority.

7 (5) Money in the automobile theft prevention fund ~~shall~~**IS** not  
8 ~~be considered~~ state money.

9 (6) AS USED IN THIS SECTION, "WRITTEN CAR YEAR" MEANS THE  
10 PORTION OF A YEAR DURING WHICH A VEHICLE IS INSURED AS DETERMINED  
11 BY THE CATASTROPHIC CLAIMS ASSOCIATION AND USED TO CALCULATE  
12 PREMIUM CHARGES UNDER SECTION 3104.