

HOUSE BILL No. 6540

November 28, 2018, Introduced by Rep. Marino and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 3009 (MCL 500.3009), as amended by 2016 PA 346.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3009. (1) An **INSURER SHALL NOT DELIVER OR ISSUE FOR**
2 **DELIVERY IN THIS STATE AN** automobile liability or motor vehicle
3 liability policy insuring against loss resulting from liability
4 imposed by law for property damage, bodily injury, or death
5 suffered by ~~any~~ **A** person arising out of the ownership, maintenance,
6 or use of a motor vehicle ~~shall not be delivered or issued for~~
7 ~~delivery in this state~~ with respect to ~~any~~ **A** motor vehicle
8 registered or principally garaged in this state unless the
9 liability coverage is subject to all of the following limits:

1 (a) A limit, exclusive of interest and costs, of not less than
2 ~~\$20,000.00~~ **\$200,000.00** because of bodily injury to or death of 1
3 person in any 1 accident.

4 (b) Subject to the limit for 1 person in subdivision (a), a
5 limit of not less than ~~\$40,000.00~~ **\$300,000.00** because of bodily
6 injury to or death of 2 or more persons in any 1 accident.

7 (c) A limit of not less than \$10,000.00 because of injury to
8 or destruction of property of others in any accident.

9 (2) If authorized by the insured, automobile liability or
10 motor vehicle liability coverage may be excluded when a vehicle is
11 operated by a named person. An exclusion under this subsection is
12 not valid unless the following notice is on the face of the policy
13 or the declaration page or certificate of the policy and on the
14 certificate of insurance:

15 Warning—when a named excluded person operates a vehicle all
16 liability coverage is void—no one is insured. Owners of the vehicle
17 and others legally responsible for the acts of the named excluded
18 person remain fully personally liable.

19 (3) A liability policy described in subsection (1) may exclude
20 coverage for liability as provided in section 3017.

21 (4) If an insurer deletes coverages from an automobile
22 insurance policy ~~pursuant to~~ **AS PROVIDED IN** section 3101, the
23 insurer shall send documentary evidence of the deletion to the
24 insured.

25 Enacting section 1. This amendatory act takes effect 90 days
26 after the date it is enacted into law.