

# SENATE BILL No. 1230

November 28, 2018, Introduced by Senator EMMONS and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled  
"The insurance code of 1956,"  
(MCL 500.100 to 500.8302) by adding section 3406u.

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

1           **SEC. 3406U. IF AN INSURER ISSUES A HEALTH INSURANCE POLICY IN**  
2           **THIS STATE THAT INITIALLY PROVIDES A PARTICULAR TYPE OF COVERAGE**  
3           **WITH A CERTAIN DOLLAR LIMIT FOR THE INSURED, ON RENEWAL OF THE**  
4           **HEALTH INSURANCE POLICY, THE INSURER SHALL NOT DISCONTINUE COVERAGE**  
5           **FOR THE PARTICULAR TYPE OF COVERAGE IF ALL OF THE FOLLOWING APPLY:**

- 6           **(A) THE INSURED USED THE COVERAGE.**
- 7           **(B) THE INSURED PAYS THE POLICY PREMIUMS.**
- 8           **(C) THE INSURED HAS NOT COMMITTED FRAUD OR MISREPRESENTATION**  
9           **WITH RESPECT TO THE POLICY.**

10           Enacting section 1. This amendatory act applies to health

1 insurance policies delivered, issued for delivery, or renewed in  
2 this state before, on, or after the effective date of this  
3 amendatory act.