## SENATE BILL NO. 630

June 26, 1997, Introduced by Senators DINGELL and CHERRY and referred to the Committee on Financial Services.

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.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3101a. (1) An insurer -, in conjunction with the issu-
- 2 ance of THAT ISSUES an automobile insurance policy, as defined
- 3 in section 3303, shall provide 2 certificates of insurance for
- 4 each insured vehicle. The insurer shall mark 1 of the certifi-
- 5 cates as the secretary of state's copy, which copy, except as
- 6 otherwise provided in subsection (2), shall be filed with the
- 7 secretary of state by the policyholder upon application for a
- 8 vehicle registration. The secretary of state shall <del>not</del>
- 9 maintain the certificate of insurance received under this
- 10 subsection on file. AN INSURER SHALL NOTIFY THE SECRETARY OF

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- 1 STATE IF A POLICY EXPIRES WITHOUT BEING RENEWED OR IS TERMINATED
- 2 OR IF A POLICYHOLDER CANCELS HIS OR HER AUTOMOBILE INSURANCE
- 3 POLICY. THE NOTICE OF EXPIRATION, TERMINATION, OR CANCELLATION
- 4 SHALL CONTAIN ALL OF THE FOLLOWING INFORMATION:
- 5 (A) THE VEHICLE IDENTIFICATION NUMBER.
- 6 (B) THE NAME AND ADDRESS OF THE INSURER.
- 7 (C) THE INSURANCE POLICY NUMBER.
- 8 (D) THE TIME AND DATE OF EXPIRATION, TERMINATION, OR
- 9 CANCELLATION.
- 10 (2) The secretary of state shall accept as proof of vehicle
- 11 insurance a transmission, in the format required by the secretary
- 12 of state, of the insured vehicle's vehicle identification
- 13 number. Vehicle identification numbers received by the secretary
- 14 of state under this subsection are confidential and shall not be
- 15 disclosed to any person except pursuant to an order by a court of
- 16 competent jurisdiction in connection with a claim or fraud inves-
- 17 tigation or prosecution. The transmission to the secretary of
- 18 state of a vehicle identification number is proof of insurance to
- 19 the secretary of state for motor vehicle registration purposes
- 20 only and is not evidence that a policy of insurance actually
- 21 exists between an insurer and an individual.
- 22 (3) A person who FAILS TO SUPPLY INFORMATION TO THE SECRE-
- 23 TARY OF STATE OR WHO supplies false information to the secretary
- 24 of state under this section or who issues or uses an altered,
- 25 fraudulent, or counterfeit certificate of insurance is guilty of
- 26 a misdemeanor punishable by imprisonment for not more than 1
- 27 year, or a fine of not more than \$1,000.00, or both.

1 Enacting section 1. This amendatory act does not take

2 effect unless Senate Bill No. 631

of the 89th Legislature is enacted into

**4** law.

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