

HOUSE BILL No. 5033

July 9, 1997, Introduced by Reps. Schermesser and DeHart 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 2202.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 2202. (1) BY MARCH 1, 1998, EACH DOMESTIC, FOREIGN,
2 AND ALIEN INSURER AUTHORIZED TO TRANSACT INSURANCE IN THIS STATE
3 SHALL PROVIDE TO ITS INSUREDS AND APPLICANTS FOR INSURANCE ALL OF
4 THE FOLLOWING INFORMATION FOR EACH LINE OF INSURANCE WRITTEN IN
5 THIS STATE FOR THE PRECEDING CALENDAR YEAR:
6 (A) THE PERCENTAGE OF EACH PREMIUM DOLLAR THAT WAS FOR
7 ADMINISTRATIVE COSTS, INCLUDING OPERATING EXPENSES AND AGENTS'
8 COMMISSIONS.
9 (B) THE PROFIT RATIO OF EACH PREMIUM DOLLAR.
10 (C) THE PERCENTAGE OF EACH PREMIUM DOLLAR THAT WAS PAID OUT
11 IN DIVIDENDS TO SHAREHOLDERS OR POLICYHOLDERS.

1 (2) THE COMMISSIONER SHALL DEVELOP BY DECEMBER 1, 1997 A
2 FORM IN PLAIN ENGLISH THAT INSURERS SHALL USE IN COMPLYING WITH
3 THIS SECTION.