



**House
Legislative
Analysis
Section**

House Office Building, 9 South
Lansing, Michigan 48909
Phone: 517/373-6466

**INCREASE RESIDUAL BODILY
INJURY AMOUNTS**

House Bill 5218

Sponsor: Rep. Bruce Patterson

**First Committee: Insurance and
Financial Services**

**Second Committee: Civil Law and the
Judiciary**

Complete to 8-2-02

A SUMMARY OF HOUSE BILL 5218 AS INTRODUCED 10-16-01

The bill would amend the Insurance Code of 1956 (Public Act 218) to increase the minimum automobile liability insurance coverage. Under the act, an individual's no-fault insurance policy generally protects insured persons from being sued as a result of an auto accident, with certain exceptions. The required amount of coverage of the no-fault policy will pay up to that amount if it is determined that the insured individual was legally responsible for the accident. Current law sets the minimum liability coverage at \$20,000 because of bodily injury to or the death of one individual in any one accident, or \$40,000 because of bodily injury to or the death of any two or more individuals in any one accident. This means that the policy would pay up to \$20,000 for a person who is injured or killed in an accident, or up to \$40,000 for each accident in which several people were injured or killed. The bill would raise the minimum level of coverage to \$75,000 for one individual and \$150,000 for two or more individuals in any one accident.

MCL 500.3009

House Bill 5218 (8-2-02)

Analyst: M. Wolf

■ This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.