

Act No. 74  
Public Acts of 2002  
Approved by the Governor  
March 14, 2002  
Filed with the Secretary of State  
March 15, 2002  
EFFECTIVE DATE: March 15, 2002

**STATE OF MICHIGAN  
91ST LEGISLATURE  
REGULAR SESSION OF 2002**

Introduced by Senator Bullard

**ENROLLED SENATE BILL No. 592**

AN ACT to amend 1984 PA 218, entitled "An act to provide for the regulation of third party administrators; to provide for the licensure of administrative service managers; to provide for certain powers and duties for certain state agencies and officers; to provide for the confidentiality of certain personal data; and to prescribe penalties for a violation of this act," by amending sections 14 and 18 (MCL 550.914 and 550.918); and to repeal acts and parts of acts.

*The People of the State of Michigan enact:*

Sec. 14. (1) The commissioner shall issue a certificate of authority to operate as a TPA if the commissioner is satisfied that the TPA has adequate facilities, personnel, and managers to act as a third party administrator.

(2) If the commissioner disapproves an application for a certificate of authority, he or she shall notify the applicant in writing of the reasons for the disapproval.

(3) A TPA shall continue to meet the conditions required under subsection (1) after the certificate of authority is issued.

Sec. 18. (1) The commissioner shall collect, and the persons affected shall pay to the commissioner, the following fees:

- (a) Filing fee to accompany application for third party administrator's certificate of authority ..... \$200.00.
- (b) Certificate of authority for a third party administrator..... \$ 25.00.
- (c) Filing fee for annual statement of a third party administrator, each year ..... \$ 25.00.

(2) Fees paid under this section shall be designated for the insurance bureau to cover the additional costs incurred as a result of this act.

Enacting section 1. Sections 16 and 62 of the third party administrator act, 1984 PA 218, MCL 550.916 and 550.962, are repealed.

This act is ordered to take immediate effect.

*Carol Morey Viventi*

Secretary of the Senate.

*Jay E. Randall*

Clerk of the House of Representatives.

Approved .....

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Governor.