SUBSTITUTE FOR SENATE BILL NO. 441

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; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3101a. (1) An UNTIL DECEMBER 30, 2011, AN insurer, in
- 2 conjunction with the issuance of an automobile insurance policy, as
- 3 defined in section 3303, shall provide 2 certificates of insurance
- 4 for each insured vehicle. The insurer shall mark 1 of the
- 5 certificates as the secretary of state's copy, which copy, except
- 6 as otherwise provided in subsection (2) THIS SECTION, shall be
- 7 filed with the secretary of state by the policyholder upon
- 8 application for a vehicle registration. The secretary of state

Senate Bill No. 441 as amended June 16, 2011

- 1 shall not maintain the certificate of insurance received under this
- 2 subsection on file.
- 3 (2) BEGINNING DECEMBER 30, 2011, AN INSURER, IN CONJUNCTION
- 4 WITH THE ISSUANCE OF AN AUTOMOBILE INSURANCE POLICY, SHALL PROVIDE
- 5 TO THE INSURED 1 CERTIFICATE OF INSURANCE FOR EACH INSURED << PRIVATE PASSENGER NONFLEET>> VEHICLE
- 6 AND SHALL SUPPLY TO THE SECRETARY OF STATE, IN THE FORMAT AND
- 7 TIMELINE AS REQUIRED BY THE SECRETARY OF STATE, WHICH SHALL NOT BE <<REQUIRED>>
- 8 MORE FREQUENTLY THAN EVERY 14 DAYS, THE AUTOMOBILE INSURER'S NAME
- 9 AND THE AUTOMOBILE INSURER'S INSUREDS' NAMES, ADDRESSES, VEHICLE
- 10 IDENTIFICATION NUMBERS, AND POLICY NUMBERS. THE SECRETARY OF STATE
- 11 SHALL PROVIDE INFORMATION RECEIVED UNDER THIS SUBSECTION TO THE
- 12 DEPARTMENT OF COMMUNITY HEALTH AS REQUIRED FOR THE DEPARTMENT OF
- 13 COMMUNITY HEALTH TO COMPLY WITH 2006 PA 593, MCL 550.281 TO
- 14 550.289. <<IN DETERMINING THE FORMAT UNDER THIS SUBSECTION, THE SECRETARY OF STATE SHALL CONSULT WITH INSURERS.>>
- 15 (3) $\frac{(2)}{}$ The secretary of state shall accept as proof of
- 16 vehicle insurance a transmission , in the format required by the
- 17 secretary of state, of the insured vehicle's vehicle identification
- 18 number. Vehicle identification numbers INFORMATION received by the
- 19 secretary of state under this subsection are SECTION IS
- 20 confidential, IS NOT SUBJECT TO THE FREEDOM OF INFORMATION ACT,
- 21 1976 PA 442, MCL 15.231 TO 15.246, and shall not be disclosed to
- 22 any person except THE DEPARTMENT OF COMMUNITY HEALTH FOR PURPOSES
- 23 OF 2006 PA 593, MCL 550.281 TO 550.289, OR pursuant to an order by
- 24 a court of competent jurisdiction in connection with a claim or
- 25 fraud investigation or prosecution. The transmission to the
- 26 secretary of state of a vehicle identification number is proof of
- 27 insurance to the secretary of state for motor vehicle registration

- 1 purposes only and is not evidence that a policy of insurance
- 2 actually exists between an insurer and an individual.
- 3 (4) FOR FLEETS THAT WERE NOT TRANSMITTING VEHICLE
- 4 IDENTIFICATION NUMBERS FOR FLEET VEHICLES TO THE SECRETARY OF STATE
- 5 ON JANUARY 1, 2011, SUBSECTION (2) DOES NOT APPLY.
- 6 (5) (3) A person who supplies false information to the
- 7 secretary of state under this section or who issues or uses an
- 8 altered, fraudulent, or counterfeit certificate of insurance is
- 9 guilty of a misdemeanor punishable by imprisonment for not more
- 10 than 1 year, or a fine of not more than \$1,000.00, or both.
- 11 Enacting section 1. Section 3101b of the insurance code of
- 12 1956, 1956 PA 218, MCL 500.3101b, is repealed.
- 13 Enacting section 2. This amendatory act does not take effect
- 14 unless Senate Bill No. 442 of the 96th Legislature is enacted into
- **15** law.