

# HOUSE BILL No. 5106

October 29, 2013, Introduced by Rep. Heise and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled  
 "The insurance code of 1956,"  
 by amending section 6107 (MCL 500.6107), as added by 1992 PA 174.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 6107. (1) ~~Prior to~~**BEFORE** April 1 of each year, each ~~AN~~  
 2 insurer engaged in writing insurance coverages ~~which~~**THAT** provide  
 3 the security required by section 3101(1) ~~within~~**OR 3103(1) IN** this  
 4 state, as a condition of its authority to transact insurance in  
 5 this state, shall pay to the authority an assessment equal to ~~\$1.00~~  
 6 **\$2.00** multiplied by the insurer's total ~~earned~~**WRITTEN** car years of  
 7 insurance ~~providing~~**THAT PROVIDES** the security required by section  
 8 3101(1), **INCLUDING INSURANCE THAT PROVIDES SECURITY FOR VEHICLES**  
 9 **DESCRIBED IN SECTION 7 OF THE MICHIGAN VEHICLE CODE, 1949 PA 300,**  
 10 **MCL 257.7, OR SECURITY REQUIRED BY SECTION 3103(1)** written in this

1 state during the ~~immediately~~ preceding calendar year.

2 (2) Money received ~~pursuant to~~ **UNDER** subsection (1), and all  
3 other money received by the authority, shall be segregated and  
4 placed in a fund to be known as the automobile theft prevention  
5 fund. The **AUTHORITY SHALL ADMINISTER THE** automobile theft  
6 prevention fund. ~~shall be administered by the authority.~~

7 (3) Money in the automobile theft prevention fund shall be  
8 expended in the following order of priority:

9 (a) To pay the costs of administration of the authority.

10 (b) To achieve the purposes and objectives of this chapter,  
11 which may include, but not be limited to, the following:

12 (i) Provide financial support to the department of state police  
13 and local law enforcement agencies for economic automobile theft  
14 enforcement teams.

15 (ii) Provide financial support to state or local law  
16 enforcement agencies for programs designed to reduce the incidence  
17 of economic automobile theft.

18 (iii) Provide financial support to local prosecutors for  
19 programs designed to reduce the incidence of economic automobile  
20 theft.

21 (iv) Provide financial support to judicial agencies for  
22 programs designed to reduce the incidence of economic automobile  
23 theft.

24 (v) Provide financial support for neighborhood or community  
25 organizations or business organizations for programs designed to  
26 reduce the incidence of automobile theft.

27 (vi) Conduct educational programs designed to inform automobile

1 owners of methods of preventing automobile theft and to provide  
2 equipment, for experimental purposes, to enable automobile owners  
3 to prevent automobile theft.

4 (4) ~~Money~~ **THE AUTHORITY SHALL ONLY USE MONEY** in the automobile  
5 theft prevention fund ~~shall only be used for~~ automobile theft  
6 prevention efforts and shall ~~be distributed~~ **DISTRIBUTE THE MONEY**  
7 based on need and efficacy as determined by the authority.

8 (5) Money in the automobile theft prevention fund ~~shall~~ **IS** not  
9 ~~be considered~~ state money.