

**SUBSTITUTE FOR
HOUSE BILL NO. 4640**

A bill to amend 1956 PA 218, entitled
"The insurance code of 1956,"
by amending section 3114 (MCL 500.3114), as amended by 2002 PA 38.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3114. (1) Except as provided in subsections (2), (3), and
2 (5), a personal protection insurance policy described in section
3 3101(1) applies to accidental bodily injury to the person named in
4 the policy, the person's spouse, and a relative of either domiciled
5 in the same household, if the injury arises from a motor vehicle
6 accident. A personal injury insurance policy described in section
7 3103(2) applies to accidental bodily injury to the person named in
8 the policy, the person's spouse, and a relative of either domiciled
9 in the same household, if the injury arises from a motorcycle
10 accident. ~~When~~ **IF** personal protection insurance benefits or

1 personal injury benefits described in section 3103(2) are payable
2 to or for the benefit of an injured person under his or her own
3 policy and would also be payable under the policy of his or her
4 spouse, relative, or relative's spouse, the injured person's
5 insurer shall pay all of the benefits and is not entitled to
6 recoupment from the other insurer.

7 (2) A person suffering accidental bodily injury while an
8 operator or a passenger of a motor vehicle operated in the business
9 of transporting passengers shall receive the personal protection
10 insurance benefits to which the person is entitled from the insurer
11 of the motor vehicle. This subsection does not apply to a passenger
12 in **ANY OF** the following, unless ~~that~~**THE** passenger is not entitled
13 to personal protection insurance benefits under any other policy:

14 (a) A school bus, as defined by the department of education,
15 providing transportation not prohibited by law.

16 (b) A bus operated by a common carrier of passengers certified
17 by the department of transportation.

18 (c) A bus operating under a government sponsored
19 transportation program.

20 (d) A bus operated by or providing service to a nonprofit
21 organization.

22 (e) A taxicab insured as prescribed in section 3101 or 3102.

23 (f) A bus operated by a canoe or other watercraft, bicycle, or
24 horse livery used only to transport passengers to or from a
25 destination point.

26 **(G) A MOTOR VEHICLE INSURED UNDER SECTION 3101 OR 3102 WHILE**
27 **THE VEHICLE IS BEING OPERATED BY A TRANSPORTATION NETWORK COMPANY**

House Bill No. 4640 as amended June 16, 2015

1 DRIVER [WHILE THE DRIVER IS LOGGED ON TO THE TRANSPORTATION NETWORK
2 COMPANY'S DIGITAL NETWORK OR WHILE THE DRIVER IS ENGAGED IN A PREARRANGED
3 RIDE.]

4 (3) An employee, his or her spouse, or a relative of either
5 domiciled in the same household, who suffers accidental bodily
6 injury while an occupant of a motor vehicle owned or registered by
7 the employer, shall receive personal protection insurance benefits
8 to which the employee is entitled from the insurer of the furnished
9 vehicle.

10 (4) Except as provided in subsections (1) to (3), a person
11 suffering accidental bodily injury arising from a motor vehicle
12 accident while an occupant of a motor vehicle shall claim personal
13 protection insurance benefits from insurers in the following order
14 of priority:

15 (a) The insurer of the owner or registrant of the vehicle
16 occupied.

17 (b) The insurer of the operator of the vehicle occupied.

18 (5) A person suffering accidental bodily injury arising from a
19 motor vehicle accident ~~which~~**THAT** shows evidence of the involvement
20 of a motor vehicle while an operator or passenger of a motorcycle
21 shall claim personal protection insurance benefits from insurers in
22 the following order of priority:

23 (a) The insurer of the owner or registrant of the motor
24 vehicle involved in the accident.

25 (b) The insurer of the operator of the motor vehicle involved
26 in the accident.

27 (c) The motor vehicle insurer of the operator of the
motorcycle involved in the accident.

1 (d) The motor vehicle insurer of the owner or registrant of
2 the motorcycle involved in the accident.

3 (6) If 2 or more insurers are in the same order of priority to
4 provide personal protection insurance benefits under subsection
5 (5), an insurer paying benefits due is entitled to partial
6 recoupment from the other insurers in the same order of priority,
7 ~~together with~~ **AND** a reasonable amount of partial recoupment of the
8 expense of processing the claim, in order to accomplish equitable
9 distribution of the loss among all of the insurers.

10 (7) **AS USED IN THIS SECTION, "TRANSPORTATION NETWORK COMPANY"**
11 **AND "TRANSPORTATION NETWORK COMPANY DRIVER" MEAN THOSE TERMS AS**
12 **DEFINED IN SECTION 3 OF THE TRANSPORTATION NETWORK COMPANY ACT.**

13 Enacting section 1. This amendatory act takes effect 90 days
14 after the date it is enacted into law.

15 Enacting section 2. This amendatory act does not take effect
16 unless House Bill No. 4637 of the 98th Legislature is enacted into
17 law.