

HOUSE BILL No. 5929

June 11, 1998, Introduced by Rep. Gubow and referred to the Committee on Insurance.

A bill to amend 1949 PA 300, entitled
"Michigan vehicle code,"
by amending section 531 (MCL 257.531).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 531. (1) ~~—(a)—~~ Any person in whose name more than 25
2 motor vehicles are registered may qualify as a self-insurer by
3 obtaining a certificate of self-insurance issued by the secretary
4 of state as provided in ~~paragraph (b) of this section~~
5 SUBSECTION (2).
6 (2) ~~—(b) The secretary of state may, in his discretion,~~
7 ~~upon~~ UPON the application of ~~such~~ a person DESCRIBED IN SUB-
8 SECTION (1), THE SECRETARY OF STATE MAY issue a certificate of
9 self-insurance ~~when he is~~ IF satisfied that ~~such~~ THE person
10 is possessed and will continue to be possessed of THE ability to
11 pay judgments obtained against ~~such~~ THE person.

1 (3) ~~-(c)-~~ Upon not less than 5 days' notice and a hearing
2 pursuant to ~~such~~ THAT notice, the secretary of state may upon
3 reasonable grounds cancel a certificate of self-insurance.
4 Failure to pay any judgment within 30 days after ~~such judgment~~
5 ~~shall have become final shall constitute~~ THE JUDGMENT BECOMES
6 FINAL CONSTITUTES a reasonable ground for the cancellation of a
7 certificate of self-insurance.

8 (4) PRIOR TO APRIL 1 OF EACH YEAR, A PERSON QUALIFIED AS A
9 SELF-INSURER UNDER THIS SECTION SHALL PAY TO THE AUTOMOBILE THEFT
10 PREVENTION AUTHORITY CREATED IN SECTION 6103 OF THE INSURANCE
11 CODE OF 1956, 1956 PA 218, MCL 500.6103, AN ASSESSMENT EQUAL TO
12 \$1.00 MULTIPLIED BY THE TOTAL NUMBER OF MOTOR VEHICLES
13 SELF-INSURED BY THE PERSON UNDER THIS SECTION IN THIS STATE
14 DURING THE IMMEDIATELY PRECEDING CALENDAR YEAR. AN ASSESSMENT
15 UNDER THIS SUBSECTION IS NOT REFUNDABLE.