

# HOUSE BILL No. 4996

June 28, 2007, Introduced by Rep. Virgil Smith and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled  
"The insurance code of 1956,"  
by amending section 3009 (MCL 500.3009), as amended by 1988 PA 43.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 3009. (1) An automobile liability or motor vehicle  
2       liability policy insuring against loss resulting from liability  
3       imposed by law for property damage, bodily injury, or death  
4       suffered by any person arising out of the ownership, **OPERATION**,  
5       maintenance, or use of a motor vehicle shall not be delivered or  
6       issued for delivery in this state with respect to any motor vehicle

1 registered or principally garaged in this state unless the  
2 liability coverage is subject to a limit, exclusive of interest and  
3 costs, of not less than ~~\$20,000.00~~ **\$100,000.00** because of bodily  
4 injury to or death of 1 person in any 1 accident, and subject to  
5 that limit for 1 person, to a limit of not less than ~~\$40,000.00~~  
6 **\$200,000.00** because of bodily injury to or death of 2 or more  
7 persons in any 1 accident, and to a limit of not less than  
8 \$10,000.00 because of injury to or destruction of property of  
9 others in any accident. **BEGINNING OCTOBER 1, 2010, THE \$100,000.00**  
10 **AND \$200,000.00 MINIMUM AMOUNTS SHALL BE ADJUSTED EVERY 5 YEARS TO**  
11 **REFLECT CHANGES IN THE COST OF LIVING UNDER THE SAME RULES**  
12 **PRESCRIBED BY THE COMMISSIONER WITH REGARD TO WORK LOSS BENEFITS**  
13 **UNDER SECTION 3107(1)(B). ANY CHANGE IN THE MINIMUM AMOUNTS SHALL**  
14 **APPLY ONLY TO BODILY INJURY ACCIDENTS OCCURRING AFTER THE DATE OF**  
15 **THE CHANGE IN THE MINIMUM AMOUNTS.**

16 (2) If authorized by the insured, automobile liability or  
17 motor vehicle liability coverage may be excluded when a vehicle is  
18 operated by a named person. ~~Such~~ **THIS** exclusion ~~shall~~ **IS** not be  
19 valid unless the following notice is on the face of the policy or  
20 the declaration page or certificate of the policy and on the  
21 certificate of insurance:

22 Warning--when a named excluded person operates a vehicle all  
23 liability coverage is void--no one is insured. Owners of the  
24 vehicle and others legally responsible for the acts of the named  
25 excluded person remain fully personally liable.

26 (3) If an insurer deletes coverages from an automobile  
27 insurance policy pursuant to section 3101, the insurer shall send

1 documentary evidence of the deletion to the insured.

2 Enacting section 1. This amendatory act takes effect January  
3 1, 2008 and applies to policies issued or renewed on or after  
4 January 1, 2008.