

# SENATE BILL NO. 172

March 07, 2019, Introduced by Senator STAMAS and referred to the Committee on Insurance and Banking.

A bill to amend 1956 PA 218, entitled  
"The insurance code of 1956,"  
by amending section 513 (MCL 500.513), as added by 2001 PA 24.

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

1       Sec. 513. (1) ~~A~~**Except as otherwise provided in subsection**  
2 **(2), a** licensee shall provide a clear and conspicuous notice to  
3 customers that accurately reflects its privacy policies and  
4 practices not less than annually during the continuation of the  
5 customer relationship. As used in this ~~section,~~**subsection,**  
6 "annually" means at least once in any period of 12 consecutive

1 months during which that customer relationship exists. A licensee  
2 may define the 12-consecutive-month period, but the licensee shall  
3 apply it to the customer on a consistent basis.

4       **(2) A licensee is not required to provide an annual notice**  
5 **under subsection (1) if all of the following apply:**

6       **(a) The licensee only provides nonpublic personal information**  
7 **to a nonaffiliated third party under section 535, 537, or 539.**

8       **(b) The licensee's privacy policies and practices about**  
9 **disclosing nonpublic personal information has not changed from the**  
10 **previous notice the licensee provided to the customer under**  
11 **subsection (1) or section 511.**

12       **(3) ~~(2)~~—A licensee is not required to provide an annual notice**  
13 **under subsection (1) to a former customer.**

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