



# SENATE BILL No. 191

February 1, 1995, Introduced by Senator DUNASKISS  
and referred to the Committee on Financial Services.

A bill to amend Act No. 218 of the Public Acts of 1956,  
entitled as amended

"The insurance code of 1956,"

as amended, being sections 500.100 to 500.8302 of the Michigan  
Compiled Laws, by adding section 3607a.

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

1 Section 1. Act No. 218 of the Public Acts of 1956, as  
2 amended, being sections 500.100 to 500.8302 of the Michigan  
3 Compiled Laws, is amended by adding section 3607a to read as  
4 follows:

5 SEC. 3607A. (1) IF GROUP DISABILITY COVERAGE DELIVERED,  
6 ISSUED FOR DELIVERY, OR RENEWED IN THIS STATE EXPIRES, IS TERMI-  
7 NATED, OR IS CANCELED FOR ANY REASON, THE DISABILITY INSURER  
8 SHALL NOTIFY EACH INSURED UNDER THE COVERAGE OF THE DATE OF THE

1 EXPIRATION, TERMINATION, OR CANCELLATION AS SOON AS THE INSURER  
2 LEARNS OF THE EXPIRATION, TERMINATION, OR CANCELLATION.

3 (2) IF GROUP DISABILITY COVERAGE DELIVERED, ISSUED FOR  
4 DELIVERY, OR RENEWED IN THIS STATE EXCLUDES FROM COVERAGE FOR  
5 WHATEVER REASON AN INSURED OR GROUP OF INSUREDS WHO HAD BEEN COV-  
6 ERED BY THE GROUP DISABILITY COVERAGE IN THE IMMEDIATELY PRECED-  
7 ING COVERAGE PERIOD, THE DISABILITY INSURER SHALL NOTIFY EACH  
8 EXCLUDED INSURED OF THE DATE THE COVERAGE DOES NOT APPLY TO HIM  
9 OR HER AS SOON AS THE INSURER LEARNS OF THE EXCLUSION.