

Senate Fiscal Agency
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SFA**BILL ANALYSIS**

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Senate Bill 1125 (Substitute S-1 as reported by the Committee of the Whole)
Sponsor: Senator Bill Bullard, Jr.
Committee: Financial Services

CONTENT

The bill would amend the Insurance Code to provide that the Commissioner of the Office of Financial and Insurance Services would have sole and exclusive jurisdiction to review whether an insurer had an appropriate amount of capital and surplus, subject to Chapter 4.

Under Chapter 4 of the Code, the Commissioner must authorize insurers before they may sell insurance policies in the State. Sections 408 and 410 of the Code establish the amount of capital, surplus, and assets insurers must possess and maintain before they can be authorized.

The bill would take effect October 1, 2002.

Proposed MCL 400.401

Legislative Analyst: Claire Layman

FISCAL IMPACT

The bill would have no fiscal impact on State or local government.

Date Completed: 5-28-02

Fiscal Analyst: Maria Tyszkiewicz