HOUSE BILL No. 6238

June 21, 2006, Introduced by Reps. Kahn, Hune and David Law and referred to the Committee on Insurance.

A bill to amend 1956 PA 218, entitled

"The insurance code of 1956,"

by amending section 4511 (MCL 500.4511), as added by 1995 PA 276.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4511. (1) A person who commits a fraudulent insurance act
- 2 under section 4503 is guilty of a felony punishable by imprisonment
- 3 for not more than -4 8 years or a fine of not more than
- 4 \$50,000.00 \$100,000.00, or both, and shall be ordered to pay
- 5 restitution as provided in section la of chapter IX of the code of
- 6 criminal procedure, Act No. 175 of the Public Acts of 1927, being
- 7 section 769.1a of the Michigan Compiled Laws 1927 PA 175, MCL
- 8 769.1A, and in the WILLIAM VAN REGENMORTER crime victim's rights
- act, Act No. 87 of the Public Acts of 1985, being sections 780.751
- 10 to 780.834 of the Michigan Compiled Laws 1985 PA 87, MCL 780.751

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- 1 TO 780.834.
- 2 (2) A person who enters into an agreement or conspiracy to
- 3 commit a fraudulent insurance act under section 4503 is guilty of a
- 4 felony, punishable by imprisonment for not more than $\frac{10}{10}$ 20 years
- 5 or by a fine of not more than -\$50,000.00 \$100,000.00, or both,
- 6 and shall be ordered to pay restitution as provided in section 1a
- 7 of chapter IX of the code of criminal procedure, Act No. 175 of
- 8 the Public Acts of 1927, being section 769.1a of the Michigan
- 9 Compiled Laws 1927 PA 175, MCL 769.1A, and in the WILLIAM VAN
- 10 REGENMORTER crime victim's rights act, Act No. 87 of the Public
- 11 Acts of 1985, being sections 780.751 to 780.834 of the Michigan
- 12 Compiled Laws 1985 PA 87, MCL 780.751 TO 780.834.
- 13 (3) If the court finds a practitioner or insurer responsible
- 14 for or guilty of a fraudulent insurance act under section 4503, the
- 15 court shall notify the appropriate licensing authority in this
- 16 state of the adjudication.