1

SENATE BILL No. 1263

May 16, 2006, Introduced by Senator SWITALSKI and referred to the Committee on Banking and Financial Institutions.

A bill to amend 1956 PA 218, entitled "The insurance code of 1956," by amending section 3204 (MCL 500.3204).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 3204. (1) No AN insurer shall NOT cancel a policy of

automobile liability insurance issued after November 1, 1966, in

pursuance of their certificate of authority by the <u>department</u>

OFFICE OF FINANCIAL AND INSURANCE SERVICES unless the cancellation is effected pursuant to the applicable provisions of this chapter.

(2) Refusal to renew any policy of automobile liability insurance <u>shall</u> DOES not constitute a cancellation unless the insurer fails to mail, <u>-20</u> 60 days prior to the termination date of the policy, by first-class mail, a notice to the insured that

06575'06 DKH

 ${f 1}$ the policy will not be renewed.