

**THE INSURANCE CODE OF 1956 (EXCERPT)**  
**Act 218 of 1956**

**500.1765 Failure to file corporate governance annual disclosure; civil fine; waiver.**

Sec. 1765.

(1) An insurer or insurance group that does not, without just cause, timely file the CGAD as required in this chapter, after written notice and hearing, shall pay a civil fine of \$1,000.00 for each day's delay, to be recovered by the director and paid into the general fund of this state. The maximum civil fine under this section is \$75,000.00. The director may reduce or waive the penalty if the insurer demonstrates to the director that either of the following applies:

- (a) The penalty would cause a financial hardship to the insurer.
  - (b) There is just cause for the delayed filing.
- (2) On written request, the director may grant a 90-day extension for filing the CGAD.

**History:** Add. 2018, Act 520, Eff. Jan. 1, 2020

**Popular Name:** Act 218