



**House
Legislative
Analysis
Section**

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PROHIBIT FEWER BENEFITS AT MORE COST

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APR 17 1989

House Bills 4330 and 4331
Sponsor: Rep. Sharon Gire
Committee: Insurance

Mich. State Law Library

Complete to 3-13-89

A SUMMARY OF HOUSE BILLS 4330 AND 4331 AS INTRODUCED 3-2-89

Generally speaking, the bills would prohibit people in the insurance business from inducing a customer to cancel or otherwise terminate either a long-term care insurance policy or a Medicare supplemental policy and replace it with a policy that had fewer aggregate benefits and a greater premium or equal aggregate benefits and a greater premium than the canceled coverage.

House Bill 4331 would amend the Insurance Code (MCL 500.2005) to apply to Medicare supplemental policies of commercial insurance companies. House Bill 4330 would amend the Nonprofit Health Care Corporation Act (MCL 550.1402) to apply to both long-term care and Medicare supplemental certificates of Blue Cross-Blue Shield.

House Bills 4330 and 4331 (3-13-89)