

# HOUSE BILL No. 4331

March 2, 1989, Introduced by Reps. Gire, Weeks, Gubow, DeBeaussaert, Pitoniak, Webb, Hart, Niederstadt, Harrison, Watkins, Barns, Clack, Brown, Perry Bullard, Crandall, DeLange, Runco, Martin, Johnson, Dolan and DeMars and referred to the Committee on Insurance.

A bill to amend Act No. 218 of the Public Acts of 1956,  
entitled as amended

"The insurance code of 1956,"

as amended, being sections 500.100 to 500.8302 of the Michigan  
Compiled Laws, by adding section 2005a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 218 of the Public Acts of 1956, as  
2 amended, being sections 500.100 to 500.8302 of the Michigan  
3 Compiled Laws, is amended by adding section 2005a to read as  
4 follows:

5 SEC. 2005A. IT IS AN UNFAIR METHOD OF COMPETITION AND AN  
6 UNFAIR OR DECEPTIVE ACT OR PRACTICE IN THE BUSINESS OF INSURANCE  
7 FOR AN INSURER, AGENT, SOLICITOR, OR COUNSELOR TO INDUCE A PERSON  
8 TO CANCEL OR OTHERWISE TERMINATE A MEDICARE SUPPLEMENTAL  
9 INSURANCE POLICY OR COVERAGE AND REPLACE IT WITH A MEDICARE

1 SUPPLEMENTAL INSURANCE POLICY THAT HAS FEWER AGGREGATE BENEFITS  
2 AND THE SAME OR GREATER PREMIUM THAN THE CANCELED POLICY OR COV-  
3 ERAGE OR THAT HAS EQUAL AGGREGATE BENEFITS AND A GREATER PREMIUM  
4 THAN THE CANCELED POLICY OR COVERAGE.