

HOUSE BILL No. 5365

December 13, 1989, Introduced by Reps. Palamara, Porreca and Griffin 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 7208.

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 7208 to read as
4 follows:

5 SEC. 7208. (1) EACH RECIPROCAL OR INTERINSURANCE EXCHANGE,
6 IN ITS OWN NAME, MAY DO ANY OF THE FOLLOWING FOR THE PURPOSES OF
7 THE EXCHANGE, INCLUDING, BUT NOT LIMITED TO, INVESTMENT FOR THE
8 PRODUCTION OF INCOME OR FOR THE CONVENIENT TRANSACTION OF ITS
9 BUSINESS:

1 (A) MANAGE REAL ESTATE.

2 (B) BY DEED OR OTHER INSTRUMENT, PURCHASE OR OTHERWISE
3 ACQUIRE, SELL OR OTHERWISE CONVEY, OWN, HOLD, OR LEASE REAL
4 ESTATE.

5 (C) MORTGAGE, PLEDGE, OR OTHERWISE ENCUMBER REAL ESTATE.

6 (2) THE ATTORNEY DESIGNATED BY THE RECIPROCAL OR INTERINSUR-
7 ANCE EXCHANGE'S SUBSCRIBERS MAY EXECUTE A CONTRACT, DEED, LEASE,
8 MORTGAGE, DEED OF TRUST, PURCHASE OR SALE AGREEMENT, OR ANY OTHER
9 CONTRACT OR INSTRUMENT EXECUTED IN THE NAME OF THE EXCHANGE.

10 Section 2. Section 7208 of Act No. 218 of the Public Acts
11 of 1956, as added by this amendatory act, is curative validating
12 any action taken by a reciprocal or interinsurance exchange if
13 the action is otherwise valid under section 7208.