

HOUSE BILL No. 5601

March 13, 1990, Introduced by Reps. Niederstadt and Hart and referred to the Committee on Towns and Counties.

A bill to amend section 1506 of Act No. 218 of the Public Acts of 1956, entitled as amended

"The insurance code of 1956,"

being section 500.1506 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 1506 of Act No. 218 of the Public Acts
2 of 1956, being section 500.1506 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 1506. (1) ~~Every~~ A licensee shall maintain records
5 of its premium finance transactions and the records shall be open
6 to examination and investigation by the commissioner. The com-
7 missioner may at any time require ~~any~~ A licensee to bring
8 ~~such~~ records as ~~he~~ THE COMMISSIONER may direct to the
9 commissioner's office for examination.

1 (2) Every licensee shall preserve its records of ~~such~~
2 premium finance transactions, including cards used in a card
3 system, for at least 3 years after making the final entry in
4 respect to any premium finance agreement. The preservation of
5 records in ~~photographic microfilm or other commercially~~
6 ~~acceptable~~ A form PURSUANT TO THE RECORDS MEDIA ACT constitutes
7 compliance with this requirement, except that ~~any such~~ A record
8 shall not be reduced to ~~microfilm or other~~ SUCH form until at
9 least 2 years after the final entry ~~has been~~ IS made ~~therein~~
10 IN THE RECORD.

11 Section 2. This amendatory act shall not take effect unless
12 House Bill No. 5013 of the 85th Legislature is enacted into law.