

House Research Act Summary

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SESSION: 1999 Regular Session

TOPIC: Township mutual territories

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Overview

This act involves township mutual insurance companies. They are owned and governed by their policyholders, who purchase fire and other property insurance from them. Under current law, township mutuals are limited to operating in no more than 150 contiguous townships, although if they merge with each other, the merged company may operate in up to 250 contiguous townships. This act expands their permitted area of operation.

- 1 Number of members required, property and territory.** Permits township mutual insurance companies to operate in more than 150 townships if permitted by the commissioner of commerce, up to a maximum of 300 townships. Permits merged township mutuals to operate in up to 300 townships. Also makes several technical changes.