

STATE OF MICHIGAN
DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

Bulletin 2016-12-INS

In the matter of

Maximum amount of the Cemetery or Funeral
Assignment under the Michigan Insurance Code

_____ /

Issued and entered
this 15th day of April 2016
By Patrick M. McPharlin
Director

This bulletin supersedes Bulletin 2015-10-INS, dated May 6, 2015

Section 2080 of the Insurance Code, MCL 500.2080, allows a life insurer to write a life insurance policy or annuity contract which is subject to an assignment of the proceeds of the insurance policy or annuity contract as payment for cemetery services or goods or funeral services or goods. Under Section 2080(6)(g), MCL 500.2080(6)(g), the maximum death benefit of an associated life insurance policy or annuity contract which is subject to the assignment is \$5,000 when the first premium payment is made; and in case of a non-associated life insurance policy or annuity contract, the maximum initial amount of proceeds assigned shall not exceed \$5,000. The statute requires that both amounts be adjusted annually, in accordance with the consumer price index (CPI).

Accordingly, the new cemetery or funeral maximum assignment, effective June 1, 2016 through May 31, 2017, is **\$10,380**.

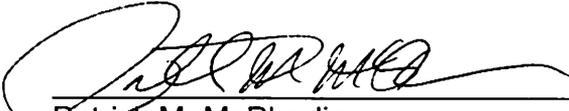
The maximum assignment values for recent years are as follows:

June 1, 2015 through May 31, 2016 ---- \$10,240

June 1, 2014 through May 31, 2015 ---- \$10,130

Any questions regarding this bulletin should be directed to:

Department of Insurance and Financial Services
Office General Counsel
P.O. Box 30220
Lansing, Michigan 48909-7720
Toll Free: (877) 999-6442



Patrick M. McPharlin
Director