

**STATE OF MICHIGAN
DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

Bulletin 2022-20-INS

In the matter of:

**Annual Adjustment of the Fire Insurance Maximum Escrow
under the Michigan Insurance Code**

**Issued and entered
this 22nd day of November 2022
by Anita G. Fox
Director**

This bulletin supersedes Bulletin 2021-41-INS, dated November 22, 2021.

Sections 2227 and 2845 of the Michigan Insurance Code, 1956 PA 218, MCL 500.2227 and 500.2845, allows a municipality participating in the fire insurance withholding program to escrow 25% of fire insurance settlements for losses to real property within its boundaries, provided certain criteria are met. Beginning January 1, 2015, for residential property, the 25% settlement or judgment subject to escrow shall not exceed \$12,000, adjusted annually January 1 of each year in accordance with the consumer price index.

Accordingly, the adjusted fire insurance maximum withholding amount, effective January 1, 2023 through December 31, 2023, is \$15,009.

Any questions regarding this bulletin should be directed to:

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/s/

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Director