

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

Bulletin 2025-27-INS

In the matter of:

**Annual Adjustment of the Fire Insurance Maximum Escrow
under Section 2845 of the Michigan Insurance Code**

**Issued and entered
this 16th day of December 2025
by Anita G. Fox
Director**

This bulletin supersedes Bulletin 2024-27-INS, dated November 21, 2024.

Section 2845 of the Michigan Insurance Code, 1956 PA 218, MCL 500.2845, allows eligible municipalities 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 on January 1 of each year in accordance with the consumer price index.

Accordingly, the adjusted fire insurance maximum withholding amount, effective January 1, 2026, through December 31, 2026, is \$16,383.

The maximum withholding amount for recent years are as follows:

January 1, 2025 through December 31, 2025 ---- \$16,025
January 1, 2024 through December 31, 2024 ---- \$15,520
January 1, 2023 through December 31, 2023 ---- \$15,009
January 1, 2022 through December 31, 2022 ---- \$13,835

Any questions regarding this bulletin should be directed to:

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/s/

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