



Michigan Auto Insurance Reform – What You Need to Know

The new **Auto No-Fault Reform** is bringing a lot of changes. Effective July 2, 2020, Bodily Injury default limits will be introduced and Personal Injury Protection (PIP) limit options will be offered.

Michigan drivers will be able to select their level of PIP benefit coverage. This coverage pays for medical expenses if you are injured in an auto accident. Based on your eligibility and individual needs, you'll be able to select from the coverage options available or you may be eligible to waive PIP benefit coverage entirely.

The PIP coverage will no longer extend to the named insured's non-relatives who live in the household or to relatives who do not reside in the household, even if listed as drivers.

PIP Benefit Coverage Levels
Unlimited PIP Benefit
\$500,000 PIP Benefit
\$250,000 PIP Benefit
\$50,000 PIP Benefit (enrolled in Medicaid)
Opt Out – Medicare A&B required on at least one named insured
Healthcare exclusion – available to individuals with a qualified health plan

Current	Effective July 2, 2020	
Minimum Liability Limits \$20,000/\$40,000	Minimum Liability Limits \$50,000/\$100,000	Default Liability Limits \$250,000/\$500,000*

**You may elect liability limits below the default of \$250,000/\$500,000 by signing an acknowledgement form.*

Prior to Your Renewal

Personal auto policyholders will receive a packet of information approximately 90 days before the renewal date. The packet will include:

- Explanatory letter
- Selection forms for Personal Injury Protection (PIP) and Bodily Injury (BI)
- Listing of PIP premiums with and without Excess Attendant Care coverage
- Listing of Bodily Injury options and prices

Consider Umbrella Insurance to Enhance Your Protection

We recommend asking us about an umbrella policy to protect your assets.

Contact us at 517.676.5534 or autoreform@masoninsurance.com with any questions you may have before returning the completed forms to your insurance provider.