

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

**Bulletin 2024-21-INS**

**In the matter of:**

**Annual Adjustment of the Fire Insurance Maximum Escrow  
under Section 2227 of the Michigan Insurance Code**

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**Issued and entered  
this 29<sup>th</sup> day of August 2024  
by Anita G. Fox  
Director**

This bulletin supersedes Bulletin 2023-22-INS, dated November 28, 2023.

Section 2227 of the Michigan Insurance Code, 1956 PA 218 (Code), MCL 500.2227, 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 July 1, 2024, under Section 2227 of the Code, as amended by PA 82 of 2024, for residential property the 25% settlement or judgment subject to escrow shall not exceed \$24,000, adjusted annually on July 1 of each year in accordance with the consumer price index.

Accordingly, the fire insurance maximum withholding amount, effective July 1, 2024, through June 30, 2025, is \$24,000.

The maximum withholding amount for recent periods are as follows:

January 1, 2024 through June 30, 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:

Department of Insurance and Financial Services  
Office of Appeals, Legal Research, and Market Regulation  
P.O. Box 30220  
Lansing, Michigan 48909-7720  
Toll-Free: (877) 999-6442

/s/

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Anita G. Fox  
Director