



**State of North Dakota  
DEPARTMENT OF INSURANCE**

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COMMISSIONER OF INSURANCE

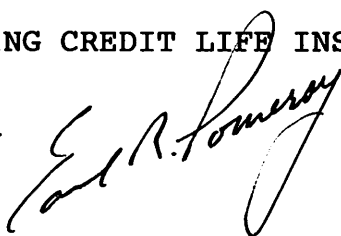
**BULLETIN 92-3**

**TO: ALL INSURANCE COMPANIES WRITING CREDIT LIFE INSURANCE  
IN NORTH DAKOTA**

**FROM: Earl R. Pomeroy, Commissioner**

**DATE: March 24, 1992**

**SUBJECT: Prima Facie Credit Insurance Rates**



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Enclosed is an administrative rule which adjusts downward the prima face rates which may be charged for credit life insurance sold in North Dakota. These rates will apply to all coverage issued on or after April 1, 1992 (the effective date of the rule). This includes new contracts or certificates issued under group policies on or after April 1, 1992. Credit disability rates will not change at this time nor will the joint life factor of 1.7.

Thank you for your attention to this matter.

ERP/njb  
Enclosure

(over)

**FINAL PROPOSED RULE  
SECTION 45-07-01-02  
CREDIT LIFE**

Subdivisions c, d, e, and f of subsection 2 of Section 45-07-01-02 of the North Dakota Administrative Code is amended as follows:

- c. If premiums are paid or charged in a single sum, for decreasing coverage, for the entire duration of the indebtedness, such standard will be as specified below:

CREDIT LIFE INSURANCE  
(Both Group and Individual)  
Single Premium Rate  
Per \$100 of Initial Insured Indebtedness,  
Repayable in Twelve  
Equal Monthly Installments

~~Sixty cents and beginning January 1, 1989, fifty~~  
Forty cents

The single premium rate standard for coverage on indebtedness repayable in installments other than twelve in number will be equal to one-twelfth of the above premium rate multiplied by the number of full months in the period of such indebtedness.

- d. If premiums are paid monthly on outstanding insurance balances, such standard will be ~~ninety-four cents and beginning January 1, 1989, seventy-eight~~ sixty-two cents per month per one thousand dollars of insurance in force.
- e. If credit life insurance is provided on a level basis, such premium standard will be ~~one dollar twelve cents and beginning January 1, 1989,~~ ninety-three seventy-four cents per year per one hundred dollars of insurance in force.
- f. For joint credit life coverage, a prima facie rate equal to 1.7 times the rate which would otherwise apply to that type of coverage.

**History:** Amendment effective April 1, 1992

**General Authority:** NDCC 26.1-30-19, 26.1-37-15

**Law Implemented:** NDCC 26.1-30-19(2), 26.1-30-19(3), 26.1-37