

**TITLE 50: INSURANCE**  
**PART 951 CREDIT LIFE AND CREDIT ACCIDENT AND HEALTH INSURANCE**  
**CHAPTER I: DEPARTMENT OF INSURANCE**

**Section 951.50 Credit Life Insurance Rates**

A credit life insurance rate shall be considered prima facie reasonable in relation to the benefits provided if the rate is not greater than that set forth below in subsection (a) for coverage containing no more restrictive exclusions than those described in subsection (b) of this Section.

- a) Premium Rate. Credit life insurance premium rates for the insured portion of an indebtedness repayable in equal monthly installments, where the insured portion of the indebtedness decreases uniformly by the amount of the monthly installment paid, shall be as set forth in subsections (a)(1), (2) and (3). Subsections (a)(4), (5) and (6) refer to premium rates for other types of benefits either alone or in combination with the type of benefits applicable to subsections (a)(1), (2) and (3).
- 1) If premiums are payable monthly on the outstanding insured balance basis for term insurance on a single insured debtor, the prima facie premium rate shall be \$.72 per month per \$1,000 of outstanding insured indebtedness.
  - 2) If premiums are payable on a single premium basis for term insurance which decreases in equal monthly amounts on a single insured debtor, the prima facie premium rate shall be \$.47 per annum per \$100 of initial insured indebtedness.
  - 3) If premiums are payable on a single premium basis for level term insurance on a single insured debtor, the prima facie premium rate shall be \$.94 per annum per \$100 of initial insured indebtedness.
  - 4) A combination of the appropriate rate for level term and the appropriate rate for decreasing term (with equal decrements), if coverage provided is a combination of level term and decreasing term (with equal decrements) on a single insured debtor.
  - 5) Joint credit life rate shall be 1.67 times the appropriate single life rate.
  - 6) If the benefits provided are other than those described in subsections (a)(1), (2), (3), (4) and (5) of this subsection, then rates for such benefits shall be actuarially consistent with the rates provided in subsections (a)(1), (2), (3), (4) and (5) of this subsection.