

STATE CORPORATION COMMISSION
BUREAU OF INSURANCE

March 27, 1979

1979-10

TO: The President of the Insurer Addressed

RE: Amendment to Administrative Letter 1979-7

On March 12, 1979 I sent you Administrative Letter 1979-7 regarding certain rating problems for Uninsured Motorist Insurance. In that letter I asked that each incorrectly rated policy be endorsed to set forth therein the correct rates for the limits of Uninsured Motorist Insurance coverage provided by the policy and that an appropriate premium adjustment (refund or charge) be made. My letter permitted your company to issue the endorsement and premium adjustment on the insured's next installment date if your company uses a premium installment plan filed with the Bureau of Insurance.

I have been contacted by several companies asking for permission to issue the endorsement and make the premium adjustment in connection with the policy renewal on three-month and six-month policies. After giving due consideration to the sequence of events involved in this situation, I have decided to permit this option. Other companies have asked about making the required adjustments on renewal of twelve-month policies. This will not be permitted.

I want to make sure that you realize that if a policy of any duration is terminated prior to its date of expiration then a refund must be made immediately.

If you have already responded to Administrative Letter 1979-7 and if you want to take advantage to the additional option provided by this Administrative Letter, then please advise me by return mail. Otherwise, I will assume that your first letter remains in effect.

Sincerely yours,

James W. Newman, Jr.
Commissioner of Insurance

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