

Title 31
MARYLAND INSURANCE
ADMINISTRATION

Subtitle 13 CREDIT LIFE AND CREDIT
HEALTH INSURANCE

31.13.01 Standards for Credit Life and Credit
Health Insurance

Authority: Commercial Law Article, §12-312 and Title 12, Subtitle 3;
 Insurance Article, §§2-109, 13-110, 13-111, and 13-112; Annotated Code of
 Maryland

Notice of Proposed Action

[16-290-P]

The Insurance Commissioner proposes to amend Regulation .22
 under **COMAR 31.13.01 Standards for Credit Life and Credit**
Health Insurance.

Statement of Purpose

The purpose of this action is to make a technical change consistent
 with 2015 amendments to COMAR 31.13.01. In 2015, the definition
 of "joint life insurance" in Regulation .04B(13) was amended to
 include insurance issued to "any two co-debtors" with an insurable
 interest. Prior to this change, the definition was limited to insurance
 issued to "a debtor and spouse." Notwithstanding the 2015 action,
 COMAR 31.13.01.22C still incorrectly states that, "Joint life credit
 insurance may not be issued covering any persons other than an
 individual debtor and the debtor's spouse." This proposed action
 would repeal this incorrect statement, consistent with the 2015
 changes.

Comparison to Federal Standards

There is no corresponding federal standard to this proposed action.

Estimate of Economic Impact

The proposed action has no economic impact.

Economic Impact on Small Businesses

The proposed action has minimal or no economic impact on small
 businesses.

Impact on Individuals with Disabilities

The proposed action has no impact on individuals with disabilities.

Opportunity for Public Comment

Comments may be sent to Catherine Grason, Director of
 Regulatory Affairs, Maryland Insurance Administration, 200 Saint
 Paul Place, Ste. 2700, Baltimore, MD 21202, or call 410-468-2201,
 or email to insuranceregreview.mia@maryland.gov, or fax to 410-
 468-2020. Comments will be accepted through December 14, 2016.
 A public hearing has not been scheduled.

.22 Prohibited Transactions.

A.—B. (text unchanged)

C. [Joint life credit insurance may not be issued covering any
 persons other than an individual debtor and the debtor's spouse.] Joint
 life credit insurance may not be issued on a consumer loan for an
 amount of less than \$700.

D.—L. (text unchanged)

ALFRED W. REDMER, JR.
 Insurance Commissioner