

## **BULLETIN 02- 23b**

To: «Company\_Name»

Re: Private Passenger Automobile Insurers in Maryland: Use of Credit Scoring Models

Date: November 20, 2002

With respect to policies and contracts issued, delivered, or renewed on or after October 1, 2002, Maryland law restricts the use of credit history in the rating of private passenger automobile insurance policies. The restrictions are codified in § 27-501 of the Insurance Article.

To maintain an accurate record of the use of credit history by private passenger automobile insurers, and to ensure compliance with Maryland law, each company is required to complete and submit the attached form so that it is received by the Maryland Insurance Administration no later than December 2, 2002.

Questions regarding this Bulletin should be directed to Fred Santiago at (410) 468-2317 or by E-mail at [fsantiago@mdinsurance.state.md.us](mailto:fsantiago@mdinsurance.state.md.us)

**Robert J. Becker**

Robert J. Becker  
Associate Commissioner

**PRIVATE PASSENGER AUTOMOBILE INSURANCE POLICIES:  
USE OF CREDIT HISTORY**

I, \_\_\_\_\_ a duly authorized officer of \_\_\_\_\_ **specific insurer name (NAIC mail merge)**\_\_\_\_, do hereby verify that the following information is correct and accurate.

( ) **specific insurer name – NAIC mail merge** does not use credit history in the rating of private passenger automobile policies.

( ) **(specific insurer name – NAIC mail merge)** uses the following credit scoring model(s) in rating private passenger automobile policies and began using those models effective \_\_\_\_\_ on all policies and contracts issued, delivered or renewed with effective dates of \_\_\_\_\_ or later. Check all that apply.

**Note:** If different effective dates apply to different programs, please indicate each program and the effective date of each: \_\_\_\_\_

\_\_\_\_\_.

**Fair Isaac Credit Based Insurance Score Models**

Fair, Isaac / Equifax InScore

- |                          |                        |
|--------------------------|------------------------|
| ( ) a. non-standard auto | InScore 3.0 MD NS 0702 |
| ( ) b. standard auto     | InScore 3.0 MD SA 0702 |
| ( ) c. preferred auto    | InScore 3.0 MD PA 0702 |
| ( ) d. other             | _____                  |

Experian / Fair, Isaac Insurance Score

- |   |                      |
|---|----------------------|
| ( ) a. non-standard auto                          | EFIIS 2.0 MD NS 0602 |
| ( ) b. standard auto at minimum limits            | EFIIS 2.0 MD SM 0602 |
| ( ) c. standard auto greater than minimum limits  | EFIIS 2.0 MD SG 0602 |
| ( ) d. preferred auto at minimum limits           | EFIIS 2.0 MD PM 0602 |
| ( ) e. preferred auto greater than minimum limits | EFIIS 2.0 MD PG 0602 |
| ( ) f. other                                      | _____                |

Fair, Isaac / Trans Union Assist

- |   |                       |
|---|-----------------------|
| ( ) a. non-standard auto                          | ASSIST 2.0 MD NS 0502 |
| ( ) b. standard auto at minimum limits            | ASSIST 2.0 MD SM 0502 |
| ( ) c. standard auto greater than minimum limits  | ASSIST 2.0 MD SG 0502 |
| ( ) d. preferred auto at minimum limits           | ASSIST 2.0 MD PM 0502 |
| ( ) e. preferred auto greater than minimum limits | ASSIST 2.0 MD PG 0502 |
| ( ) f. other                                      | _____                 |

**ChoicePoint Credit Based Insurance Score Models**

- a. Attract MD Std. Auto
  - b. Attract MD Non-Std. Auto
  - c. other
- 

**Propriety Credit Based Insurance Score Models**

a.

b.

I understand that the Maryland Insurance Administration will rely upon the information contained in this form. If it is determined that the information contained in this form is false or incorrect, the insurer may be subject to administrative action under Section 4-113 of the Insurance Article, including appropriate penalties.

\_\_\_\_\_  
Signature of Authorized Officer

\_\_\_\_\_  
Date

\_\_\_\_\_  
Title

**Attention:**

The completed form must be returned to the Maryland Insurance Administration and addressed in the following format:

Associate Commissioner Robert J. Becker  
 PPAIP – Use of Credit History  
 Maryland Insurance Administration  
 525 St. Paul Place  
 Baltimore, MD 21202-2272  
 Facsimile (410) 468-2306

**IMPORTANT NOTICE**

**A new verification form must be completed and submitted to the Maryland Insurance Administration each time scoring models are changed or applied to different programs.**