



Therese M. Vaughan, Commissioner

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GOVERNOR

INSURANCE DIVISION
IOWA DEPARTMENT OF COMMERCE

SALLY J. PEDERSON
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Bulletin 00-04

TO: All Writers of Credit Life and Credit Accident and Health Insurance in Iowa
 FROM: Therese M. Vaughan, Commissioner
 RE: Revision of Credit Insurance Rates
 DATE: December 4, 2000

Pursuant to IAC 191-28.10(3), the Commissioner of Insurance publishes the following rates to be effective March 30, 2001. This bulletin supersedes Bulletin 1994-1, dated February 7, 1994.

Iowa Credit Insurance Prima Facie Rates Effective MARCH 30, 2001

=====Credit Life Insurance Rates=====

Single Premium Rates
Per Year / \$100 of Indebtedness

Monthly Premium Rates
Per \$1,000 of Principal

Single Decreasing	\$.45
Joint Decreasing	\$.75
Single Level	\$.82
Joint Level	\$1.36

Single Life	\$.69
Joint Life	\$1.15

=====Credit Disability Insurance Rates=====

Term	Single Premiums / \$100 of Indebtedness				Monthly Rates / \$1,000 of Indebtedness			
	14 Day Retro	14 Day Elim	30 Day Retro	30 Day Elim	14 Day Retro	14 Day Elim	30 Day Retro	30 Day Elim
12	\$1.81	\$1.15	\$1.40	\$0.66	\$2.78	\$1.77	\$2.15	\$1.02
24	\$2.47	\$1.81	\$2.06	\$1.31	\$1.98	\$1.45	\$1.65	\$1.05
36	\$3.12	\$2.47	\$2.71	\$1.97	\$1.69	\$1.34	\$1.46	\$1.06
48	\$3.53	\$2.88	\$3.12	\$2.38	\$1.44	\$1.18	\$1.27	\$0.97
60	\$3.87	\$3.21	\$3.46	\$2.71	\$1.27	\$1.05	\$1.13	\$0.89
72	\$4.23	\$3.57	\$3.82	\$3.07	\$1.16	\$0.98	\$1.05	\$0.84
84	\$4.59	\$3.93	\$4.18	\$3.43	\$1.08	\$0.92	\$0.98	\$0.81
96	\$4.95	\$4.29	\$4.54	\$3.79	\$1.02	\$0.88	\$0.94	\$0.78
108	\$5.31	\$4.65	\$4.90	\$4.15	\$0.97	\$0.85	\$0.90	\$0.76
120	\$5.67	\$5.01	\$5.26	\$4.51	\$0.94	\$0.83	\$0.87	\$0.75

Rates for nonstandard coverage such as truncated life, net balance, critical period disability, etc. are subject to Division approval. The formula used to convert single premium disability rates to monthly rates is: $[20/(n + 1)] \times \text{Single Premium}$. Credit A&H rates for durations less than 12 months shall be derived by the pro-rata method. Rates for durations of more than 12 months but less than 60 months (which are not listed), shall be derived by linear interpolation. Rates for durations exceeding 60 months shall be derived by adding 3 cents to the 60-month rate for each month in excess of 60 months. All results should be rounded to the nearest cents. Joint A&H rates shall be calculated as the following: $\text{Single} \times 1.60$