

ARKANSAS SENATE
84th General Assembly - Regular Session, 2003
Amendment Form

Subtitle of House Bill No. 2906

"AN ACT TO AMEND THE MODEL ACT FOR THE REGULATION OF CREDIT LIFE
INSURANCE AND CREDIT DISABILITY INSURANCE."

Amendment No. 1 to House Bill No. 2906.

Amend House Bill No. 2906 as engrossed, H/31/03:

Page 2, delete lines 30 and 31 and substitute the following:
"insurance."

Page 6, delete line 14 and substitute the following:
"compensation payable to an agent, broker, or creditor under this section.

SECTION 7. EMERGENCY CLAUSE. It is found and determined by the General Assembly of the State of Arkansas that current Arkansas law regulating the purchase of credit life insurance and credit disability insurance does not provide adequate notice to insurance consumers and does not allow the Insurance Commissioner to adequately regulate the issuance of credit life insurance and credit disability policies; that this act protects consumers by requiring certain notice to insurers, by granting to the Insurance Commissioner the exclusive jurisdiction to regulate the issuance of credit life and credit disability insurance policies and to approve credit life and credit disability insurance rates, and by clarifying the formula that may be used to determine refunds for reducing term credit life insurance or reducing credit disability insurance; and that this act is immediately necessary to protect consumers purchasing credit life insurance and credit disability insurance. Therefore, an emergency is declared to exist and this act being immediately necessary for the preservation of the public peace, health, and safety shall become effective on:

- (1) The date of its approval by the Governor;
- (2) If the bill is neither approved nor vetoed by the Governor, the expiration of the period of time during which the Governor may veto the bill; or
- (3) If the bill is vetoed by the Governor and the veto is overridden, the date the last house overrides the veto."

