

MEMO

TO: Licensees Under the Mississippi Insurance Premium Finance Law

FROM: Theresa L. Brady, Deputy Commissioner

DATE: April 16, 2010

RE: Recent Law Changes to the Insurance Premium Finance Law

The purpose of this memo is to inform you of a recent amendment to the Insurance Premium Finance Law, Section 81-21-21(1), Miss. Code Ann., during the 2010 Mississippi Legislative Session. Upon the cancellation of an insurance contract, the insurer will now be required to furnish to the premium finance company a report that sets forth an itemization of the unearned premiums along with a detailed mathematical summary of the computation of the return premium. Please see the enclosed Senate Bill #2932. This law change will take effect on October 1, 2010.

If you should have any questions regarding this law change, please contact Taft Webb or me at 601.359.1031.