

The House Committee on Insurance offers the following substitute to SB 167:

A BILL TO BE ENTITLED  
AN ACT

1 To amend Code Section 33-31-9 of the Official Code of Georgia Annotated, relating to  
2 refunds and credits of credit life insurance premiums, so as to provide that the insured shall  
3 notify the credit life insurer upon the early payoff of the indebtedness; to provide for certain  
4 notices; to provide for related matters; to provide for legislative intent; to provide an effective  
5 date; to repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Code Section 33-31-9 of the Official Code of Georgia Annotated, relating to refunds and  
9 credits of credit life insurance premiums, is amended by striking subsection (c) and inserting  
10 in lieu thereof a new subsection (c) to read as follows:

11 "(c) Each individual policy, notice of proposed insurance, or group certificate of credit life  
12 insurance and credit accident and sickness insurance shall provide that, in the event of  
13 termination of the insurance prior to the scheduled maturity date of the indebtedness, any  
14 refund of premium due shall be paid or credited promptly to the person entitled to such  
15 refund; provided, however, that the Commissioner shall prescribe a minimum refund and  
16 no refund which would be less than such minimum need be made. The formula to be used  
17 in computing a refund shall be filed with and approved by the Commissioner. It shall be  
18 the obligation of the insured to notify the insurer of the early payoff of the indebtedness  
19 which is covered by the insurance.

20 (c.1) Each individual policy, notice of proposed insurance, or group certificate of credit  
21 life insurance and credit accident and sickness insurance shall provide a notice on the face  
22 of such policy, notice, or certificate in at least 10 point type that it is the obligation of the  
23 insured to notify the insurer of any early payoff of the indebtedness which is covered by  
24 the insurance."

