

By: Senator(s) Nunnelee (By Request)

To: Business and
Financial
InstitutionsSENATE BILL NO. 2928
(As Passed the Senate)

1 AN ACT TO AMEND SECTION 75-67-121, MISSISSIPPI CODE OF 1972,
2 TO AUTHORIZE A LICENSEE UNDER THE SMALL LOAN REGULATORY LAW TO
3 CHARGE CERTAIN BORROWERS THE COST OF PREMIUMS FOR NON-CREDIT LIFE
4 INSURANCE POLICIES UNDER CERTAIN CONDITIONS; AND FOR RELATED
5 PURPOSES.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

7 SECTION 1. Section 75-67-121, Mississippi Code of 1972, is
8 amended as follows:

9 75-67-121. (1) Any licensee hereunder may charge any
10 borrower on loans of One Hundred Dollars (\$100.00) or more the
11 actual cost of recording any instrument executed as security for a
12 loan; any reasonable fee paid to an attorney for investigating the
13 title to any property given as security for a loan; the actual
14 cost of any premium paid for insurance upon any property given as
15 security for a loan, such insurance to be placed with an insurance
16 company agent of the borrower's selection so long as it is
17 licensed to do business in the State of Mississippi; the actual
18 cost of any premium paid for credit life, health and/or accident
19 insurance on any borrower where the amount of insurance required
20 is not in excess of the amount of the loan and the premium
21 therefor is in keeping with that usually and customarily paid for
22 like insurance.

23 (2) Any licensee hereunder may charge any borrower on loans
24 of One Hundred Dollars (\$100.00) or more, the actual cost of any
25 premium paid for any one or more non-credit life insurance
26 policies, provided that such insurance is optional, is filed with
27 the Department of Insurance, and is underwritten by an insurance

28 company qualified to do business in the State of Mississippi. The
29 limitations on the amount of insurance contained in subsection (1)
30 shall not apply to insurance sold under this subsection (2).

31 (3) Whenever he shall find it necessary, the comptroller
32 shall have the power to adopt and enforce reasonable rules and
33 regulations to prevent the abuse of this section and the making of
34 excessive charges hereunder.

35 SECTION 2. This act shall take effect and be in force from
36 and after July 1, 1999.