

Weiss, Rachel

SENATE HIGHWAYS AND TRANSPORTATION

From: Bruce Spencer [bspencer@smithlawmt.com]
Sent: Monday, January 17, 2011 8:14 AM
To: Weiss, Rachel
Subject: Credit Scoring Ban SB 137

EXHIBIT NO. 8
DATE: 1-18-2011
BILL NO. SB 137

Ms. Weiss:

The committee asked if the Insurance Commissioner checked to make sure nothing illegal went into the insurance score. The answer from CSI is below.

Sent from my iPad

Begin forwarded message:

From: "Kindberg, Mari" <mkindberg@mt.gov>
Date: January 14, 2011 9:15:14 PM MST
To: "Bruce Spencer" <bspencer@smithlawmt.com>
Cc: "Cathy Wright" <cawright@mt.gov>, "Jackie Boyle" <JBoyle@mt.gov>, "Jesse Laslovich" <JLaslovich2@mt.gov>, "Monica Lindeen" <MLindeen@mt.gov>, "Robert Moon" <RMoon@mt.gov>, "Walt Schweitzer" <WSchweitzer@mt.gov>
Subject: Legislative Question on Credit

Bruce,

Below is the question that has been asked of our office and the answer:

Question

Does the Commissioner of Securities and Insurance/Montana State Auditor's Office do anything to assure that the algorithms utilized for insurance scoring do not contain the items prohibited by law?

Answer

Yes, The Commissioner of Securities and Insurance/Montana State Auditor's Office does an in depth analysis of the insuring scoring models. Per 33-18-609, (1) MCA Insurers that use insurance scores to underwrite and rate risks shall file their scoring models or other scoring processes with the Commissioner. In 33-18-609, (2), MCA the filing is considered a trade secret.

Please let us know if you have questions in regards to this.

Mari L. Kindberg, FCAS, MAAA
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