EARL R. POMEROY
COMMISSIONER OF INSURANCE

State of North Dakota
DEPARTMENT OF INSURANCE

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BULLETIN 90-6

TO: ALL COMPANIES WRITING LIFE AND ACCIDENT & HEALTH INSURANCE

FROM: Earl R. Pomeroy, Commissioner of Insurance

DATE: October 26, 1990

SUBJECT: Improper Usage of Life and A&H Guaranty Fund Disclosure Form

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It has come to my attention that some companies are requiring their agents to furnish a copy of North Dakota's recently adopted "Life and Health Guaranty Fund Disclosure Form" at the time new business is being solicited or when applications are being taken. This conduct is prohibited under North Dakota's guarantee fund laws.

Companies must make this form available to policyholders not applicants. It should be given to a policyholder at the time of policy delivery. Agents and companies are prohibited from using the existence of the guaranty fund to solicit business or induce clients to purchase insurance. The complete text of the North Dakota Century Code and Administrative Code pertaining to this disclosure are attached. Companies are requested to advise your agents regarding the possible misuse of the "Guaranty Fund Disclosure Form".

ERP/vm/ds