

Premium Payment

September 2009

Your insurance company as a condition of professional liability protection requires premium payment on or before the effective date of the policy; normally provided for a full 12 month period with some rare exceptions.

The insuring company is also charged with the responsibility of collecting the Indiana Patients Compensation Fund Surcharge & remitting the surcharge payment with proof of insurance to the Indiana Department of Insurance; the surcharge is payable to the State in full at inception.

IRMIA offers an alternative payment plan that features a 40% down payment of premium and 100% of the fund surcharge with two 30% installments which include a \$15 installment fee.

Medical Protective & ProAssurance both offer premium financing plans; and depending on volume of premium they may also offer payment plans with interest free payments.

Premium finance arrangements are, also available from several other sources including companies specializing in insurance financing such as *First Insurance Funding*.

Please call for advice.

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