

LIFE INSURANCE LAW AMENDMENTS

2004 GENERAL SESSION

STATE OF UTAH

Sponsor: James A. Dunnigan

LONG TITLE

General Description:

This bill modifies the Insurance Code to address life insurance provisions.

Highlighted Provisions:

This bill:

- ▶ grants rulemaking authority;
- ▶ addresses eligible insured groups for group or blanket life insurance policies; and
- ▶ makes technical changes.

Monies Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

31A-22-501, as enacted by Chapter 242, Laws of Utah 1985

ENACTS:

31A-22-425, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **31A-22-425** is enacted to read:

31A-22-425. Rulemaking authority.

In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the commissioner shall make rules to establish standards for any of the following used in connection with the sale of life insurance policies and contracts:

(1) a buyer's guide;

(2) a disclosure;

(3) an illustration;

(4) a policy summary; or

(5) a recommendation.

Section 2. Section **31A-22-501** is amended to read:

31A-22-501. Eligible groups.

[No] A group or blanket policy of life insurance may not be delivered in Utah unless the insured group:

(1) falls within at least one of the classifications under Sections 31A-22-502 through 31A-22-509[-]; and

(2) is formed for a reason other than the purchase of insurance.