

1 **LIFE INSURANCE LAW AMENDMENTS**

2 2004 GENERAL SESSION

3 STATE OF UTAH

4 **Sponsor: James A. Dunnigan**

5

LONG TITLE

6 **General Description:**

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

8 **Highlighted Provisions:**

9 This bill:

- 10
- 11 ▶ grants rulemaking authority;
 - 12 ▶ addresses eligible insured groups for group or blanket life insurance policies; and
 - 13 ▶ makes technical changes.

14 **Monies Appropriated in this Bill:**

15 None

16 **Other Special Clauses:**

17 None

18 **Utah Code Sections Affected:**

19 AMENDS:

20 **31A-22-501**, as enacted by Chapter 242, Laws of Utah 1985

21 ENACTS:

22 **31A-22-425**, Utah Code Annotated 1953

23

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

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

25 **31A-22-425. Rulemaking authority.**

26 In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the



28 commissioner shall make rules to establish standards for any of the following used in
29 connection with the sale of life insurance policies and contracts:

30 (1) a buyer's guide;

31 (2) a disclosure;

32 (3) an illustration;

33 (4) a policy summary; or

34 (5) a recommendation.

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

36 **31A-22-501. Eligible groups.**

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

39 (1) falls within at least one of the classifications under Sections 31A-22-502 through
40 31A-22-509[-]; and

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

Legislative Review Note
as of 11-19-03 4:10 PM

A limited legal review of this legislation raises no obvious constitutional or statutory concerns.

Office of Legislative Research and General Counsel

Interim Committee Note
as of 12-10-03 10:07 AM

The Business and Labor Interim Committee recommended this bill.