

S.B. 77

INSURABLE INTEREST AMENDMENTS

Senator **Ross I. Romero** proposes the following amendments:

1. *Page 2, Lines 43 through 50*

Senate Committee Amendments

2-5-2007:

43 (c) In the case of life insurance, the insurable interest requirements of Subsections
44 (2)(a) and (b):
45 (i) are satisfied if the requirements are met:
46 (A) at the effective date of the insurance policy; ~~§~~→ [or] and ←~~§~~
47 (B) at the time of a later procurement **, if any,** of an interest in the proceeds of an insurance
48 policy; and
49 (ii) do not need to be met at the time that proceeds of an insurance policy are payable if
50 the requirements are met at ~~{ a time }~~ **the times** specified in Subsection (2)(c)(i).

2. *Page 3, Line 84 through Page 4, Line 92a*

Senate Committee Amendments

2-5-2007:

84 (ii) (A) A trustee of a trust established by an employer for the sole benefit of the
85 employer has the same insurable interest in the life and health of any person as does the
86 employer.
87 (B) Without limiting the general principle in Subsection (3) ~~§~~→ [(c)] (d) ←~~§~~ (ii)(A), a
87a trustee of a
88 trust established by an employer that provides life, health, disability, retirement, or similar
89 benefits **to an individual identified in Subsection (3)(d)(i)(A)** has an insurable interest in the
90 ~~{ lives }~~ **life** of the ~~{ following individuals if the individual is to~~
91 ~~(i) an~~ individual described in Subsection (3) ~~§~~→ [(c)] (d) ←~~§~~ (i)(A) ~~{ or~~
92 ~~(H) a dependent or beneficiary of an individual described in Subsection (3) ~~§~~→ [(c)] (d) ←~~§~~~~
92a ~~(i)(A)~~ **for whom the benefits are provided** .