

SENATE BILL 555

C4

5lr0070

By: **Chair, Finance Committee (By Request – Departmental – Maryland Insurance Administration)**

Introduced and read first time: February 6, 2015

Assigned to: Finance

Committee Report: Favorable

Senate action: Adopted

Read second time: March 10, 2015

CHAPTER _____

1 AN ACT concerning

2 **Life Insurance – Cash Surrender Values – Supplemental Benefits**

3 FOR the purpose of providing that the effects on the basic cash value of supplemental life
4 insurance, annuity benefits, or family coverage as described under certain provisions
5 of law shall be the same as the effects on cash surrender values under those
6 provisions; and generally relating to cash surrender values.

7 BY repealing and reenacting, without amendments,

8 Article – Insurance

9 Section 16–312(a)

10 Annotated Code of Maryland

11 (2011 Replacement Volume and 2014 Supplement)

12 BY repealing and reenacting, with amendments,

13 Article – Insurance

14 Section 16–312(d)

15 Annotated Code of Maryland

16 (2011 Replacement Volume and 2014 Supplement)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

18 That the Laws of Maryland read as follows:

19 **Article – Insurance**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 16-312.

2 (a) This section applies to policies of life insurance issued on or after January 1,
3 1986, and is in addition to any other applicable provisions of this subtitle.

4 (d) The effects on the basic cash value of supplemental life insurance, annuity
5 benefits, or family coverage as described under the applicable provisions of §§ 16-305,
6 16-307, [and] 16-308(b), AND **16-309** of this subtitle shall be the same as the effects on
7 cash surrender values under those applicable provisions.

8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
9 October 1, 2015.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.