

Chapter 40

(Senate Bill 555)

AN ACT concerning

Life Insurance – Cash Surrender Values – Supplemental Benefits

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

BY repealing and reenacting, without amendments,

Article – Insurance

Section 16–312(a)

Annotated Code of Maryland

(2011 Replacement Volume and 2014 Supplement)

BY repealing and reenacting, with amendments,

Article – Insurance

Section 16–312(d)

Annotated Code of Maryland

(2011 Replacement Volume and 2014 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That the Laws of Maryland read as follows:

Article – Insurance

16–312.

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

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

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

Approved by the Governor, April 14, 2015.