

BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 504

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in the sponsor line, strike “and Derr” and substitute “Derr, and Ferguson”; strike beginning with “altering” in line 4 down through “society;” in line 5; in line 18, after “approved;” insert “clarifying that a society may not provide benefits through group insurance coverages;”; strike beginning with “providing” in line 25 down through the semicolon in line 27; strike beginning with “prohibiting” in line 32 down through the semicolon in line 34.

AMENDMENT NO. 2

On page 2, in line 4, strike “8-411,”; in the same line, strike “8-413,”; in line 5, strike “8-449, and 8-464” and substitute “and 8-449”; in line 24, after “8-429” insert “and 8-445”; and strike in their entirety lines 28 through 33, inclusive.

AMENDMENT NO. 3

On pages 5 and 6, strike in their entirety the lines beginning with line 32 on page 5 through line 11 on page 6, inclusive.

On page 6, strike in their entirety lines 29 through 35, inclusive.

AMENDMENT NO. 4

On page 11, strike in their entirety lines 35 and 36.

On page 12, strike in their entirety lines 1 through 5, inclusive, and substitute:

“(B)(1) A SOCIETY SHALL SPECIFY IN ITS LAWS THOSE PERSONS WHO MAY RECEIVE BENEFITS THROUGH THE SOCIETY.

(2) (I) FOR ALL COVERAGES, THE MEMBER SHALL BE THE APPLICANT OR

(Over)

THE INSURED.

(II) IF THE MEMBER IS THE APPLICANT, THERE SHALL BE A BONA FIDE FAMILIAL OR OTHER DEPENDENT RELATIONSHIP BETWEEN THE MEMBER AND THE INSURED OR BENEFICIARY.

(3) (I) EVERY SOCIETY, BY ITS LAWS, MAY LIMIT THE SCOPE OF BENEFICIARIES ONLY TO THE EXTENT REQUIRED BY FEDERAL LAW GOVERNING FRATERNAL BENEFIT SOCIETIES.

(II) THE SOCIETY MAY SPECIFY THE TERMS AND CONDITIONS ON WHICH BENEFITS CERTIFICATES MAY BE ASSIGNED.

(C) A SOCIETY MAY NOT PROVIDE BENEFITS THROUGH GROUP INSURANCE COVERAGES.”;

in line 6, strike “(c)” and substitute “(D)”.

AMENDMENT NO. 5

On page 15, in line 29, strike “DISABILILTY” and substitute “DISABILITY”; and in line 31, strike “THE STANDARD PROVISION”.

AMENDMENT NO. 6

On page 19, strike beginning with “DIRECTLY” in line 26 down through the period in line 27 and substitute “:

(1) DIRECTLY BY THE SOCIETY; OR

(2) INDIRECTLY:

(I) WITH RESPECT TO ACTIVITIES REGULATED BY THE INSURANCE COMMISSIONER, THROUGH A SUBSIDIARY OR AFFILIATE OPERATING UNDER A CERTIFICATE OF AUTHORITY, CERTIFICATE OF QUALIFICATION, OR OTHER LICENSE ISSUED BY THE COMMISSIONER; AND

(II) FOR ALL OTHER ACTIVITIES, THROUGH SUBSIDIARY CORPORATIONS AND AFFILIATED ORGANIZATIONS.”.

AMENDMENT NO. 7

On page 21, in line 8, strike “(A) A” and substitute “FOR THE PURPOSE OF COMPLIANCE WITH STANDARDS SET OUT IN THIS ARTICLE REGARDING REQUIRED RESERVES AND REQUIRED SURPLUS, A”; and strike in their entirety lines 11 through 15, inclusive.

AMENDMENT NO. 8

On page 28, in line 9, strike “INDIVIDUAL”; and in the same line, after “25” insert “INDIVIDUALS”.

On pages 28 and 29, strike in their entirety the lines beginning with line 12 on page 28 through line 30 on page 29, inclusive.