

Regular Session, 2014

HOUSE BILL NO. 286

BY REPRESENTATIVE THIBAUT

INSURANCE/LIFE: Requires life insurers to notify insureds relative to conversion option

1 AN ACT

2 To enact R.S. 22:931(A)(12), relative to individual life insurance policies; to require insurers
3 to notify insureds of when their conversion option will expire; to provide for proof
4 of notice to policyholders; to provide an exception for a child term rider; and to
5 provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 22:931(A)(12) is hereby enacted to read as follows:

8 §931. Life insurance policies; standard provisions

9 A. No policy of life insurance, except as stated in Subsection C of this
10 Section, shall be delivered or issued for delivery in this state unless it contains in
11 substance the following provision or provisions which, in the opinion of the
12 commissioner of insurance, are more favorable to the policyholder:

13 * * *

14 (12) Conversion notice. (a) A provision requiring that the insurer notify the
15 policyholder of his option to convert his policy from term life insurance to
16 permanent life insurance at least thirty-one days prior to the expiration of the
17 conversion option, if such an option is applicable. Such notice shall be a separate
18 notice or contained in either a premium notice or an annual premium summary.

