

SENATE PROPOSAL OF AMENDMENT

H. 95

An act relating to unclaimed life insurance benefits

The Senate proposes to the House to amend the bill as follows:

First: In Sec. 1, 27 V.S.A. § 1244a, subsection (b), after the first sentence, by adding a sentence to read An insurance company may use the full Death Master File once annually and the Death Master File Update Files for the remaining comparisons in the year.

Second: In Sec. 1, 27 V.S.A. § 1244a, by striking out subdivision (b)(1) in its entirety and by inserting in lieu thereof a new subdivision (b)(1) to read as follows:

(1) within 90 days of identifying the match:

(A) complete a good faith effort, which shall be documented by the insurance company, to confirm the death of the insured, annuitant, or retained asset account holder against other available records and information;

(B) review its records to determine whether the deceased insured has purchased any other products with the insurance company; and

(C) determine whether benefits are due in accordance with the applicable policy or contract; and, if benefits are due in accordance with the applicable policy or contract:

(i) use good faith efforts, which shall be documented by the insurance company, to locate the beneficiary or beneficiaries; and

(ii) provide the appropriate claims forms or instructions to the beneficiary or beneficiaries to make a claim, including the need to provide an official death certificate, if applicable under the policy or contract; and

Third: In Sec. 1, 27 V.S.A. § 1244a, subsection (e), after the words “life insurance policy” by adding , contract.

Fourth: In Sec. 1, 27 V.S.A. § 1244a, subdivision (f)(1), after the words “life insurance policy” by adding or contract.

Fifth: In Sec. 1, 27 V.S.A. § 1244a, subsection (g), after the words “unclaimed life insurance” by adding or annuity death

Sixth: By striking out Sec. 2 (effective date; retroactive application) in its entirety and by inserting in lieu thereof a new Sec. 2 to read:

Sec. 2. 8 V.S.A. § 3802a is added to read:

§ 3802a. POLICYHOLDER INFORMATION

For each group life insurance policy issued under this subchapter, the insurer shall maintain at least the following information for those covered under the policy:

- (1) Social Security Number, if any, name, and date of birth;
- (2) beneficiary designation information;
- (3) coverage eligibility;
- (4) benefit amount; and
- (5) premium payment status.

Seventh: By adding Sec. 3 to read:

Sec. 3. EFFECTIVE DATE; APPLICATION

This act shall take effect on July 1, 2013 and, notwithstanding 1 V.S.A. § 214(b), shall apply to all life insurance policies, annuity contracts, and retained asset accounts in force on or after the effective date, except that Sec. 2 of this act (policyholder information for group life insurance) shall apply only to group life insurance policies issued or renewed on or after the effective date.