
A BILL FOR AN ACT

RELATING TO GROUP LIFE INSURANCE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Chapter 431, Hawaii Revised Statutes, is
2 amended by adding a new section to part II of article 10D, to be
3 appropriately designated and to read as follows:

4 "§431:10D-A Other groups; limits. Group life insurance
5 offered to a Hawaii resident under a group life insurance policy
6 issued to a group, other than a group described in sections
7 431:10D-202 through 431:10D-211, shall be subject to the
8 following requirements:

9 (1) No group life insurance policy shall be delivered in
10 this State unless the commissioner finds that:

11 (A) The issuance of the group life insurance policy
12 is not contrary to the best interest of the
13 public;

14 (B) The issuance of the group life insurance policy
15 would result in economies of acquisition or
16 administration; and



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1 (C) The benefits of the group life insurance policy
2 are reasonable in relation to the premium
3 charged;

4 (2) No group life insurance coverage may be offered in
5 this State, pursuant to this section, by an insurer
6 under a group life insurance policy issued in another
7 state, unless:

8 (A) The commissioner has made a determination that
9 the requirements of paragraph (1) have been met
10 with regard to that group life insurance policy;
11 or

12 (B) The other state has requirements substantially
13 similar to those contained in paragraph (1) and
14 has made a determination that the requirements
15 have been met;

16 (3) The premium for the group life insurance policy shall
17 be paid either from the policyholder's funds or from
18 funds contributed by covered persons, or from both;
19 and

20 (4) An insurer may exclude or limit the group life
21 insurance policy coverage on any person as to whom



1 evidence of individual insurability is not
2 satisfactory to the insurer."

3 SECTION 2. Section 431:10A-201, Hawaii Revised Statutes,
4 is amended by amending the definition of "group disability
5 insurance" to read as follows:

6 "(4) Group disability insurance means that form of accident
7 and health or sickness insurance covering groups of persons,
8 with or without their dependents and family members, and issued
9 under a master policy to:

10 (A) Such groups as qualify for group life insurance
11 under ~~[+]sections[+]~~ 431:10D-201 to 431:10D-211
12 and 431:10D-A of this code; or

13 (B) An automobile club formed for purposes other than
14 obtaining group insurance, covering the members
15 of the club."

16 SECTION 3. In codifying the new section added by section 1
17 of this Act, the revisor of statutes shall substitute
18 appropriate section numbers for the letters used in designating
19 the new sections in this Act.

20 SECTION 4. Statutory material to be repealed is bracketed
21 and stricken. New statutory material is underscored.



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1 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY: _____

BR

JAN 19 2010



Report Title:

Group Life Insurance; Limits

Description:

Requires insurance commissioner approval of the issuance of group life insurance policies that cover other than the listed groups. Expands group disability insurance to include groups other than the listed groups.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

