

A Bill for an Act Relating to the Right of Purchaser to Return Insurance Policy without Obligation.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Chapter 431, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

“Sec. 431- Right to return policy. Every individual life insurance policy and every individual disability insurance policy, except single premium nonrenewable policies or travel accident policies, issued for delivery in this State, shall have printed thereon or attached thereto a notice in ten-point bold type stating in substance that the person to whom the policy is issued is entitled to return the policy or contract within ten days of its receipt by said purchaser and to have the premium paid refunded if the purchaser is not satisfied with it for any reason. If a purchaser pursuant to such notice, mails or delivers the policy to the company or association at its home or branch office or to the agent through whom it was purchased, it shall be void from the beginning and the parties shall be in the same position as if no policy had been issued. When an individual life insurance policy is mailed or delivered by the purchaser within the ten-day period, the insurer may be reimbursed for the actual medical examination expenses incurred in processing the policy or contract, provided the foregoing notice includes a statement to this effect.”

SECTION 2. New statutory material is underscored. In printing this Act, the revisor of statutes need not include the underscoring.*

SECTION 3. This Act shall take effect 90 days after its approval.

(Approved April 28, 1975.)

*Edited accordingly.