

By Senator Thrasher

8-01117-10

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1                   A bill to be entitled  
2           An act relating to life insurance; creating s.  
3           627.4605, F.S.; specifying types of transactions for  
4           which a notice to the existing insurer of the  
5           replacement of a life insurance policy is not  
6           required; amending s. 627.5575, F.S.; revising a  
7           limitation on the amount of life insurance available  
8           for a covered spouse or dependent child under certain  
9           group life insurance policies; providing an effective  
10          date.

11  
12 Be It Enacted by the Legislature of the State of Florida:

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14           Section 1. Section 627.4605, Florida Statutes, is created  
15 to read:

16           627.4605 Notice of replacement not required.—A notice to  
17 the existing insurer of the replacement of a life insurance  
18 policy is not required in a transaction involving:

19           (1) An application to the existing insurer issuing the  
20 existing policy or contract when a contractual change or  
21 conversion privilege is exercised;

22           (2) Replacement of an existing policy or contract by the  
23 same insurer pursuant to a program filed with and approved by  
24 the Office of Insurance Regulation; or

25           (3) A term conversion privilege exercised among corporate  
26 affiliates.

27           Section 2. Subsection (3) of section 627.5575, Florida  
28 Statutes, is amended to read:

29           627.5575 Group life insurance for dependents.—Except for a

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30 policy issued under s. 627.553, a group life insurance policy  
31 may be extended to insure the employees or members against loss  
32 due to the deaths of their spouses and dependent children or any  
33 class or classes thereof, subject to the following:

34 (3) The amounts of insurance for any covered spouse or  
35 dependent child under the policy may not exceed ~~50 percent of~~  
36 the amount of insurance for which the employee or member is  
37 insured.

38 Section 3. This act shall take effect upon becoming a law.