



General Assembly

February Session, 2002

Amendment

LCO No. 4422

HB0564104422SR0

Offered by:

SEN. COOK, 18th Dist.

SEN. BOZEK, 6th Dist.

To: Subst. House Bill No. 5641

File No. 567

Cal. No. 381

"AN ACT ALLOWING SENIOR CITIZENS TO DESIGNATE A THIRD PARTY TO RECEIVE CERTAIN CANCELLATION NOTICES."

1 In line 2, strike "or homeowners" and insert ", homeowners,
2 individual health or individual long-term care"

3 In line 9, after the period insert "As used in this section, "individual
4 long-term care insurance policy" means a long-term care policy, as
5 defined in section 38a-501 of the general statutes, or an individual
6 long-term care policy that is precertified pursuant to section 38a-475 of
7 the general statutes."

8 After line 301, add the following:

9 "Sec. 6. Subdivision (3) of subsection (a) of section 38a-483 of the
10 general statutes is repealed and the following is substituted in lieu
11 thereof (*Effective October 1, 2002*):

12 (3) A provision as follows: "GRACE PERIOD: A grace period of

13 (insert a number not less than seven for weekly premium policies, ten
14 for monthly premium policies and thirty-one for all other policies)
15 days will be granted for the payment of each premium falling due after
16 the first premium, during which grace period the policy shall continue
17 in force." A policy which contains a cancellation provision may add, at
18 the end of the above provision, "subject to the right of the insurer to
19 cancel in accordance with the cancellation provision hereof." A policy
20 in which the insurer reserves the right to refuse any renewal may have,
21 at the beginning of the above provision, "Unless not less than five days
22 prior to the premium due date the insurer has delivered to the insured
23 and any third party designated pursuant to section 1 of this act, or has
24 mailed to [his] the insured's and designee's last address as shown by
25 the records of the insurer written notice of its intention not to renew
26 this policy beyond the period for which the premium has been
27 accepted."

28 Sec. 7. Subdivision (8) of subsection (b) of section 38a-483 of the
29 general statutes is repealed and the following is substituted in lieu
30 thereof (*Effective October 1, 2002*):

31 (8) A provision as follows: "CANCELLATION: The insurer may
32 cancel this policy at any time by written notice delivered to the
33 insured, any third party designated pursuant to section 1 of this act
34 and to any dependents who were listed on the application and any
35 subsequent revisions [thereto] to the application, or mailed to their last
36 address as shown by the records of the insurer, stating when, not less
37 than five days [thereafter] after the date of the notice, such cancellation
38 shall be effective; and after the policy has been continued beyond its
39 original term the insured may cancel this policy at any time by written
40 notice delivered or mailed to the insurer, effective upon receipt or on
41 such later date as may be specified in such notice. In the event of
42 cancellation, the insurer [will] shall return promptly the unearned
43 portion of any premium paid. If the insured cancels, the earned
44 premium shall be computed by the use of the short-rate table last filed
45 with the state official having supervision of insurance in the state
46 where the insured resided when the policy was issued. If the insurer

47 cancels, the earned premium shall be computed pro-rata. Cancellation
48 shall be without prejudice to any claim originating prior to the
49 effective date of cancellation. ""