OLR Bill Analysis
SB 87

AN ACT PROHIBITING DISCRETIONARY CLAUSES IN DISABILITY INCOME INSURANCE POLICIES.

SUMMARY
This bill prohibits certain health carriers from including in a disability income protection policy a provision that allows the carrier discretion to interpret the policy’s terms, or establishes standards for interpreting or reviewing the policy, that are inconsistent with state law.

The bill applies to each insurer, health care center, hospital or medical service corporation, or fraternal benefit society that delivers, issues, renews, amends, or continues in Connecticut a disability income protection policy on or after January 1, 2020.

EFFECTIVE DATE: January 1, 2020

COMMITTEE ACTION
Insurance and Real Estate Committee

Joint Favorable
Yea 14 Nay 6 (03/14/2019)