
OLR Bill Analysis

SB 1050 (File 326, as amended by Senate "A")*

AN ACT CONCERNING NOTICES PROVIDED BY LIFE INSURERS.

SUMMARY

Beginning January 1, 2022, this bill requires that insurers delivering or issuing individual or group life insurance policies in Connecticut, or their third-party administrators, annually send a written notice disclosing the policy's status to each (1) policyholder or insured life (if the policy's insured life is different than the policyholder) and (2) insurance producer of record for the policy.

The bill also requires these insurers to send any cancellation notices to each policy owner. The cancellation notices are in addition to those required under existing law to notify (1) life insurance applicants of their right to designate a third party to receive policy cancellation notices due to premium nonpayment and (2) insured employees of a group life insurance policy's cancellation.

The bill authorizes the insurance commissioner to adopt implementing regulations.

*Senate Amendment "A" allows third-party administrators to send the policy status notice and makes technical changes.

EFFECTIVE DATE: January 1, 2022

COMMITTEE ACTION

Insurance and Real Estate Committee

Joint Favorable

Yea 17 Nay 1 (03/22/2021)