

These minutes contain materials which paraphrase and/or summarize statements made during this session. Only text enclosed in quotation marks

report a speaker's exact words. For complete contents of the proceedings, please refer to the tapes.

HOUSE COMMITTEE ON BUSINESS AND CONSUMER AFFAIRS

May 14, 1991
P.M.

Hearing Room F 2:45
Tape 78

MEMBERS PRESENT: Rep. John Schoon, Chair Rep. Hedy L. Rijken,
Vice-Chair Rep. Jerry Barnes Rep. Lisa Naito Rep. Carolyn Oakley Rep.
Beverly Stein Rep. Greg Walden

STAFF PRESENT: Terry Connolly, Committee Administrator Annetta
Mullins, Committee Assistant

MEASURES CONSIDERED: HB 3355 WS

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TAPE 78, SIDE A

010 CHAIR SCHOON calls the meeting to order at 2:51 p.m. for the purpose of reconsidering the vote by which HB 3355 was sent to the floor

HB 3355 - ALLOWS INSURED TO USE LIFE INSURANCE PROCEEDS FOR TERMINAL ILLNESS EXPENSES BEFORE DEATH. Witness: Lewis Littlehales, Insurance Division

007 TERRY CONNOLLY, Administrator: After the committee passed HB 3355 it was brought to our attention that there were some technical errors in the HB 3355-3 amendments which were adopted by the committee. We now have prepared HB 3355-4 amendments (EXHIBIT A) to incorporate the corrections.

030 LEWIS LITTLEHALES, Insurance Division, explains the HB 3355-4 amendments. Section 4 in the bill said Sections 2 and 3 applied to policies issued on or after the effective date of this act. That made sense in the original bill when the accelerated benefits were a required provision. That is now optional in the bill. There was some question about when the optional provision applies only to policies issued or renewed on or after the effective date. The question arises whether you could issue a rider on an existing life policy. I understand that to be the intent. Therefore, the section is not necessary and has been removed.

The other change in the -4 amendments is the addition of "or a rider."
The last change is on line 6 is to make it read better.

065 MOTION: REP. RIJKEN moves that the HB 3355-4 amendments BE ADOPTED

(in lieu of the HB 3355-3 amendments previously adopted).

069 VOTE: CHAIR SCHOON, hearing no objection to the motion, declares the motion PASSED. All members are present.

070 MOTION: REP. RIJKEN moves that HB 3355, as amended, be sent to the Floor with a DO PASS recommendation.

072 VOTE: In a roll call vote, all members are present and vote AYE.

074 CHAIR SCHOON declares the motion PASSED.

075 REP. NAITO thanks the committee for taking the time to consider HB 3355 today.

077 CHAIR SCHOON declares the meeting adjourned at 2:57 p.m.

Respectfully submitted, Reviewed by,

Annetta MullinsTerry Connolly AssistantAdministrator

EXHIBIT SUMMARY

A - HB 3355, HB 3355-4 amendments, Lewis Littlehales