

435.

The group life insurance policy shall contain a provision that if the group policy terminates or is amended so as to terminate the insurance of any class of insured persons, every person insured thereunder at the date of such termination whose insurance terminates and who has been so insured for at least five (5) years prior to such termination date shall be entitled to have issued to him THAT PERSON by the insurer an individual policy of life insurance, subject to the same conditions and limitations as are provided by § 434, except that the group policy may provide that the amount of such individual policy shall not exceed the smaller of:

(1) The amount of the person's life insurance protection ceasing because of the termination or amendment of the group policy, less the amount of any life insurance for which he THAT PERSON is or becomes eligible under any group policy issued or reinstated by the same or another insurer within thirty-one (31) days after such termination, and

[(2) Two thousand dollars (\$2,000)]

(2) TEN THOUSAND DOLLARS (\$10,000).

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1988.

Approved April 12, 1988.

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CHAPTER 14

(Senate Bill 103)

AN ACT concerning

Group Life Insurance - Dependent Coverage

FOR the purpose of altering certain maximum amounts of insurance under a group life insurance policy for the life of a spouse or a minor child of an insured employee or member; and generally relating to group life insurance.

BY repealing and reenacting, with amendments,

Article 48A - Insurance Code  
Section 422A(1)(i)  
Annotated Code of Maryland  
(1986 Replacement Volume and 1987 Supplement)