

NOTWITHSTANDING § 17-308 OF THIS TITLE, ONLY ONE CERTIFICATE MUST BE ISSUED FOR EACH FAMILY UNIT IF A STATEMENT ABOUT A DEPENDENT'S COVERAGE IS INCLUDED IN THE CERTIFICATE.

(E) PLAN TO PRECLUDE INDIVIDUAL CHOICE.

THE AMOUNTS OF INSURANCE UNDER THE POLICY MUST BE BASED ON A PLAN THAT PRECLUDES INDIVIDUAL CHOICE BY THE EMPLOYEES OR MEMBERS OR BY THE EMPLOYER OR TRUSTEES.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 422A.

In subsection (a)(1) of this section, the former reference to "then" insured employees is deleted as surplusage.

Defined terms: "Insurance" § 1-101

"Life insurance" § 1-101

"Policy" § 1-101

"Premium" § 1-101

SUBTITLE 3. GROUP LIFE INSURANCE POLICY PROVISIONS.

17-301. STANDARD PROVISIONS REQUIRED; EXCEPTIONS.

(A) STANDARD PROVISIONS REQUIRED.

EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, A POLICY OF GROUP LIFE INSURANCE MAY NOT BE DELIVERED IN THE STATE UNLESS IT CONTAINS IN SUBSTANCE:

(1) THE PROVISIONS OF §§ 17-302 THROUGH 17-311 OF THIS SUBTITLE; OR

(2) PROVISIONS THAT IN THE OPINION OF THE COMMISSIONER ARE:

(I) MORE FAVORABLE TO THE INSURED; OR

(II) AT LEAST AS FAVORABLE TO THE INSURED AND MORE FAVORABLE TO THE POLICYHOLDER.

(B) EXCEPTIONS.

(1) SECTIONS 17-307 THROUGH 17-311 OF THIS SUBTITLE DO NOT APPLY TO POLICIES ISSUED TO A CREDITOR TO INSURE DEBTORS OF THE CREDITOR.

(2) THE STANDARD PROVISIONS REQUIRED FOR INDIVIDUAL LIFE INSURANCE POLICIES DO NOT APPLY TO POLICIES OF GROUP LIFE INSURANCE.

(3) IF A POLICY OF GROUP LIFE INSURANCE IS ON A PLAN OTHER THAN THE TERM PLAN, THE POLICY:

(I) SHALL CONTAIN A NONFORFEITURE PROVISION THAT IN THE OPINION OF THE COMMISSIONER IS EQUITABLE TO THE INSURED AND THE POLICYHOLDER; BUT