

CHARITABLE REMAINDER TRUST UNDER § 664 OR A POOLED INCOME FUND UNDER § 642(C)(5) OF THE INTERNAL REVENUE CODE MAY PROCURE OR CAUSE TO BE PROCURED AN INSURANCE CONTRACT ON THE LIFE OF AN INDIVIDUAL IF:

(I) THE INSTITUTION OR TRUST IS DESIGNATED IRREVOCABLY AS THE BENEFICIARY OF THE INSURANCE; AND

(II) THE APPLICATION FOR THE INSURANCE CONTRACT IS SIGNED BY THE INDIVIDUAL WHOSE LIFE IS TO BE INSURED OR THE INDIVIDUAL'S LEGAL GUARDIAN.

(2) THIS SUBSECTION DOES NOT PROHIBIT THE INSURANCE APPLICANT INSTITUTION OR INDIVIDUAL FROM ALSO BEING THE BENEFICIARY OR OWNER OF THE POLICY ISSUED UNDER THE INSURANCE CONTRACT OR PAYING THE PREMIUMS FOR THE POLICY.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be applied retroactively, thereby validating any insurance contract authorized under this Act if the individual on whose life the insurance contract was taken is alive on the effective date of this Act, even though the insurance contract was entered into before the effective date of this Act.

SECTION 2. 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1992.

Approved May 12, 1992.

CHAPTER 212

(Senate Bill 19)

AN ACT concerning

Consumer Protection – Vacation Club Membership – Right to Cancel

FOR the purpose of establishing a right of cancellation of certain contracts to purchase certain vacation club memberships; establishing certain rights relating to a cancellation; requiring the sales agent to deliver a certain refund within a certain period of time at a certain location; requiring certain contracts to contain certain statements relating to cancellation; making certain acts of a sales agent deceptive trade practices; providing for cancellation in a certain manner under certain circumstances; providing that the refund amount includes certain interest proceeds under certain circumstances; providing for the applicability of this Act; defining certain terms; and generally relating to the regulation of vacation club memberships.

BY adding to

Article – Commercial Law