

By: Averitt

S.B. No. 1680

A BILL TO BE ENTITLED

AN ACT

relating to eligibility of certain dependents for group life insurance.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 1131.802, Insurance Code, is amended to read as follows:

Sec. 1131.802. EXTENSION OF GROUP LIFE INSURANCE TO SPOUSES AND CHILDREN; ELIGIBLE CHILDREN. Insurance under a group life insurance policy may be extended to cover:

(1) the spouse of each individual eligible to be insured under the policy; ~~or~~

(2) a natural or adopted child of each individual eligible to be insured under the policy if the child is:

(A) unmarried and younger than 25 ~~[21]~~ years of age; or

(B) ~~[older than 21 years of age and:
(i) enrolled as a full-time student at an educational institution; or~~

~~[(ii)]~~ physically or mentally disabled and under the parents' supervision; or

(3) a natural or adopted grandchild of each individual eligible to be insured under the policy if the child is:

(A) unmarried;

(B) younger than 25 years of age; and

1 (C) a dependent of the insured for federal income
2 tax purposes at the time the application for coverage of the child
3 is made.

4 SECTION 2. The change in law made by this Act applies only
5 to a group life insurance policy delivered, issued for delivery, or
6 renewed on or after January 1, 2008. A policy delivered, issued for
7 delivery, or renewed before January 1, 2008, is governed by the law
8 in effect immediately before the effective date of this Act, and
9 that law is continued in effect for that purpose.

10 SECTION 3. This Act takes effect September 1, 2007.