
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1714 Session of
1977

INTRODUCED BY KOWALYSHYN, GILLETTE, ZEARFOSS, GATSKI, GIAMMARCO,
SCHMITT, MADIGAN, YOHN AND HARPER, OCTOBER 3, 1977

REFERRED TO COMMITTEE ON INSURANCE, OCTOBER 3, 1977

AN ACT

1 Amending the act of May 11, 1949 (P.L.1210, No.367), entitled
2 "An act relating to group life insurance; describing
3 permitted policies and restrictions thereon, the premium
4 basis thereof and rights thereunder; limiting the amount of
5 such insurance; prescribing standard policy provisions; and
6 requiring notice of conversion privileges," further providing
7 for the amount for which a creditor may insure a debtor.

8 The General Assembly of the Commonwealth of Pennsylvania
9 hereby enacts as follows:

10 Section 1. Clause (4) of section 3, act of May 11, 1949
11 (P.L.1210, No.367), entitled "An act relating to group life
12 insurance; describing permitted policies and restrictions
13 thereon, the premium basis thereof and rights thereunder;
14 limiting the amount of such insurance; prescirbing standard
15 policy provisions; and requiring notice of conversion
16 privileges," amended March 23, 1970 (P.L.206, No.83), is amended
17 to read:

18 Section 3. Policies Issued to Creditors.--A policy issued to
19 a creditor to insure debtors of the creditor shall be subject to
20 the following requirements:

21 * * *

1 (4) The amount of insurance on the life of any debtor shall
2 at no time exceed the amount owed by him which is repayable in
3 instalments to the creditor[, or thirty thousand dollars
4 (\$30,000) whichever is less].

5 * * *

6 Section 2. This act shall take effect immediately.