

The Insurance Department Act of one thousand nine hundred and twenty-one.

Clause (1), paragraph (1), subsection (c), section 301, act of May 17, 1921, P. L. 789, amended May 1, 1945, P. L. 346, further amended.

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

Section 1. Clause (i) of paragraph (1) of subsection (c) of section 301, act of May 17, 1921 (P. L. 789), known as "The Insurance Department Act of one thousand nine hundred and twenty-one," amended May 1, 1945 (P. L. 346), is amended to read:

Section 301. Computation of Reserve Liability.—

\* \* \*

(c) This subsection shall apply only to policies and contracts issued on or after the operative date of section four hundred and ten A (the Standard Non-forfeiture Law) of an act, approved the seventeenth day of May, one thousand nine hundred and twenty-one (Pamphlet Laws, six hundred eighty-two), as amended:

(1) The minimum standard for the valuation of all such policies and contracts shall be the Commissioners reserve valuation method defined in paragraph (2) of this subsection (c), three and one-half per centum (3½%) interest, and the following tables:

(i) For all Ordinary policies of life insurance issued on the standard basis, excluding any disability and accidental death benefits in such policies, the Commissioners 1941 Standard Ordinary Mortality Table for such policies issued prior to the operative date of clause (2) of subsection (d) of section 410 A (the Standard Non-forfeiture Law) of "The Insurance Company Law of 1921," and the Commissioners 1958 Standard Ordinary Mortality Table for such policies issued on or after such operative date: Provided, That for any category of such policies issued on female risks, all modified net premiums and present values referred to in this section may be calculated according to any age not more than three years younger than the actual age of the insured.

\* \* \* \* \*

Act effective immediately.

Section 2. This act shall take effect immediately.

APPROVED—The 14th day of August, A. D. 1959.

DAVID L. LAWRENCE

No. 254

AN ACT

Amending the act of May 11, 1949 (P. L. 1210), entitled "An act relating to group life insurance; describing permitted policies and restrictions thereon, the premium basis thereof and rights thereunder; limiting the amount of such insurance; prescribing standard policy provisions; and requiring notice of conversion privileges," changing the premium basis for group policies.

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

Group life insurance.

Section 1. Section 9 of the act of May 11, 1949 (P. L. 1210), entitled "An act relating to group life insurance; describing permitted policies and restrictions thereon, the premium basis thereof and rights thereunder; limiting the amount of such insurance prescribing standard policy provisions; and requiring notice of conversion privileges," amended May 25, 1951 (P. L. 410), is amended to read:

Section 9, act of May 11, 1949, P. L. 1210, amended May 25, 1951, P. L. 410, further amended.

Section 9. Premium Basis.—*The Insurance Commissioner shall, from time to time, issue regulations, except with respect to group life insurance defined in clause (2) of section 1 and in section 3, prescribing the minimum group life insurance premiums to be charged for the first year of insurance, based on an examination of the experience of such insurers and on reasonable assumptions as to interest, mortality and expense. No such regulation or amendment thereto shall be promulgated except upon notice and after hearing to all insurers affected thereby.*

No domestic, *foreign or alien* life insurance company shall deliver in this Commonwealth any policy of group life insurance the premium for which shall be less than the [net premium based on the Commissioners 1941 Standard Ordinary Mortality Table with interest at three per centum per annum plus a loading, the formula for the computation of which, shall be determined by the Insurance Commissioner. A foreign life insurance company which shall not conduct its business in accordance with this requirement shall not be permitted to do business in this Commonwealth] *premium prescribed in the regulations promulgated by the Insurance Commissioner.* Any such policy may, however, anything in this act to the contrary notwithstanding, provide for a readjustment of the rate based on experience at the end of the first or any subsequent year of insurance, which readjustment may be made retroactive for such policy year only.

Section 2. This act shall take effect immediately.

Act effective immediately.

APPROVED—The 14th day of August, A. D. 1959.

DAVID L. LAWRENCE