



Sen. Napoleon Harris, III

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10200SB2112sam001

LRB102 11322 BMS 25106 a

1 AMENDMENT TO SENATE BILL 2112

2 AMENDMENT NO. _____. Amend Senate Bill 2112 by replacing
3 everything after the enacting clause with the following:

4 "Section 5. The Illinois Insurance Code is amended by
5 adding Section 235.1 as follows:

6 (215 ILCS 5/235.1 new)

7 Sec. 235.1. Notice of cancellation; secondary addressee.

8 (a) A life company issuing an individual life insurance
9 contract on or after January 1, 2022 shall notify an
10 applicant, in writing on a form prescribed by the company at
11 the time of application for the policy, of the applicant's
12 right to designate a secondary addressee to receive notice of
13 cancellation of the policy based on nonpayment of premium. The
14 applicant may make such designation at the time of application
15 for such policy or at any time such policy is in force by
16 submitting a written notice to the insurer containing the name

1 and address of the secondary addressee.

2 (b) The insurer's transmission to a secondary addressee of
3 a copy of a notice of cancellation based on nonpayment of
4 premium shall be in addition to the transmission of the
5 original document to the policyholder. The copy of the notice
6 of cancellation transmitted to the secondary addressee shall
7 be made in the same manner and form required for the
8 transmission of the notice to the policyholder.

9 (c) The designation of a secondary addressee shall not
10 constitute acceptance of any liability on the part of the
11 secondary addressee or insurer for services provided to the
12 policyholder.

13 (d) This Section does not apply to any individual life
14 insurance contract under which premiums are payable monthly or
15 more frequently and are regularly collected by a licensed
16 agent or are paid by credit card or any preauthorized check
17 processing or automatic debit service of a financial
18 institution.

19 (e) Nothing in this Section shall prohibit an applicant or
20 policyholder from designating a life insurance agent of record
21 as his or her secondary addressee.

22 Section 99. Effective date. This Act takes effect January
23 1, 2022.".