
By Mr. Hays, petition of C. Eugene Farnam for legislation relative to mortality tables in connection with valuation standards and nonforfeiture benefits for industrial policies of life insurance. Insurance.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Sixty-Three.

AN ACT RELATIVE TO MORTALITY TABLES IN CONNECTION WITH VALUATION STANDARDS AND NONFORFEITURE BENEFITS FOR INDUSTRIAL POLICIES OF LIFE INSURANCE.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Subdivision 2 of section 9 of chapter 175 of the
2 General Laws is hereby amended by striking out clause Sec-
3 ond, as appearing in section 1 of chapter 227 of the acts of
4 1943, and inserting in place thereof the following clause: —

5 Second, For all industrial policies of life insurance issued
6 on a standard basis, excluding any total and permanent dis-
7 ability and accidental death benefits in such policies, the
8 "1941 Standard Industrial Mortality Table" shall be used
9 for such policies issued prior to January first, nineteen hun-
10 dred and sixty-eight and the "Commissioners 1961 Standard
11 Industrial Mortality Table" shall be used for such policies
12 issued on or after said date.

1 SECTION 2. Section 146 of said chapter 175 is hereby
2 amended by striking out the third paragraph as appearing in
3 section 4 of said chapter 227, and inserting in place thereof
4 the following paragraph: —

5 All adjusted premiums for and the present values of any
6 such policy issued on a standard basis prior to January first,
7 nineteen hundred and sixty-eight shall be computed on the
8 basis of the "1941 Standard Industrial Mortality Table." In

9 the case of such policies issued on or after January first, nine-
10 teen hundred and sixty-eight, all such adjusted premiums and
11 present values shall be computed on the basis of the "Commis-
12 sioners 1961 Standard Industrial Mortality Table," and in com-
13 puting the present value of any extended term insurance with
14 accompanying pure endowment, if any, the rates of mortality
15 assumed may be not more than those shown in the "Commis-
16 sioners 1961 Industrial Extended Term Insurance Table."

1 SECTION 3. Notwithstanding the provisions of clause Sec-
2 ond of subdivision 2 of section nine and the third paragraph
3 of section one hundred and forty-six of chapter one hundred
4 and seventy-five of the General Laws, as appearing in sections
5 one and two, respectively, of this act, any life insurance com-
6 pany may elect to have the provisions of said clause Second
7 and said third paragraph become effective as to its operations
8 at an earlier date by filing a written notice with the insurance
9 commissioner of its election to comply with the provisions of
10 said clause Second and of said third paragraph on or after a
11 specified date before January first, nineteen hundred and
12 sixty-eight. On the date specified in said notice the provisions
13 of said clause Second and of said third paragraph shall become
14 effective with respect to policies of industrial insurance there-
15 after issued by such company.