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**HOUSE BILL NO. 1294**

AMENDMENT IN THE NATURE OF A SUBSTITUTE  
(Proposed by the House Committee on Commerce and Labor  
on February 5, 2002)

(Patron Prior to Substitute—Delegate Rollison)

*A BILL to amend the Code of Virginia by adding a section numbered 38.2-3115.1, relating to life insurance; accelerated payment of benefits.*

**Be it enacted by the General Assembly of Virginia:**

**1. That § 38.2-3115.1 of the Code of Virginia is amended and reenacted, and that the Code of Virginia is amended by adding a section numbered as follows:**

**§ 38.2-3115.1. Accelerated payment of benefits.**

*A. Except as set forth in subsection C of this section, each insurer issuing a life insurance policy in the Commonwealth may include a policy provision for accelerated payment of benefits to the insured during the lifetime of the insured:*

*1. If a qualified health care provider or court of competent jurisdiction has determined that the insured is no longer able to perform two of the following activities of daily living: (i) bathing, (ii) dressing, (iii) continence, (iv) eating, (v) toileting, or (vi) transferring; or*

*2. If a qualified health care provider or court of competent jurisdiction has determined that the insured requires substantial supervision by another person to protect the health and safety of the insured or any other person.*

*B. The Commission shall adopt appropriate rules and regulations to carry out the intent of this section, and such rules and regulations may also provide for additional options for the accelerated payment of benefits under any other conditions deemed appropriate by the Commission.*

*C. This section shall not apply to (i) credit life insurance issued pursuant to Chapter 37.1 (§ 38.2-3717 et seq.) of this title; or (ii) policies or contracts issued prior to July 1, 2002, but shall apply to any renewals or reissues of group life insurance policies or contracts occurring after that date.*

HOUSE SUBSTITUTE

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