

No. 42

AN ACT

HB 794

Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," prohibiting certain reductions in benefits.

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

Section 1. The act of May 17, 1921 (P.L.682, No.284), known as "The Insurance Company Law of 1921," is amended by adding a section to read:

Section 619.1. Reduction For Cost-of-living Increase Prohibited.—No claim for benefits for loss of time from the insured person's occupation, under a group or individual accident and health insurance policy issued or renewed in this State, shall be reduced by reason of any cost-of-living increase, designated as such under the Federal Social Security Act, if such cost-of-living increase occurs while the policy's benefits are payable for that claim.

Section 2. This act shall take effect in 60 days.

APPROVED—The 16th day of July, A. D. 1975.

MILTON J. SHAPP