By: Representatives Montgomery (74th),
    Stevens, Scott (80th)

To: Insurance

COMMITTEE SUBSTITUTE
FOR
HOUSE BILL NO. 851

AN ACT TO PROVIDE THAT THE PROCEEDS OF A LIFE INSURANCE
POLICY BECOME DUE ON THE DATE OF THE DEATH OF THE INSURED; TO
REQUIRE THAT A CERTAIN RATE OF INTEREST SHALL BE PAID ON THE DEATH
PROCEEDS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

SECTION 1. Proceeds of a life insurance policy shall become
due on the date of the death of the insured. Interest shall be
computed from the date of receipt of due proof of death by the
insurer until the date of payment at the rate of four percent (4%) per annum, or at the current rate of interest on death proceeds
left on deposit with the insurer under an interest settlement
option, or at the current rate of interest on dividends left on
deposit with the insurer, whichever is greater.

SECTION 2. This act shall take effect and be in force from
and after July 1, 2002.