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DIGEST

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SB 509 Reengrossed

2026 Regular Session

Cloud

Proposed law provides that a bank is deemed to maintain its insurable interest in a former employee when exchanging a bank-owned life insurance policy.

Effective August 1, 2026.

(Amends R.S. 22:901(C)(2))

Summary of Amendments Adopted by Senate

Senate Floor Amendments to engrossed bill

1. Remove requirement that a former employee provide written consent to the exchange.
2. Make technical changes.

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Insurance to the reengrossed bill:

1. Clarifies that a bank maintains its insurable interest in a former employee when substituting one bank-owned life insurance policy for another.
2. Make technical changes.