

RÉSUMÉ DIGEST

ACT 12 (HB 366)

2018 Regular Session

Jordan

Prior law required all of the corporate powers of a nonprofit funeral service association, subject to any limitations, restrictions, or reservations provided for in the articles, the bylaws, or prior law, to be vested in and the affairs of the association to be managed by a board of not less than three nor more than fifteen directors who are policyholders in good standing.

New law retains prior law but repeals the requirement that the board members be policyholders.

Prior law required the commissioner of insurance, whenever any nonprofit funeral service association failed to comply with prior law or its articles or bylaws in any respect, to immediately notify the officers of the association, specifying in what respects the association was failing to comply, and to apply for liquidation of the association, if after such notice the association continued to be noncompliant.

New law retains prior law but changes the requirement for the commissioner to apply for liquidation to an authorization to apply for rehabilitation or liquidation.

Effective upon signature of governor (May 1, 2018).

(Amends R.S. 22:200(A) and 213(B))