

17:35A-6 thru 13

February 25, 1970

LEGISLATIVE HISTORY OF R.S. 17:35A-6 thru 13
(Insurance - Variable contracts)

Previous bills:

1956 - A450 - (Mosch, Cunardi, Goff)
A451 - " " "
A452 - " " "
1957 - A11 - (Mosch, Cunardi, Goff)
A12 - " " "
A13 - " " "
1958 - A330 - (D'Aloia, Salzburg)
A331 - " " "
A332 - " " "

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Hearings and reports:

974.90 N.J. Legislature. Senate. Business
I59 Affairs Committee.
1956 Public hearing on Assembly bills nos.
450, 451, 452 (re - variable annuities)
Held ... June 22, 1956.
974.90 N.J. Legislature. Assembly. Business
I59 Affairs Committee.
1958a Public hearing on Assembly bills no.
330, 331 and 332 (re - variable annuities)
974.90 Flink, S.J.
I59 Memorandum on variable annuities.
1958b (A330, A331, A332).

L. 1959, Chapter 123 - A157
Introduced January 19 by D'Aloia, Salzburg, Wilson.
Not amended during passage.
Bill had statement (copy enclosed).

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3 for the benefit of stockholders as to any calendar year an amount which,
4 when added to amounts so withdrawn as to the 4 preceding calendar years,
5 does not exceed 3% of the aggregate of gross investment earnings and the
6 net of profits and losses of such account for such 5 calendar years.

1 9. This act shall take effect immediately.

STATEMENT

This bill would authorize any New Jersey life insurance company to establish a segregated account to be known as the variable contract account, the assets of which might be invested to a large extent in common stock and other equity securities. A company operating such an account would issue special types of contracts, under which values would vary in dollar amount so as to reflect the investment results of the variable contract account. Provided such an account were established, annuity contracts on a variable basis would be issuable within the now existing authority of a New Jersey life insurance company to grant, purchase or dispose of annuities.

This bill has the approval of the Department of Banking and Insurance.

17:35A-6

February 25, 1970

LEGISLATIVE HISTORY OF R.S. 17:35A-6
(Variable contract - establishment of)

COPY NO. 2

L. 1959, Chapter 123

See Legislative History of R.S. 17:35A-6 thru 13)

L. 1966, Chapter 244 - S355

Introduced April 18 by Lynch (and 3 others).

Not amended during passage.

Bill had statement (copy enclosed).

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106 The commissioner shall further prescribe by regulation the steps to be
107 taken by the company in disposing of those holdings which at any time sub-
108 sequent to purchase fail to meet the standards and regulations for new in-
109 vestments.

1 2. Section 1 of chapter 123 of the laws of 1959 is amended to read as
2 follows:

3 1. Any life insurance corporation heretofore or hereafter incorporated
4 pursuant to the provisions of any general or special law of this State shall
5 have authority to establish and operate a separate account known as the
6 variable contract account. *Any life insurance corporation may establish more*
7 *than one such separate account with the approval of the Commissioner of*
8 *Banking and Insurance.*

1 3. Section 2 of chapter 123 of the laws of 1959 is amended to read as
2 follows:

3 2. Except as may be otherwise specifically provided by the contract, all
4 amounts received in connection with any contract on a variable basis shall
5 be placed in the variable contract account *designated in such contract*, and
6 all liabilities on any such contract shall be set up in said account.

1 4. This act shall take effect immediately.

Sponsor STATEMENT

This bill would permit the establishment and operation of more than one
separate account by New Jersey life insurance companies with the approval of
the Commissioner of Banking and Insurance. Under the present law, they are
limited to only one separate account.

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