

112TH CONGRESS  
1ST SESSION

# H. R. 130

To prevent the nondisclosure of employer-owned life insurance coverage of employees as an unfair and deceptive Act or practice under the Federal Trade Commission Act, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 5, 2011

Mr. GENE GREEN of Texas introduced the following bill; which was referred to the Committee on Education and the Workforce, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

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## A BILL

To prevent the nondisclosure of employer-owned life insurance coverage of employees as an unfair and deceptive Act or practice under the Federal Trade Commission Act, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Life Insurance Em-  
5 ployee Notification Act”.

1 **SEC. 2. DISCLOSURE OF EMPLOYER-OWNED LIFE INSUR-**  
2 **ANCE COVERAGE OF EMPLOYEES.**

3 (a) WRITTEN NOTICE REQUIRED.—Except as pro-  
4 vided in subsection (b), not later than 30 days after the  
5 date on which an employer purchases an employer-owned  
6 insurance policy on the life of an employee (or a spouse  
7 or dependent of the employee), the employer shall provide  
8 to each employee for whom the employer carries such a  
9 policy a written notice that contains the following informa-  
10 tion:

11 (1) A statement that the employer carries an  
12 employer-owned insurance policy on the life of the  
13 employee.

14 (2) The identity of the insurance carrier of the  
15 policy.

16 (3) The benefit amount of the policy.

17 (4) The name of the beneficiary of the policy.

18 (b) TRANSITION.—

19 (1) NOTICE TO FORMER COVERED EMPLOY-  
20 EES.—For former employees covered by an insur-  
21 ance policy described in subsection (a), for any  
22 length of time, from January 1, 1985, until the date  
23 of enactment of this Act, the employer shall provide  
24 the notice required under that subsection not later  
25 than 1 year after such date of enactment.

1           (2) NOTICE OF EXISTING COVERED EMPLOY-  
2           EES.—For employees covered by an insurance policy  
3           described in subsection (a) as of the date of enact-  
4           ment of this Act, the employer shall provide the no-  
5           tice required under that subsection not later than 90  
6           days after such date of enactment.

7           (c) ENFORCEMENT.—A violation of this section con-  
8           stitutes an unfair method of competition and an unfair  
9           or deceptive act or practice under section 5(a)(1) of the  
10          Federal Trade Commission Act (15 U.S.C. 45(a)(1)). The  
11          Federal Trade Commission shall enforce this Act in the  
12          same manner, by the same means, and with the same ju-  
13          risdiction as though all applicable terms and provisions of  
14          the Federal Trade Commission Act were incorporated into  
15          and made a part of this Act.

16          (d) EMPLOYER-OWNED INSURANCE POLICY DE-  
17          FINED.—The term “employer-owned insurance policy”  
18          means an insurance policy purchased by the employer for  
19          the benefit of a person other than the individual who is  
20          the subject of the policy (or other than a person des-  
21          ignated by such individual).

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