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insurance as an employee would otherwise terminate.

If the basic life insurance acquired during reemployment is so continued, any suspended basic life insurance stops with no 31-day extension of coverage or right to convert.

(g) Judges retiring under 28 U.S.C. 371 (a) and (b), 28 U.S.C. 372(a), and 26 U.S.C. 7447 are considered employees under the Federal Employees' Group Life Insurance law. Insurance for these judges continues without interruption or diminution upon retirement.

[49 FR 3034, Jan. 25, 1984, as amended at 53 FR 19743, May 31, 1988; 53 FR 32368, Aug. 25, 1988; 53 FR 40716, Oct. 18, 1988; 55 FR 995, Jan. 11, 1990; 56 FR 55051, Oct. 24, 1991; 60 FR 31373, June 15, 1995; 60 FR 51883, Oct. 4, 1995]

§ 870.602 Amount of life insurance.

(a) The amount of an annuitant's basic life insurance is his/her BIA at the date insurance would otherwise have stopped because of his/her separation from service or completion of 12 months of nonpay status, less the reductions, if any, applicable under § 870.601(c). For the purpose of the payment of benefits upon the death of an insured annuitant under age 45, effective October 1, 1981, the BIA shall be multiplied by the age factor under § 870.301(b) corresponding to the insured's age on the date of death, provided that his/her basic insurance as an employee terminated on or after October 10, 1980.

(b) The post-election BIA of an annuitant who elected a partial Living Benefit as an employee is the BIA as of the date OFEGLI received the completed Living Benefit application reduced by the percentage which the partial lump-sum payment represents of the pre-election BIA multiplied by the age factor as stated in § 870.301(b) (rounded up or down to the nearest multiple of $1,000 or, if midway between multiples, to the next higher multiple of $1,000). For the purpose of computing the payment of benefits upon the death of an insured annuitant who elected a partial Living Benefit as an employee, the BIA will be multiplied by the age factor in effect as of the date OFEGLI received the completed Living Benefit application.

[49 FR 3034, Jan. 25, 1984, as amended at 60 FR 31373, June 15, 1995]

§ 870.603 Reinstatement of life insurance.

(a) An annuitant whose disability annuity was terminated because of restoration to earning capacity or recovery from disability and whose disability annuity is restored under section 8337(e) of title 5, United States Code, after December 31, 1983, may elect to resume basic life insurance held immediately before his or her disability annuity was terminated. The election must be received by OPM within 60 days after OPM mails a notice of insurance eligibility and election form.

(b) The basic life insurance of an annuitant who meets the requirements of paragraph (a) of this section is effective on the first day of the month after the date OPM receives the election form. Any annuity withholdings applicable thereto are also reinstated on the first day of the month after the date OPM receives the election form.

(c) The amount of basic life insurance reinstated under paragraph (a) of this section is the amount that would have been in force had the individual's annuity not been terminated.

[50 FR 42005, Oct. 17, 1985, and 51 FR 15744, Apr. 28, 1986]

§ 870.604 MRA-plus-10 annuitants.

The basic life insurance of an individual whose coverage terminated under § 870.501(b), and who meets the requirements for continuing basic life insurance after retirement as stated in § 870.601(a), resumes on the commencing date of annuity or on the date the application for annuity is received by OPM, whichever is later. The individual must file an election as provided in § 870.601 (b) and (c) to be received by OPM within 60 days after OPM mails a notice of insurance eligibility and election form.

[55 FR 995, Jan. 11, 1990]