

7794

I N S E N A T E

May 12, 2010

Introduced by Sen. BRESLIN -- read twice and ordered printed, and when printed to be committed to the Committee on Insurance

AN ACT to amend the insurance law, in relation to permitting certain agreements by domestic mutual insurance corporations

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. Subsection (f) of section 1209 of the insurance law is
2 amended to read as follows:
3 (f) No domestic mutual insurance corporation, except a domestic mutual
4 insurance company organized before January first, nineteen hundred forty
5 to do only marine protection and indemnity insurance, shall enter into
6 any agreement with any of the officers or directors, or with any firm or
7 corporation in which any such officer or director is pecuniarily inter-
8 ested directly [or indirectly,] whereby the insurance corporation agrees
9 to pay, for the acquisition of business, any commission or other compen-
10 sation which under the agreement is increased or diminished by the
11 amount of such business or by the insurance corporation's earnings on
12 such business.
13 S 2. This act shall take effect immediately.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

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