

3665

2011-2012 Regular Sessions

I N   S E N A T E

March 1, 2011

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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 unauthorized foreign or alien insurers to contact nonresident persons, firms, associations or corporations to make insurance contracts

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

1     Section 1. Subsection (b) of section 1101 of the insurance law is  
2     amended by adding a new paragraph 7 to read as follows:  
3     (7) NOTWITHSTANDING THE FOREGOING, A PERSON, AS DEFINED IN SECTION ONE  
4     THOUSAND FIVE HUNDRED ONE OF THIS CHAPTER, ON BEHALF OF AN UNAUTHORIZED  
5     FOREIGN OR ALIEN INSURER DULY LICENSED TO TRANSACT THE BUSINESS OF  
6     INSURANCE BY THE LAWS OF ITS DOMICILE MAY, FROM WITHIN THIS STATE,  
7     CONTACT ANY PERSON, FIRM, ASSOCIATION OR CORPORATION NOT A RESIDENT OF  
8     THIS STATE FOR THE PURPOSE OF PROPOSING TO MAKE ANY INSURANCE CONTRACT  
9     OR TO SOLICIT APPLICATIONS OR PERFORM SERVICES FOR ANY SUCH POLICIES OR  
10    CONTRACTS WITH RESPECT TO PERSONS OR RISKS NOT RESIDENT OR LOCATED IN  
11    THIS STATE, PROVIDED THAT SUCH PERSON IS IN THE SAME HOLDING COMPANY  
12    SYSTEM WITH A DOMESTIC INSURER AND THE AFOREMENTIONED UNAUTHORIZED  
13    FOREIGN OR ALIEN INSURER. SUCH ACTIVITIES SHALL NOT BE DEEMED UNDER THIS  
14    CHAPTER AS DOING AN INSURANCE BUSINESS IN THIS STATE AND SUCH PERSON MAY  
15    MAINTAIN AN OFFICE IN THIS STATE UNDER ITS OWN NAME, AND EMPLOY PERSONS  
16    WITHIN THIS STATE, IN FURTHERANCE OF SUCH ACTIVITIES. FOR THE PURPOSES  
17    OF THIS SECTION, PERMITTED SERVICES INCLUDE, BUT ARE NOT LIMITED TO,  
18    UNDERWRITING, NEGOTIATING CONTRACT TERMS, QUOTING PREMIUMS, COLLECTING  
19    OF PREMIUMS, AND CLAIMS HANDLING.  
20    S 2. Section 2117 of the insurance law is amended by adding a new  
21    subsection (j) to read as follows:  
22    (J) NOTWITHSTANDING ANYTHING IN THIS CHAPTER, A PERSON, AS DEFINED IN  
23    SECTION ONE THOUSAND FIVE HUNDRED ONE OF THIS CHAPTER, ON BEHALF OF AN  
24    UNAUTHORIZED FOREIGN OR ALIEN INSURER DULY LICENSED TO TRANSACT THE

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

LBD09628-01-1

1 BUSINESS OF INSURANCE BY THE LAWS OF ITS DOMICILE MAY, FROM WITHIN THIS  
2 STATE, CONTACT ANY PERSON, FIRM, ASSOCIATION OR CORPORATION NOT A RESI-  
3 DENT OF THIS STATE FOR THE PURPOSE OF PROPOSING TO MAKE ANY INSURANCE  
4 CONTRACT OR TO SOLICIT APPLICATIONS OR PERFORM SERVICES FOR ANY SUCH  
5 POLICIES OR CONTRACTS WITH RESPECT TO PERSONS OR RISKS NOT RESIDENT OR  
6 LOCATED IN THIS STATE, PROVIDED THAT SUCH PERSON IS IN THE SAME HOLDING  
7 COMPANY SYSTEM WITH A DOMESTIC INSURER AND THE AFOREMENTIONED UNAUTHOR-  
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12 THE PURPOSES OF THIS SECTION, PERMITTED SERVICES INCLUDE, BUT ARE NOT  
13 LIMITED TO, UNDERWRITING, NEGOTIATING CONTRACT TERMS, QUOTING PREMIUMS,  
14 COLLECTING OF PREMIUMS, AND CLAIMS HANDLING.

15 S 3. This act shall take effect immediately.