

2874

2011-2012 Regular Sessions

I N S E N A T E

February 2, 2011

Introduced by Sen. SEWARD -- 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 incorporation of co-operative property/casualty insurance companies and the keeping of records by such companies

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

1 Section 1. Subparagraphs (E) and (F) of paragraph 5 of subsection (a)
2 of section 6603 of the insurance law, subparagraph (E) as amended by
3 chapter 114 of the laws of 1988 and subparagraph (F) as added by chapter
4 137 of the laws of 1986, are amended to read as follows:
5 (E) The number of its directors, which shall be not less than [nine]
6 SEVEN, and a provision that in no case shall the number of directors be
7 less than [nine] SEVEN.
8 (F) The times and manner of electing its directors and officers, the
9 manner of filling vacancies in such offices, and a provision that at all
10 times a majority of the directors shall be citizens and residents of
11 [this state] THE UNITED STATES and that [all shall be residents within
12 the territory in which the corporation is licensed to do business] NOT
13 LESS THAN ONE SHALL BE A RESIDENT OF THIS STATE.
14 S 2. Subparagraph (C) of paragraph 4 of subsection (a) of section 6611
15 of the insurance law, as added by chapter 137 of the laws of 1986, is
16 amended to read as follows:
17 (C) All checks issued shall be signed either by [two officers] ONE
18 OFFICER or by [one officer upon the written order of another officer,
19 except as otherwise] A NON-OFFICER IF provided FOR by resolution of the
20 corporation's board of directors or in its by-laws [for handling of
21 miscellaneous expenses].
22 S 3. 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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