

STATE OF NEW YORK

894

2021-2022 Regular Sessions

IN SENATE

(Prefiled)

January 6, 2021

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

AN ACT to amend the insurance law and the vehicle and traffic law, in relation to premium reductions of commercial risk insurance policies covering for-hire vehicles and to amend a chapter of the laws of 2020 amending the insurance law relating to establishing the for-hire motor vehicle safety program as proposed in legislative bills numbers S. 7881 and A. 9763-A, in relation to the effectiveness of such chapter

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subsection (d) of section 2353 of the insurance law, as
2 added by a chapter of the laws of 2020 amending the insurance law relat-
3 ing to establishing the for-hire motor vehicle safety program as
4 proposed in legislative bills numbers S. 7881 and A. 9763-A, is amended
5 to read as follows:

6 (d) The superintendent shall provide for an actuarially appropriate
7 reduction for a period of three years in the rates of premiums for
8 commercial risk insurance applicable to motor vehicles engaged in the
9 business of carrying or transporting passengers for-hire, having a seat-
10 ing capacity of not less than eight passengers, for each triennial
11 completion of a course of instruction on for-hire motor vehicle safety
12 as authorized pursuant to this section. The [~~superintendent~~] commis-
13 sioner of motor vehicles shall evaluate and approve any for-hire vehicle
14 safety program created pursuant to this section within sixty days of the
15 effective date of this section.

16 § 2. Subsection (f) of section 2353 of the insurance law is relettered
17 subsection (g) and a new subsection (f) is added to read as follows:

18 (f) Any insured who successfully completes a course of instruction on
19 for-hire motor vehicle safety pursuant to this section and receives a

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

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1 premium reduction on the insured's commercial risk insurance policy
2 covering the for-hire vehicle shall not, during the period set forth in
3 subsection (e) of this section, also be eligible for an additional
4 premium reduction on the insured's commercial risk insurance policy
5 covering the for-hire vehicle for successful completion of the motor
6 vehicle accident prevention course, known as the national safety coun-
7 cil's defensive driving course, or any driver improvement course
8 approved by the department of motor vehicles as being equivalent to the
9 national safety council's defensive driving course, authorized under
10 section two thousand three hundred thirty-six of this article.

11 § 3. Subsection (a) of section 2336 of the insurance law, as amended
12 by chapter 751 of the laws of 2005, is amended to read as follows:

13 (a) (1) Any schedule of rates or rating plan for motor vehicle liabil-
14 ity and collision insurance submitted to the superintendent shall
15 provide for an actuarially appropriate reduction in premium charges for
16 any insured for a three year period after successfully completing a
17 motor vehicle accident prevention course, known as the national safety
18 council's defensive driving course, or any driver improvement course
19 approved by the department of motor vehicles as being equivalent to the
20 national safety council's defensive driving course, provided that,
21 except as provided in article twelve-C of the vehicle and traffic law,
22 there shall be no reduction in premiums for a [~~self-instruction~~] self-
23 instruction defensive driving course or a course [~~which~~] that does not
24 provide for actual classroom instruction for a minimum number of hours
25 as determined by the department of motor vehicles. Such reduction in
26 premium charges shall be subsequently modified to the extent appropri-
27 ate, based upon analysis of loss experience statistics and other rele-
28 vant factors. All such accident prevention courses shall be monitored by
29 the department of motor vehicles and shall include components of
30 instruction in "Road Rage" awareness and in "Work Zone Safety" awareness
31 as defined by the commissioner of motor vehicles. The provisions of this
32 section shall not apply to attendance at a program pursuant to article
33 twenty-one of the vehicle and traffic law as a result of any traffic
34 infraction.

35 (2) Any insured who successfully completes a course pursuant to this
36 subsection and receives a premium reduction on the insured's insurance
37 policy covering the for-hire vehicle, shall not, during the period set
38 forth in subsection (e) of section two thousand three hundred fifty-
39 three of this article, also be eligible for an additional premium
40 reduction on the insured's commercial risk insurance policy covering the
41 for-hire motor vehicle for successful completion of the for-hire safety
42 motor vehicle course authorized under section two thousand three hundred
43 fifty-three of this article.

44 § 4. Subsection (a) of section 2336 of the insurance law, as amended
45 by chapter 585 of the laws of 2002, is amended to read as follows:

46 (a) (1) Any schedule of rates or rating plan for motor vehicle liabil-
47 ity and collision insurance submitted to the superintendent shall
48 provide for an actuarially appropriate reduction in premium charges for
49 any insured for a three year period after successfully completing a
50 motor vehicle accident prevention course, known as the national safety
51 council's defensive driving course, or any driver improvement course
52 approved by the department of motor vehicles as being equivalent to the
53 national safety council's defensive driving course, provided that in
54 either event there shall be no reduction in premiums for a [~~self~~
55 ~~instruction~~] self-instruction defensive driving course or a course
56 [~~which~~] that does not provide for actual classroom instruction for a

1 minimum number of hours as determined by the department of motor vehi-
2 cles. Such reduction in premium charges shall be subsequently modified
3 to the extent appropriate, based upon analysis of loss experience
4 statistics and other relevant factors. All such accident prevention
5 courses shall be monitored by the department of motor vehicles and shall
6 include components of instruction in "Road Rage" awareness and in "Work
7 Zone Safety" awareness as defined by the commissioner of motor vehicles.
8 The provisions of this section shall not apply to attendance at a
9 program pursuant to article twenty-one of the vehicle and traffic law as
10 a result of any traffic infraction.

11 (2) Any insured who successfully completes a course pursuant to this
12 subsection and receives a premium reduction on the insured's insurance
13 policy covering the for-hire vehicle, shall not, during the period set
14 forth in subsection (e) of section two thousand three hundred fifty-
15 three of this article, also be eligible for an additional premium
16 reduction on the insured's commercial risk insurance policy covering the
17 for-hire motor vehicle for successful completion of the for-hire safety
18 motor vehicle course authorized under section two thousand three hundred
19 fifty-three of this article.

20 § 5. The vehicle and traffic law is amended by adding a new section
21 397-c to read as follows:

22 § 397-c. For-hire motor vehicle safety program. The commissioner shall
23 evaluate and approve any for-hire motor vehicle safety program created
24 pursuant to section two thousand three hundred fifty-three of the insur-
25 ance law within sixty days of the effective date of such section.

26 § 6. Section 2 of a chapter of the laws of 2020 amending the insurance
27 law relating to establishing the for-hire motor vehicle safety program
28 as proposed in legislative bills numbers S. 7881 and A. 9763-A, is
29 amended to read as follows:

30 § 2. This act shall take effect [~~immediately and shall apply to all~~
31 ~~policies issued, renewed, modified, altered or amended on or after the~~
32 ~~sixtieth day following the effective date of this act~~] on the sixtieth
33 day after it shall have become a law.

34 § 7. This act shall take effect immediately; provided, however, that
35 sections one, two, three and five of this act shall take effect on the
36 same date and in the same manner as a chapter of the laws of 2020 amend-
37 ing the insurance law relating to establishing the for-hire motor
38 vehicle safety program as proposed in legislative bills numbers S. 7881
39 and A. 9763-A, takes effect; and provided further that the amendments
40 to subsection (a) of section 2336 of the insurance law made by section
41 three of this act shall be subject to the expiration and reversion of
42 such subsection when upon such date the provisions of section four of
43 this act shall take effect.