

STATE OF NEW YORK

4599

2023-2024 Regular Sessions

IN ASSEMBLY

February 17, 2023

Introduced by M. of A. WEPRIN -- read once and referred to the Committee on Insurance

AN ACT to amend the insurance law, in relation to certain charitable annuities

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

1 Section 1. Subsection (a) of section 1110 of the insurance law, as
2 amended by chapter 199 of the laws of 2004, is amended to read as
3 follows:

4 (a) The superintendent may, in his or her discretion, issue a special
5 permit to make annuity agreements with donors to any duly organized
6 domestic or foreign non-stock corporation or association conducted with-
7 out profit and engaged in active operation for at least ten years prior
8 thereto solely in bona fide charitable, religious, missionary, educa-
9 tional or philanthropic activities. The permit shall authorize such
10 corporation or association to receive gifts of cash and other property
11 conditioned upon, or in return for, its agreement to pay an annuity to
12 the donor, or his or her nominee, and to make and carry out such annuity
13 agreement. Every such corporation or association shall, before making
14 such agreement, file with the superintendent copies of its forms of
15 agreements with annuitants and a schedule of its maximum annuity rates,
16 which shall be computed [~~on the basis of the annuity standard adopted by~~
17 ~~it for calculating its reserves~~] so as to return to it upon the
18 annuitant's death a residue at least equal to one-half the original gift
19 or other consideration for such annuity. The maximum annuity rates may
20 be unisex in nature and shall be computed on the basis of currently
21 applicable mortality tables for calculating the reserves for individual
22 annuities pursuant to section four thousand two hundred seventeen of
23 this chapter. The yield of the ten year treasury bond yield plus two
24 percent as of April thirtieth, rounded to the nearest 0.25%, shall be
25 used to calculate the maximum annuity rates to become effective as of

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

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1 July first of the same year and the ten year treasury bond yield plus
2 two percent as of October thirty-first, rounded to the nearest 0.25%,
3 shall be used to calculate the maximum annuity rates to become effective
4 as of January first of the following year. No other factors shall be
5 used to calculate the maximum annuity rates.

6 § 2. This act shall take effect on the ninetieth day after it shall
7 have become a law. Effective immediately, the addition, amendment
8 and/or repeal of any rule or regulation necessary for the implementation
9 of this act on its effective date are authorized to be made and
10 completed on or before such effective date.