

S T A T E O F N E W Y O R K

2204--A

2011-2012 Regular Sessions

I N A S S E M B L Y

January 14, 2011

Introduced by M. of A. ZEBROWSKI -- read once and referred to the
Committee on Insurance -- committee discharged, bill amended, ordered
reprinted as amended and recommitted to said committee

AN ACT to amend the insurance law, in relation to expanding the
description of unfair insurance claim settlement practices

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

1 Section 1. Paragraphs 5 and 6 of subsection (a) of section 2601 of the
2 insurance law, paragraph 5 as amended by chapter 547 of the laws of 1997
3 and paragraph 6 as amended by chapter 388 of the laws of 2008, are
4 amended and two new paragraphs 7 and 8 are added to read as follows:
5 (5) compelling policyholders to institute suits to recover amounts due
6 under its policies by offering substantially less than the amounts ulti-
7 mately recovered in suits brought by them; [or]
8 (6) failing to promptly disclose coverage pursuant to subsection (d)
9 or subparagraph (A) of paragraph two of subsection (f) of section three
10 thousand four hundred twenty of this chapter[.];
11 (7) REQUIRING OR REQUESTING THAT ANY INDIVIDUAL OR ENTITY DENY OR
12 PROMOTE THE DENIAL OF A CERTAIN NUMBER OR PERCENTAGE OF CLAIMS DURING
13 ANY GIVEN PERIOD OF TIME; OR
14 (8) REQUIRING OR REQUESTING THAT ANY INDIVIDUAL OR ENTITY CANCEL OR
15 PROMOTE THE CANCELLATION OF A CERTAIN NUMBER OR PERCENTAGE OF POLICIES
16 DURING ANY GIVEN PERIOD OF TIME.
17 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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