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

7339

I N S E N A T E

May 2, 2012

Introduced by Sen. ADDABBO -- 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 requiring six months notice when cancelling the insurance policy of any small business

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

Section 1. The insurance law is amended by adding a new section 3114 to read as follows:

S 3114. CANCELLATION OF SMALL BUSINESS POLICIES. 1. FOR THE PURPOSES OF THIS SECTION, THE TERM "SMALL BUSINESS" SHALL MEAN ANY BUSINESS ENTERPRISE RESIDING WITHIN THE STATE THAT HAS FIFTY EMPLOYEES OR LESS.

2. BEFORE THE POLICY OF INSURANCE OF ANY SMALL BUSINESS IS CANCELLED, SUCH SMALL BUSINESS SHALL BE PROVIDED SIX MONTHS NOTICE.

S 2. This act shall take effect on the one hundred twentieth day after it shall have become a law. Effective immediately, the addition, amendment and/or repeal of any rules or regulations necessary for the implementation of this act on its effective date are authorized to be made on or before such date.

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

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