

6507--A

I N S E N A T E

January 31, 2014

Introduced by Sen. SEWARD -- read twice and ordered printed, and when printed to be committed 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 accelerated death benefits under a life insurance policy

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

1 Section 1. Subsection (c) of section 3230 of the insurance law, as
2 added by chapter 428 of the laws of 1991, is amended to read as follows:
3 (c) Insurers are prohibited from paying accelerated death benefits or
4 special surrender values to the policy owner or certificate holder for a
5 period of [fourteen] FIVE days from the date on which the information
6 specified in subdivision (d) of this section is transmitted in writing
7 to the policy owner or certificate holder. The policy owner or certifi-
8 cate holder shall have the right to rescind the request for such
9 payments at any time during the process of application for said bene-
10 fits.
11 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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