

STATE OF NEW YORK

7152

2017-2018 Regular Sessions

IN ASSEMBLY

April 10, 2017

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

AN ACT to amend the insurance law, in relation to annuity dividend reinvestment

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

1 Section 1. Paragraph 6 of subsection (b) of section 4231 of the insurance law is amended to read as follows:
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3 (6) In the case of any individual term policy [~~and of every individual~~
4 ~~participating annuity~~] or pure endowment contract, the dividends so
5 apportioned shall be applicable, at the election of the holder of such
6 policy or contract, in accordance with the options specified in subparagraph (A) or (B) of paragraph one hereof or if the policy or contract so
7 provides, subparagraph (D) of paragraph one hereof. In the case of any
8 individual or group participating annuity contract, the dividends so
9 apportioned shall be applicable, at the election of the holder of such
10 individual participating annuity contract or the holder of any certificate
11 under such group participating annuity contract, in accordance
12 with the options provided in the contract or certificate under a group
13 contract, which shall include one or more of the options specified in
14 subparagraph (A), (B), (C), or (D) of paragraph one hereof. In the case
15 of any such term policy or annuity or pure endowment contract, the
16 requirement as to notice of election hereinbefore specified shall be
17 applicable, but the option which shall be applied in case the holder of
18 such contract fails to make such election shall be determined by the
19 company with the approval of the superintendent.
20
21 § 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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