STATE OF NEW YORK

4969

2017-2018 Regular Sessions

IN SENATE

March 3, 2017

Introduced by Sen. SEWARD -- 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 expanding flexibility in the automobile insurance market for the benefit of policyholders

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

Section 1. Subsection (r) of section 3425 of the insurance law, as added by chapter 136 of the laws of 2008, is amended to read as follows:

(r) An insurer that has no more than [~~seven~~] two thousand five hundred [~~fifty~~] automobile insurance policies in-force [~~at last year-end~~] and intends to non-renew all of the policies shall submit to the superintendent a plan for the orderly nonrenewal of the policies. The proposed plan shall not become effective without the approval of the superintendent. The plan shall:

(1) describe the contemplated action;

(2) set forth the reasons for the action;

(3) describe the measures the insurer will take or has taken to minimize market disruption as set forth in subsection (o) of this section;

(4) explain why the action would not be detrimental to the interests of the people of this state; and

(5) provide any other information as the superintendent may require.

§ 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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