

# STATE OF NEW YORK

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9801

## IN ASSEMBLY

February 13, 2020

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Introduced by M. of A. GALEF -- read once and referred to the Committee on Education

AN ACT to amend the general municipal law, in relation to insurance reserve funds for the Carmel central school district

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

1 Section 1. Paragraph (a) of subdivision 2 of section 6-n of the general municipal law, as separately amended by chapters 318, 321, 325, 342, 2 499, 509, 510 and 551 of the laws of 2019, is amended to read as 3 follows: 4

5 (a) The governing board of any municipal corporation may establish a 6 reserve fund to be known as the insurance reserve fund. Upon the 7 creation of the fund, the municipality may make expenditures from the 8 fund for any loss, claim, action or judgment for which the municipal 9 corporation is authorized or required to purchase or maintain insurance, 10 except those kinds of risks for which insurance is authorized pursuant 11 to paragraph one, two, three, fifteen, sixteen, seventeen, eighteen, 12 twenty-two or twenty-three of subsection (a) of section one thousand one 13 hundred thirteen of the insurance law, or for payments in lieu of 14 contributions under article eighteen of the labor law; provided however, 15 that no municipality shall make an expenditure from such fund for any 16 loss, claim, action or judgment for which the municipal corporation has 17 established a reserve fund under any other provision of law; provided, 18 further that the Scarsdale union free school district, the Mamaroneck 19 union free school district, the Minisink Valley central school district, 20 the Vernon Verona Sherrill central school district, and the Ithaca city 21 school district and the Kenmore-Town of Tonawanda union free school 22 district, and the Bedford central school district and the Grand Island 23 central school district and the Tonawanda city school district and the 24 enlarged city school district of Middletown and the Frontier central 25 school district and the Carmel central school district may establish 26 insurance reserve funds in compliance with this section and article 27 seventy-four of the education law and such school districts may make 28 expenditures in compliance with this section and article seventy-four of

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

LBD14634-01-0

1 the education law from such reserve fund for any loss, claim, action or  
2 judgment for which the school districts are authorized or required to  
3 purchase or maintain insurance for the kinds of risks for which insur-  
4 ance is authorized pursuant to paragraph three of subsection (a) of  
5 section one thousand one hundred thirteen of the insurance law.  
6 § 2. This act shall take effect immediately.