

# STATE OF NEW YORK

---

3516--A

2019-2020 Regular Sessions

## IN SENATE

February 8, 2019

---

Introduced by Sens. BRESLIN, SEWARD, GALLIVAN, JACOBS, JORDAN, LITTLE, MAYER -- read twice and ordered printed, and when printed to be committed to the Committee on Labor -- recommitted to the Committee on Labor in accordance with Senate Rule 6, sec. 8 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the workers' compensation law, in relation to the requirement for policyholders to provide 30-days notice to withdraw from the state insurance fund

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

1 Section 1. Subdivision a of section 94 of the workers' compensation  
2 law, as amended by chapter 635 of the laws of 1996, is amended to read  
3 as follows:

4 a. Any employer may, upon complying with subdivision two or three of  
5 section fifty of this chapter, withdraw from the fund by turning in his  
6 insurance contract for cancellation, provided he has given written  
7 notice to the fund of his intention to withdraw not less than thirty  
8 days before the effective date of such cancellation. Upon receipt of  
9 such notice the fund shall, at least ten days prior to the effective  
10 date file in the office of the chairman a notice of such cancellation  
11 date.

12 In no event shall the insurance contract be deemed cancelled until at  
13 least ten days after the date of such filing, any earlier date mentioned  
14 in the notice to the contrary notwithstanding.

15 If an employer withdraws from the fund upon complying with subdivision  
16 two of section fifty of this chapter, the new insurance contract with  
17 the stock corporation, mutual corporation or reciprocal insurer shall be  
18 deemed not to take effect until the cancellation of such employer's  
19 contract with the state insurance fund has become effective.

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

LBD06523-05-9

1     The requirements of this subdivision shall not apply when an employer  
2     has given written notice to the fund of his intention to withdraw, which  
3     shall include the effective date of such cancellation and proof that the  
4     employer has complied with subdivision two of section fifty of this  
5     chapter. The effective date of cancellation of such employer's contract  
6     with the state insurance fund shall be the date that the new insurance  
7     contract with the stock corporation, mutual corporation or reciprocal  
8     insurer takes effect.

9     § 2. This act shall take effect on the ninetieth day after it shall  
10  have become a law.