STATE OF NEW YORK

5393

2023-2024 Regular Sessions

IN ASSEMBLY

March 10, 2023

Introduced by M. of A. COOK, PEOPLES-STOKES, HYNDMAN, TAYLOR, SAYEGH, WILLIAMS, STECK -- Multi-Sponsored by -- M. of A. BUTTENSCHON, DAVILA, SIMON -- read once and referred to the Committee on Insurance

AN ACT to amend the insurance law, in relation to requirements for making of policy loans

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

Section 1. Paragraph 8 of subsection (a) of section 3203 of the insurance law is amended by adding two new subparagraphs (K) and (L) to read as follows:

(K) that the agent has fully explained all of the terms and conditions of the policy loan to the policyholder;

(L) all of the terms and conditions of any policy loan shall be in writing in at least ten point type and shall be signed by the insured and the agent of the insurer;

§ 2. This act shall take effect on the sixtieth day after it shall have become a law and shall apply to all policies issued, reviewed or modified on or after such effective date.

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

LBD04332-01-3