

# STATE OF NEW YORK

6126--A

2023-2024 Regular Sessions

## IN ASSEMBLY

April 3, 2023

Introduced by M. of A. HUNTER, BERGER -- read once and referred to the Committee on Insurance -- recommitted to the Committee on Insurance in accordance with Assembly Rule 3, sec. 2 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the insurance law, in relation to prohibiting insurers from reducing disability benefits unless certain conditions are met

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

1 Section 1. Section 3216 of the insurance law is amended by adding two  
2 new subsection (n) to read as follows:

3 (n) No insurer may offset or reduce benefits payable under a policy of  
4 accident and health insurance providing disability insurance due to the  
5 actual or estimated receipt of social security disability insurance  
6 benefits unless:

7 (1) the insurer has a reasonable, good faith belief that the insured  
8 is entitled to such benefits and a means of reasonably estimating the  
9 amount payable;

10 (2) the insurer notifies the insured that the insured may qualify for  
11 such benefits and to pursue such benefits through any required adminis-  
12 trative appeals;

13 (3) the insurer makes a good faith effort to assist the insured in  
14 applying for such benefits; and

15 (4) the insured fails to apply for, or pursue, such benefits with  
16 reasonable diligence during the application process or any required  
17 appeals.

18 § 2. Section 3221 of the insurance law is amended by adding a new  
19 subsection (u) to read as follows:

20 (u) No insurer may offset or reduce benefits payable under a policy of  
21 accident and health insurance providing disability insurance due to the

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

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1 actual or estimated receipt of social security disability insurance  
2 benefits unless:

3 (1) the insurer has a reasonable, good faith belief that the insured  
4 is entitled to such benefits and a means of reasonably estimating the  
5 amount payable;

6 (2) the insurer notifies the insured that the insured may qualify for  
7 such benefits and to pursue such benefits through any required adminis-  
8 trative appeals;

9 (3) the insurer makes a good faith effort to assist the insured in  
10 applying for such benefits; and

11 (4) the insured fails to apply for, or pursue, such benefits with  
12 reasonable diligence during the application process or any required  
13 appeals.

14 § 3. This act shall take effect immediately.