

# STATE OF NEW YORK

2189

2025-2026 Regular Sessions

## IN ASSEMBLY

January 15, 2025

Introduced by M. of A. HYNDMAN -- read once and referred to the Committee on Insurance

AN ACT to amend the vehicle and traffic law and the insurance law, in relation to increasing the minimum insurance coverage requirements for automobiles registered and/or operated within the state of New York

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

1 Section 1. Paragraph (a) of subdivision 4 and subdivision 7 of section  
2 311 of the vehicle and traffic law, paragraph (a) of subdivision 4 as  
3 amended by chapter 305 of the laws of 1995 and subdivision 7 as amended  
4 by chapter 805 of the laws of 1984, are amended to read as follows:

5 (a) Affording coverage as defined in the minimum provisions prescribed  
6 in a regulation which shall be promulgated by the superintendent at  
7 least ninety days prior to effective date of this act. The superinten-  
8 dent before promulgating such regulations or any amendment thereof,  
9 shall consult with all insurers licensed to write automobile liability  
10 insurance in this state and shall not prescribe minimum provisions which  
11 fail to reflect the provisions of automobile liability insurance poli-  
12 cies, other than motor vehicle liability policies as defined in section  
13 three hundred forty-five of this ~~chapter~~ title, issued within this  
14 state at the date of such regulation or amendment thereof. Nothing  
15 contained in such regulation or in this article shall prohibit any  
16 insurer from affording coverage under an owner's policy of liability  
17 insurance more liberal than that required by said minimum provisions.  
18 Every such owner's policy of liability insurance shall provide insurance  
19 subject to said regulation against loss from the liability imposed by  
20 law for damages, including damages for care and loss of services,  
21 because of bodily injury to or death of any person and injury to or  
22 destruction of property arising out of the ownership, maintenance, use,  
23 or operation of a specific motor vehicle or motor vehicles within the  
24 state of New York, or elsewhere in the United States in North America or

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

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1 the Dominion of Canada, subject to a limit, exclusive of interest and  
2 costs, with respect to each such motor vehicle except a tow truck, of  
3 [~~twenty-five~~] two hundred fifty thousand dollars because of bodily inju-  
4 ries to and [~~fifty~~] five hundred thousand dollars because of death of  
5 one person in any one accident and, subject to said limit for one  
6 person, to a limit of [~~fifty~~] five hundred thousand dollars because of  
7 bodily injury to and one [~~hundred-thousand~~] million dollars because of  
8 death of two or more persons in any one accident, and to a limit of  
9 [~~ten~~] twenty-five thousand dollars because of injury to or destruction  
10 of property of others in any one accident provided, however, that such  
11 policy need not be for a period coterminous with the registration period  
12 of the vehicle insured. The limit, exclusive of interest and costs, with  
13 respect to a tow truck shall be a combined single limit of at least  
14 three hundred thousand dollars because of bodily injury or death to one  
15 or more persons or because of injury or destruction of property of  
16 others in any one accident, and to a limit of twenty-five thousand  
17 dollars because of damage to a vehicle in the care, custody and control  
18 of the insured. Any insurer authorized to issue an owner's policy of  
19 liability insurance as provided for in this article may, pending the  
20 issue of such a policy, make an agreement, to be known as a binder, or  
21 may, in lieu of such a policy, issue a renewal endorsement or evidence  
22 of renewal of an existing policy; each of which shall be construed to  
23 provide indemnity or protection in like manner and to the same extent as  
24 such a policy. The provisions of this article shall apply to such bind-  
25 ers, renewal endorsements or evidences of renewal. Every such policy  
26 issued insuring private passenger vehicles and every renewal policy,  
27 renewal endorsement, or other evidence of renewal issued shall have  
28 attached thereto a rating information form which clearly specifies and  
29 defines the rating classification assigned thereto, including any appli-  
30 cable merit rating plan; and

31 7. The term "financial security deposit" shall mean for each motor  
32 vehicle the deposit with the commissioner of [~~twenty-five~~] two hundred  
33 fifty thousand dollars in cash, or securities, such as may legally be  
34 purchased by savings banks or trust funds, of a market value of [~~twen-~~  
35 ~~ty-five~~] two hundred fifty thousand dollars and an additional deposit in  
36 an amount determined by the commissioner to be sufficient to satisfy the  
37 requirements of article fifty-one of the insurance law.

38 § 2. Paragraph 3 of subdivision (b) of section 345 of the vehicle and  
39 traffic law, as amended by chapter 305 of the laws of 1995, is amended  
40 to read as follows:

41 (3) Shall insure the insured or such other person against loss from  
42 the liability imposed by law for damages, including damages for care and  
43 loss of services because of bodily injury to or death of any person and  
44 injury to or destruction of property arising out of the ownership, main-  
45 tenance, use, or operation of such motor vehicle or motor vehicles with-  
46 in the state of New York, or elsewhere in the United States in North  
47 America or the Dominion of Canada, subject to a limit, exclusive of  
48 interest and cost, with respect to each such motor vehicle, except a tow  
49 truck, of [~~twenty-five~~] two hundred fifty thousand dollars because of  
50 bodily injury to or [~~fifty~~] five hundred thousand dollars because of  
51 death of one person in any one accident and, subject to said limit for  
52 one person, to a limit of [~~fifty~~] five hundred thousand dollars because  
53 of bodily injury to or one [~~hundred-thousand~~] million dollars because of  
54 death of two or more persons in any one accident, and to a limit of  
55 [~~ten~~] twenty-five thousand dollars because of injury to or destruction  
56 of property of others in any one accident. The limit, exclusive of

1 interest and costs, with respect to a tow truck shall be a combined  
2 single limit of three hundred thousand dollars because of bodily injury  
3 of death to one or more persons or because of injury or destruction of  
4 property of others in any one accident, and to a limit of twenty-five  
5 thousand dollars because of damage to a vehicle in the care, custody and  
6 control of the insured.

7 § 3. Paragraph 1 of subsection (f) of section 3420 of the insurance  
8 law, as amended by section 19 of part III of chapter 59 of the laws of  
9 2019, is amended to read as follows:

10 (1) No policy insuring against loss resulting from liability imposed  
11 by law for bodily injury or death suffered by any natural person arising  
12 out of the ownership, maintenance and use of a motor vehicle or an  
13 altered motor vehicle commonly referred to as a "stretch limousine"  
14 having a seating capacity of eight or more passengers used in the busi-  
15 ness of carrying or transporting passengers for hire, by the insured  
16 shall be issued or delivered by any authorized insurer upon any motor  
17 vehicle or an altered motor vehicle commonly referred to as a "stretch  
18 limousine" having a seating capacity of eight or more passengers used in  
19 the business of carrying or transporting passengers for hire, then prin-  
20 cipally garaged or principally used in this state unless it contains a  
21 provision whereby the insurer agrees that it will pay to the insured, as  
22 defined in such provision, subject to the terms and conditions set forth  
23 therein to be prescribed by the board of directors of the Motor Vehicle  
24 Accident Indemnification Corporation and approved by the superintendent,  
25 all sums, not exceeding a maximum amount or limit of [~~twenty-five~~] two  
26 hundred fifty thousand dollars exclusive of interest and costs, on  
27 account of injury to and all sums, not exceeding a maximum amount or  
28 limit of [~~fifty~~] five hundred thousand dollars exclusive of interest and  
29 costs, on account of death of one person, in any one accident, and the  
30 maximum amount or limit, subject to such limit for any one person so  
31 injured of fifty thousand dollars or so killed of one [~~hundred thousand~~]  
32 million dollars, exclusive of interest and costs, on account of injury  
33 to, or death of, more than one person in any one accident, which the  
34 insured or his legal representative shall be entitled to recover as  
35 damages from an owner or operator of an uninsured motor vehicle, uniden-  
36 tified motor vehicle which leaves the scene of an accident, a motor  
37 vehicle registered in this state as to which at the time of the accident  
38 there was not in effect a policy of liability insurance, a stolen vehi-  
39 cle, a motor vehicle operated without permission of the owner, an  
40 insured motor vehicle where the insurer disclaims liability or denies  
41 coverage or an unregistered vehicle because of bodily injury, sickness  
42 or disease, including death resulting therefrom, sustained by the  
43 insured, caused by accident occurring in this state and arising out of  
44 the ownership, maintenance or use of such motor vehicle. No payment for  
45 non-economic loss shall be made under such policy provision to a covered  
46 person unless such person has incurred a serious injury, as such terms  
47 are defined in section five thousand one hundred two of this chapter.  
48 Such policy shall not duplicate any element of basic economic loss  
49 provided for under article fifty-one of this chapter. No payments of  
50 first party benefits for basic economic loss made pursuant to such arti-  
51 cle shall diminish the obligations of the insurer under this policy  
52 provision for the payment of non-economic loss and economic loss in  
53 excess of basic economic loss. Notwithstanding any inconsistent  
54 provisions of section three thousand four hundred twenty-five of this  
55 article, any such policy which does not contain the aforesaid provisions  
56 shall be construed as if such provisions were embodied therein.

1 § 4. Subsection (a) of section 5210 of the insurance law, as amended  
2 by chapter 305 of the laws of 1995, is amended to read as follows:

3 (a) When any qualified person who has complied with all the applicable  
4 requirements of this article recovers a final judgment in a court  
5 against a financially irresponsible motorist, for injury to, or death  
6 of, any person arising out of the ownership, maintenance or use of the  
7 uninsured motor vehicle in this state, which remains unpaid, and all  
8 appeals have been concluded or the time for commencing them has expired,  
9 the judgment creditor may file a verified petition in the court in which  
10 the judgment was entered and, upon ten days' written notice to the  
11 corporation apply to the court for an order directing payment by the  
12 corporation of the amount unpaid on the judgment. However, there shall  
13 be no right of recovery by a covered person from the corporation for  
14 non-economic loss unless such person has incurred a serious injury, as  
15 such terms are defined in section five thousand one hundred two of this  
16 chapter. Such judgment exclusive of interest and costs shall not  
17 exceed:

18 (1) [~~twenty-five~~] two hundred fifty thousand dollars on account of  
19 injury to one person in any one accident, and

20 (2) [~~fifty~~] five hundred thousand dollars on account of death to one  
21 person in any one accident, and

22 (3) [~~fifty~~] five hundred thousand dollars on account of injury to more  
23 than one person in any one accident subject to the limit of twenty-five  
24 thousand dollars for any one person, and

25 (4) one [~~hundred-thousand~~] million dollars on account of death to more  
26 than one person in any one accident subject to the limit of fifty thou-  
27 sand dollars for any one person.

28 § 5. This act shall take effect on the one hundred eightieth day after  
29 is shall have become a law.