



Title: New York Senate Bill 9101

Subject: Multiple CLIPs

Summary:

New York Senate Bill 9101 is legislation pursued jointly by SCIC and MVPPA to authorize the use of multiple contractual liability insurance policies (CLPs) and the use of default CLPs to satisfy a service contract provider's financial responsibility requirements.

Under this bill, a service contract provider may demonstrate financial responsibility by purchasing "one or more service contract reimbursement insurance policies issued by one or more insurers." Current law contemplates a "service contract reimbursement insurance policy issued by an insurer."

The bill also states that each reimbursement insurance policy:

"shall obligate the insurer that issued such policy to either provide reimbursement to the provider for all obligations incurred by a provider under the terms of a service contract, or in the event of the provider's nonperformance, provide or pay on behalf of the provider all covered contractual obligations incurred by the provider."

If enacted, this will take effect immediately.

Date Filed: 05/09/2022

Date/Type of Last Action: 05/09/2022 Referred to Insurance