

SENATE No. 429

The Commonwealth of Massachusetts

PRESENTED BY:

Cynthia S. Creem

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the passage of the accompanying bill:

An Act relative to Holocaust victims insurance relief.

PETITION OF:

NAME:

Cynthia S. Creem

DISTRICT/ADDRESS:

First Middlesex and Norfolk

SENATE No. 429

By Ms. Creem, a petition (accompanied by bill, Senate, No. 429) of Cynthia S. Creem for legislation relative to Holocaust victims insurance relief. Financial Services.

[SIMILAR MATTER FILED IN PREVIOUS SESSION
SEE
□ SENATE
□ , NO. 416 OF 2011-2012.]

The Commonwealth of Massachusetts

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In the Year Two Thousand Thirteen
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An Act relative to Holocaust victims insurance relief.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. The general court hereby finds that:
- 2 (a) During World War II, untold millions of lives and property were destroyed.
- 3 (b) In addition to the many atrocities that befell the victims of the Nazi regime, insurance
- 4 claims that rightfully should have been paid out to the victims and their families, in many cases,
- 5 were not.
- 6 (c) In many instances, insurance company records are the only proof of insurance policies
- 7 held. In some cases, recollection of such policies' very existence may have perished along with
- 8 the Holocaust victims.
- 9 (d) Many documented Holocaust survivors are living in Massachusetts today. Many of
- 10 these survivors and their descendents have been fighting for over 50 years to persuade insurance
- 11 companies to settle unpaid or wrongfully paid claims. Survivors are asking that insurance
- 12 companies come forth with any information they possess that could show proof of insurance
- 13 policies held by Holocaust victims and survivors, in order to ensure that closure on this issue is
- 14 swiftly brought to pass.

15 (e) Insurance companies doing business in the commonwealth have a responsibility to
16 ensure that any involvement they or their related companies may have had with insurance
17 policies of Holocaust victims are disclosed to the commonwealth and to ensure the rapid
18 resolution of these questions and to eliminate the further victimization of these policyholders and
19 their families.

20 (f) The international Jewish community is in active negotiations with responsible
21 insurance companies through the International Commission on Holocaust Era Insurance Claims
22 to resolve all outstanding insurance claims issues. This chapter is necessary to protect the
23 claims and interests of Massachusetts residents, as well as to encourage the development of a
24 resolution to these issues through the international process or through direct action by the
25 commonwealth, as necessary.

26 SECTION 2. The General Laws, as appearing in the 2010 Official Edition, are hereby
27 amended by inserting after chapter 175K the following chapter:- “

28 Chapter 175L – Holocaust Victim’s Insurance

29 Section 1. For purposes of this chapter, the following words shall, unless the content
30 clearly requires otherwise, have the following meanings:-

31 “Commissioner”, the commissioner of insurance.

32 “Division”, the division of insurance.

33 "Holocaust victim", any person who was persecuted during the period of 1929 to 1945,
34 inclusive, by Nazi Germany, its allies, or sympathizers.

35 "Insurer", an insurance company doing business in the commonwealth, or whose contacts
36 in the commonwealth satisfy the constitutional requirements for jurisdiction, that sold life,
37 property, liability, health, annuities, dowry, educational, casualty, or any other insurance
38 covering persons or property to persons in Europe at any time before 1945, directly or through a
39 related company, whether the sale of the insurance occurred before or after the insurer and the
40 related company became related.

41 "Proceeds", the face value or other payout value of insurance policies and annuities plus
42 reasonable interest to date of payment without diminution for wartime or immediate postwar
43 currency devaluation.

44 "Related company", any parent, subsidiary, successor in interest, managing general agent,
45 or affiliate company of the insurer.

46 Section 2. (a) The commissioner shall establish and maintain within the division a
47 central registry containing records and information relating to insurance policies of Holocaust
48 victims, living and deceased. The registry shall be known as the Holocaust Era Insurance

49 Registry. The attorney general, in coordination with the division, shall establish appropriate
50 mechanisms to ensure public access to the registry.

51 Section 3. (a) An insurer doing business in the commonwealth that sold life, property,
52 liability, health, annuities, dowry, educational, or casualty insurance policies, directly or through
53 a related company, to persons in Europe, which were in effect between 1920 and 1945, whether
54 the sale occurred before or after the insurer and the related company became related, shall file or
55 cause to be filed the following information with the commissioner to be entered into the registry:

56 (1) the number of such insurance policies;

57 (2) the holder, beneficiary, and current status of such policies; and

58 (3) the city of origin, domicile, or address for each policyholder listed in the policies.

59 (b) In addition, each insurer subject to subsection (a) shall certify to any of the following
60 that:

61 (1) the proceeds of the policies described in subsection (a) have been paid to the
62 designated beneficiaries or their heirs where such person or persons, after diligent search, could
63 be located and identified;

64 (2) the proceeds of the policies where the beneficiaries or heirs could not, after diligent
65 search, be located or identified, have been distributed to Holocaust survivors or to qualified
66 charitable nonprofit organizations for the purpose of assisting Holocaust survivors;

67 (3) a court of law has certified in a legal proceeding resolving the rights of unpaid
68 policyholders, their heirs, and beneficiaries, a plan for the distribution of the proceeds;

69 (4) the proceeds have not been distributed.

70 (c) An insurer who certifies as true any material matter pursuant to subsection (b), which
71 the insurer knows to be false, is guilty of a misdemeanor and shall be subject to the penalty set
72 forth in section 5.

73 (d) An insurer currently doing business in the commonwealth that did not sell any
74 insurance policies in Europe prior to 1945, shall not be subject to this section if a related
75 company, whether or not authorized and currently doing business in the commonwealth, has
76 made a filing under this section.

77 Section 4. An insurer who knowingly files false information about a policy required by
78 this chapter shall, with respect to that policy, be liable for a civil penalty not to exceed \$5,000.
79 Such penalties shall be appropriated to the division to be used by it to aid in the resolution of
80 Holocaust insurance claims.

81 Section 5. The commissioner shall suspend the license or certificate of authority to
82 conduct insurance business in the commonwealth of any insurer that fails to comply with the
83 requirements of this chapter until such time that the insurer complies with this chapter.

84 Section 6. (a) Notwithstanding the provisions of any general or special laws to the
85 contrary, any Holocaust victim, or heir or beneficiary of a Holocaust victim, who resides in the
86 commonwealth and has a claim arising out of an insurance policy or policies purchased or in
87 effect in Europe before 1945 from an insurer may bring a legal action to recover on that claim in
88 any superior court of the commonwealth for the county in which the plaintiff or one of the
89 plaintiffs resides, which court shall be vested with jurisdiction over that action until its
90 completion or resolution. (b) An action brought by a Holocaust victim or the heir or beneficiary
91 of a Holocaust victim, whether a resident or nonresident of this state, seeking proceeds of the
92 insurance policies issued or in effect before 1945 shall not be dismissed for failure to comply
93 with the applicable statute of limitation; provided, however, that the action is commenced on or
94 before December 31, 2015.

95 Section 7. The commissioner shall adopt regulations to implement this chapter.

96 SECTION 3. Section 4 of chapter 175L of the General Laws shall take effect 180 days
97 after the effective date of this act.

98 SECTION 4. Section 6 of chapter 175L of the General Laws shall take effect 210 days
99 after the effective date of this act.

100 SECTION 5. The commissioner of insurance shall adopt regulations under section 7 of
101 chapter 175L of the General Laws within 90 days of the effective date of this act.