



November 12, 2015

STRANGER PEDESTRIAN PIP CHANGES SUBMITTED IN NJ

BACKGROUND

The New Jersey Department of Banking and Insurance issued Order A15-106 requiring all commercial auto insurers to include coverage for stranger pedestrian Personal Injury Protection in their policies. The Order provides for the following:

Starting on or before April 1, 2016, all commercial auto insurers shall only issue and renew policies that contain coverage for stranger pedestrian PIP.

By March 31, 2017, all commercial auto insurance policies in NJ will contain coverage for stranger pedestrian PIP.

Commercial auto insurers are required to notify UCJF/PLIGA in writing as to the date upon which they began issuing/renewing all policies with the stranger Pedestrian PIP coverage within 30 days of the effective date of same.

Commercial auto insurers will continue to pay an assessment until all commercial pedestrian PIP claims covered by the risk-sharing mechanism have been satisfied.

MSO[®] ACTION

We submitted revised endorsements MCA 820 (04 16) Mandatory Endorsement - NJ, MCA 825 (04 16) Supplemental Declarations – New Jersey Personal Injury Protection, and revised Commercial Auto NJ State Section manual pages to the New Jersey Department of Banking and Insurance.

We will notify you by Bulletin when we receive approval from NJDOBI.

QUESTIONS

Contact Pepper Treuvey at (800) 935-6900.