
Property Liability Insurance Guaranty Association
Medical Malpractice Reinsurance Association
Surplus Lines Insurance Guaranty Fund
Unsatisfied Claim and Judgment Fund

NJPLIGA BULLETIN 2006 – 4

TO: New Jersey Property-Liability Insurance Guaranty Association Member
Companies

FROM: Joseph DellaFera, Chief Executive Officer

SUBJECTS: 2007 NJPLIGA Assessments
2007 UCJF Assessments

DATE: December 19, 2006

At its November 2006 board meeting, the Board of Directors of the New Jersey Property-Liability Insurance Guaranty Association (NJPLIGA) addressed the 2007 funding needs and potential assessments for both NJPLIGA and the Unsatisfied Claim and Judgment Fund (UCJF).

Please be advised that in the absence of any new insolvencies, it is likely that the 2007 NJPLIGA assessment will not increase and may potentially be reduced.

The claims payments related to the UCJF uninsured motorist claims have remained consistent. However, the costs associated with private passenger pedestrian personal injury protection (PIP) claims have increased. In addition, the unresolved legal issues surrounding the UCJF's responsibility for commercial pedestrian PIP claims may significantly increase costs. Accordingly, it is likely that the 2007 UCJF assessment will increase.

This Bulletin is intended to assist member companies with their 2007 financial planning needs. However, it does not constitute NJPLIGA's definitive position on 2007 assessment issues. The Board will meet again in May 2007 and determine the appropriate assessment rates.