

NJPLIGA Bulletin 2018 - 002

TO: Member Companies

FROM: Joseph DellaFera, Chief Executive Officer

SUBJECT: Notification of 2018 UCJF Commercial Motor Vehicle Assessment

DATE: May 11, 2018

During its May 9, 2018 Board meeting, the Board of Directors of the New Jersey Property-Liability Insurance Guaranty Association (“NJPLIGA”), as statutory administrator of the Unsatisfied Claim and Judgment Fund (“UCJF”), reviewed the funding needs of the UCJF to satisfy its responsibilities associated with uninsured motorist and the run-off of commercial motor vehicle stranger pedestrian personal injury protection claims.

By Commissioner’s Order No. A15-106 dated June 30, 2015 (“Order”), the Department of Banking and Insurance withdrew the commercial motor vehicle stranger pedestrian PIP claims from the UCJF’s risk sharing mechanism. The Order provides that all commercial motor vehicle carriers will “continue to be assessed for commercial pedestrian PIP claims by UCJF/PLIGA based upon their commercial motor vehicle insurance premium volume until all commercial pedestrian PIP claims covered by the risk sharing mechanism have been paid in full.” The Order also provides that commercial motor vehicle carriers will continue to be assessed for the UCJF’s uninsured motorist obligations.

The Board determined that an assessment of member companies was necessary. In accordance with N.J.S.A. 39:6-63(d), NJPLIGA has determined the 2018 UCJF assessment rate to be **0.5%** of each carrier’s 2017 commercial motor vehicle liability net direct written premium. Notices for the 2018 UCJF assessment will be issued on June 1, 2018.

All assessment payments must be remitted to the UCJF no later than **July 16, 2018**.

If you have any questions, please refer to NJPLIGA’s website (www.njguaranty.org) or contact the Member Company Representative at MemCoRep@njguaranty.org or (908) 382-7227.