



April 26, 2016

COMMERCIAL AUTO PROGRAM STRANGER PEDESTRIAN PIP RATE CHANGE APPROVED IN NJ

BACKGROUND

Last November, MSO®, Inc. received approval for 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 page in order to comply with the New Jersey Department of Banking and Insurance (NJDOBI) Order A15-106 requiring all commercial auto insurers to include coverage for stranger pedestrian Personal Injury Protection in their policies.

With that filing, we reinstated the previous Pedestrian PIP charge of \$1.00 per vehicle that was in place prior to the NJDOBI's direction that the Unsatisfied Claim and Judgment Fund (UCJF) and the Property Liability Insurance Guaranty Association (PLIGA) permit commercial auto insurers to participate in the stranger pedestrian PIP risk-sharing with personal auto insurers.

MSO ACTION

With further research and consideration, we filed to replace the \$1.00 per vehicle charge with a factor of 10% per each auto of the Non-Employee Personal Injury Protection premium in the Private Passenger Type – No Fault Base Premiums table.

We submitted a revised Commercial Auto NJ State Section manual page to the New Jersey Department of Banking and Insurance.

EFFECTIVE DATE

Immediately

DISTRIBUTION

The revised Commercial Auto NJ State Section manual page will be added to the CD-ROM. Affiliated companies may access them through our website: www.msonet.com.

QUESTIONS

Contact Pepper Treuvey at (800) 935-6900.