



May 21, 2020

NEW JERSEY DOBI ORDERS PREMIUM REFUNDS

BACKGROUND

The New Jersey Department of Banking and Insurance issued Bulletin No. 20-22. This Bulletin orders insurers to make an initial premium refund or other adjustment to all NJ policyholders for policies that may now have reduced projected loss exposures due to the COVID-19 curtailing of activities.

The refund may take the form of a premium credit, reduction, return of premium, dividend or other appropriate premium adjustment. The refund must be provided as quickly as practicable, but no later than June 15, 2020.

The NJ DOBI also issued Order A20-03 requiring certain insurers or groups writing in any of the lines of insurance referenced in Bulletin 20-22 in New Jersey to provide bi-weekly premium and claims activity reports to the DOBI.

COMPANY ACTION

New Jersey licensed and admitted insurers must submit all components of their refund program, including a rate, rule, and/or form filing via SERFF not more than 15 days after implementing the refund program.

MSO ACTION

MSO is available to assist companies in making the appropriate filings through SERFF.

AVAILABILITY

Bulletin N0. 20-22 and Order A20-03 may be accessed on the DOBI website:

https://www.state.nj.us/dobi/bulletins/blt20_22.pdf

https://www.state.nj.us/dobi/orders/a20_03.pdf

QUESTIONS

Contact Pepper Treuvey, AU at (800) 935-6900.