



August 30, 2021

NJDOBI PUBLISHES MANDATORY ONE-PAGE BUSINESS INCOME SUMMARY

- BACKGROUND** On May 12, 2021 the Governor of New Jersey signed Bill A4805 https://www.njleg.state.nj.us/2020/Bills/PL21/98_.PDF requiring authorized insurers to provide a one-page summary to potential clients and policyholders relating to business interruption insurance coverage. The New Jersey Department of Banking and Insurance (NJDOBI) has published the one-page summary after soliciting stakeholder feedback.
- COMPANY ACTION** The Department of Banking and Insurance has provided the following guidance on their website:
- The Department of Banking and Insurance has created the one-page summary related to Business Interruption Coverage (Commercial Property/Business Income) after soliciting stakeholder feedback, in accordance with P.L.2021, c.98 (“Summary”). Pursuant to N.J.S.A. 17:29AA-33 and 34, insurers are required to provide the Summary to any potential purchaser of, or any policyholder seeking renewal of, a policy that provides coverage for the loss of use and occupancy of a commercial property and business interruption in this State with the application for the policy or renewal. Insurers are required to use this Summary and cannot deviate from this Summary. Because insurers will use the same Summary developed by the Department with stakeholder input, insurers should not file the Summary with the Department.
- https://www.nj.gov/dobi/division_insurance/propcasualty/businessinterruption.htm
- EFFECTIVE DATE** The one-page summary is required on all new and renewal policies that provide business interruption coverage. All existing policyholders must receive the one-page summary by November 14, 2021 which is 90 days from the date of publication by NJDOBI.
- QUESTIONS** Contact [Pepper Treuvey](#) at (800) 935-6900.