



MSO BULLETIN 10.14.22
October 14, 2022

NJ SB 1368 INFORMATIONAL BULLETIN

BACKGROUND

On August 5, 2022, Senate Bill 1368 was approved by New Jersey Governor Phil Murphy, to be effective November 3, 2022. This bill requires business owners and rental unit owners to maintain certain liability insurance limits.

The bill establishes that a businessowner (no limitation on size of business) or the owner of a rental unit/units is required to maintain liability insurance for negligent acts and omissions of no less than \$500,000 for combined property damage and bodily injury to or death of one or more persons in any one accident or occurrence.

Additionally, it requires that the owner of a multifamily home with no more than four units, one of which is owner-occupied, is required to maintain liability insurance for negligent acts and omissions of no less than \$300,000 for combined property damage and bodily injury to or death of one or more persons in any one accident or occurrence.

The municipality can fine the owner \$500 to \$5,000 for failure to meet this requirement.

SB 1368 has no impact on MSO, Inc., or to our New Jersey forms or policy manuals. Therefore, no action is necessary.

EFFECTIVE DATE

November 3, 2022

QUESTIONS

Contact Cricky Connell at 201-857-9113 or email cconnell@msonet.com