

17:32-1.1

LEGISLATIVE HISTORY CHECKLIST
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(Insurance companies--suspend
"seasoning" requirement)

NJSA: 17:32-1.1

LAWS OF: 1994 **CHAPTER:** 156

BILL NO: A1147

SPONSOR(S): Corodemus

DATE INTRODUCED: January 27, 1994

COMMITTEE: **ASSEMBLY:** Insurance
SENATE: Commerce

AMENDED DURING PASSAGE: No

DATE OF PASSAGE: **ASSEMBLY:** February 17, 1994
SENATE: October 27, 1994

DATE OF APPROVAL: December 9, 1994

FOLLOWING STATEMENTS ARE ATTACHED IF AVAILABLE:

SPONSOR STATEMENT: Yes

COMMITTEE STATEMENT: **ASSEMBLY:** Yes
SENATE: Yes

FISCAL NOTE: No

VETO MESSAGE: No

MESSAGE ON SIGNING: No

FOLLOWING WERE PRINTED:

REPORTS: No

HEARINGS: No

KBG:pp

P.L.1994, CHAPTER 156, approved December 9, 1994
1994 Assembly No. 1147

1 AN ACT concerning certain foreign insurance and surety
2 companies and supplementing Title 17 of the Revised Statutes.

3
4 BE IT ENACTED by the Senate and General Assembly of the
5 State of New Jersey:

6 1. Notwithstanding the provisions of any law, rule or
7 regulation to the contrary, the Commissioner of Insurance may
8 waive any requirement that a foreign or alien insurance or surety
9 company which has applied for a certificate of authority to
10 transact business in this State shall, for a period of five years
11 prior to the date of the application for the New Jersey
12 certificate of authority, have been authorized by its state or
13 country of domicile to engage in, and in fact have been actively
14 engaged in, the kind of insurance business for which it seeks the
15 certificate of authority, if the insurer or surety meets all other
16 requirements for admission to this State and upon a finding, by
17 the commissioner, that the line or lines of insurance for which
18 the insurer or surety has applied for a certificate of authority are
19 presently underserved in this State.

20 2. This act shall take effect immediately.

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STATEMENT

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25 This bill authorizes the Commissioner of Insurance to waive the
26 "seasoning" requirement which foreign or alien insurers must
27 meet before receiving a certificate of authority to transact
28 business in this State. Currently, a foreign or alien insurance or
29 surety company which has applied for a certificate of authority
30 to transact its business in this State must first demonstrate that,
31 for at least five years, it has been authorized in its state or
32 country of domicile to engage in the same line or lines of
33 insurance and that it has been actively so engaged. Under the
34 bill, the commissioner could waive this requirement if the insurer
35 meets all other requirements for admission to this State and upon
36 a finding, by the commissioner, that the line or lines of insurance
37 for which the insurer or surety seeks authorization are
38 underserved in this State.

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43 Authorizes Commissioner of Insurance to waive "seasoning"
44 requirement for certain foreign insurers.

ASSEMBLY, No. 1147
STATE OF NEW JERSEY

INTRODUCED JANUARY 27, 1994

By Assemblyman CORODEMUS

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33 insurance and that it has been actively so engaged. Under the
34 bill, the commissioner could waive this requirement if the insurer
35 meets all other requirements for admission to this State and upon
36 a finding, by the commissioner, that the line or lines of insurance
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38 underserved in this State.

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ASSEMBLY INSURANCE COMMITTEE

STATEMENT TO

ASSEMBLY, No. 1147

STATE OF NEW JERSEY

DATED: FEBRUARY 7, 1994

The Assembly Insurance Committee reports favorably Assembly Bill No. 1147.

This bill authorizes the Commissioner of Insurance to waive the "seasoning" requirement which foreign or alien insurers must meet before receiving a certificate of authority to transact business in this State. Currently, a foreign or alien insurance or surety company which has applied for a certificate of authority to transact its business in this State must first demonstrate that, for at least five years, it has been authorized in its state or country of domicile to engage in the same line or lines of insurance and that it has been actively so engaged. Under the bill, the commissioner could waive this requirement if the insurer meets all other requirements for admission to this State and upon a finding, by the commissioner, that the line or lines of insurance for which the insurer or surety seeks authorization are underserved in this State.

SENATE COMMERCE COMMITTEE

STATEMENT TO

ASSEMBLY, No. 1147

STATE OF NEW JERSEY

DATED: OCTOBER 13, 1994

The Senate Commerce Committee reports favorably Assembly Bill No. 1147.

This bill authorizes the Commissioner of Insurance to waive the five-year seasoning requirement for admission of a foreign or alien property and casualty insurer or surety if the insurer or surety meets all other requirements for licensure and the commissioner finds that the lines of insurance for which the insurer has applied are presently underserved in this State. Currently, a foreign or alien property and casualty insurer or surety which has applied for a certificate of authority to transact its business in this State must first demonstrate that, for a least five years, it has been authorized in its state or country of domicile to engage in the same line or lines of insurance and that it has been actively so engaged.