

39:6A-4.1

LEGISLATIVE HISTORY CHECKLIST

NJSA: 39:6A-4.1

(Motor vehicle insurance - charge for owner and designated operator)

LAWS OF: 1983

CHAPTER: 212

Bill No: S492

Sponsor(s): Costello

Date Introduced: Pre-filed

Committee: Assembly: Banking and Insurance

Senate: Labor, Industry and Professions

Amended during passage: Yes // Amendments during passage denoted by asterisks

Date of Passage: Assembly: April 11, 1983

Senate: Sept. 16, 1982

Date of Approval: June 15, 1983

Following statements are attached if available:

Sponsor statement:	Yes	//	
Committee statement:	Assembly	Yes	//
	Senate	Yes	// (not attached since identical to Assembly statement)
Fiscal Note:	///	No	
Veto Message:	///	No	
Message on Signing:	///	No	
Following were printed:			
Reports:	///	No	
Hearings:	///	No	

OFFICE OF THE CLERK OF THE LEGISLATURE
STATE OF NEW JERSEY
TREASURY

6-15-83

[OFFICIAL COPY REPRINT]

SENATE, No. 492

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1982 SESSION

By Senator COSTELLO

A SUPPLEMENT to the "New Jersey Automobile Reparation Reform Act," approved June 20, 1972 (P. L. 1972, c. 70, C. 39:6A-1 et seq.).

1 BE IT ENACTED *by the Senate and General Assembly of the State*
2 *of New Jersey:*

1 1. When a named insured is the owner***[, the]*** **and** only
2 designated operator of two or more automobiles and the only
3 licensed driver residing in the household, he shall be charged ***[one**
4 premium for the first automobile and may be charged not more than
5 20% of the]***** **a reduced personal injury protection** premium for
6 each ***[additional]*** automobile **listed in addition to the principal*
7 *automobile on the policy in an amount determined by the commis-*
8 *sioner** for the benefits provided in section 4 of P. L. 1972, c. 70 (C.
9 39:6A-4). **Three years after the initial reduction in such premi-*
10 *ums the personal injury protection premium for such additional*
11 *automobiles shall be determined by the loss experience of the rate*
12 *filer with respect to the payment of personal injury protection*
13 *benefits which are attributable to such additional automobiles.**

1 2. This act shall take effect immediately.

EXPLANATION—Matter enclosed in bold-faced brackets **[thus]** in the above bill
is not enacted and is intended to be omitted in the law.

Matter printed in italics *thus* is new matter.

Matter enclosed in asterisks or stars has been adopted as follows:

*—Senate committee amendments adopted June 21, 1982.

SENATE, No. 492

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1982 SESSION

By Senator COSTELLO

A SUPPLEMENT to the "New Jersey Automobile Reparation Reform Act," approved June 20, 1972 (P. L. 1972, c. 70, C. 39:6A-1 et seq.).

1 BE IT ENACTED *by the Senate and General Assembly of the State*
2 *of New Jersey:*

1 1. When a named insured is the owner, the only designated
2 operator of two or more automobiles and the only licensed driver
3 residing in the household, he shall be charged one premium for
4 the first automobile and may be charged not more than 20% of
5 the premium for each additional automobile for the benefits pro-
6 vided in section 4 of P. L. 1972, c. 70 (C. 39:6A-4).

1 2. This act shall take effect immediately.

STATEMENT

The purpose of this bill is to prevent a named insured who is the only designated operator of two or more automobiles and the only licensed driver residing in the household from paying two personal injury protection coverage premiums. Personal injury protection coverage provides medical expense benefits, essential service benefits, survivors benefits, and funeral benefits. Under the provisions of this bill, the individual shall be charged one premium for the first automobile and may be charged not more than 20% of the premium for each additional automobile for personal injury protection benefits. This is both an equitable and adequate premium since such an insured with more than one automobile can only be exposed to one loss at a time. The provision allowing an insurer to charge not more than 20% of the premium for additional automobiles insures against other occasional drivers.

As a practical matter, most insurers already charge one premium for additional personal injury protection coverage (section 10 of P. L. 1972, c. 70; C. 39:6A-10) and a fraction of the premium for additional automobiles.

ASSEMBLY BANKING AND INSURANCE COMMITTEE

STATEMENT TO

SENATE, No. 492

with Senate committee amendments

STATE OF NEW JERSEY

DATED: DECEMBER 6, 1982

This legislation provides that when an insured is (1) the owner and only driver of two or more cars and (2) the only licensed driver residing in the household, he shall be charged a reduced personal injury protection premium for each car in addition to the principal car on the policy for the personal injury protection benefits provided for in section 4 of the New Jersey no-fault law. The initial reduction in the premium will be determined by the Commissioner of Insurance. Three years after the initial reduction in such premium, the commissioner shall determine such reductions based on the loss experience of the rate filer.