

CHAPTER 22

INSURANCE PREMIUM FINANCE COMPANY ACT

Authority

N.J.S.A. 17:1-15(e) and 17:16D-7 and 8.

Source and Effective Date

R.1999 d.418, effective November 4, 1999.
 Sec: 31 N.J.R. 2672(a), 31 N.J.R. 4001(a).

Executive Order No. 66(1978) Expiration Date

Chapter 22, Insurance Premium Finance Company Act, expires on November 4, 2004.

Chapter Historical Note

Chapter 22, Insurance Premium Finance Company Act, was filed on May 8, 1980 as Emergency New Rule, R.1980 d.203, effective May 9, 1980. See: 12 N.J.R. 302(c).

Pursuant to Executive Order No. 66(1978), Chapter 22, Insurance Premium Finance Company Act, was readopted as R.1984 d.194, effective May 21, 1984. See: 16 N.J.R. 298(a), 16 N.J.R. 1196(c).

Pursuant to Executive Order No. 66(1978), Chapter 22, Insurance Premium Finance Company Act, was readopted as R.1989 d.307, effective May 12, 1989. See: 21 N.J.R. 661(a), 21 N.J.R. 1516(a). Pursuant to Executive Order No. 66(1978), Chapter 22 expired on May 12, 1994.

Chapter 22, Insurance Premium Finance Company Act, was adopted as new rules by R.1994 d.562, effective November 7, 1994. See: 26 N.J.R. 2697(a), 26 N.J.R. 4348(a).

Pursuant to Executive Order No. 66(1978), Chapter 22, Insurance Premium Finance Company Act, was readopted as R.1999 d.418, effective November 4, 1999. See: Source and Effective Date.

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SUBCHAPTER 1. PREMIUM FINANCE AGREEMENT

3:22-1.1 Premium finance agreement

(a) There must be disclosure in the premium financing agreement of the key elements prior to the signature of the

insured in accordance with the requirements set forth in N.J.S.A. 17:16D-9.

(b) A continuous payment agreement which authorizes renewable or continuing arrangements is prohibited.

(c) Separately signed premium finance agreements are required for each policy, renewal, addition or change, in order to disclose current conditions and provisions applicable to each loan.

(d) This rule shall apply to insurance premium finance companies doing business or authorized to do business in the State of New Jersey.

Repeal and recodification, R.1984 d.346, effective August 20, 1984. See: 15 N.J.R. 1707(a), 16 N.J.R. 2264(a), 17 N.J.R. 990(a).

Repealed sections 1.1, 1.2 and 1.3 and recodified old 1.4 as new 1.1. Old 1.1 was "Maximum finance charge rate permissible." Amended by R.1989 d.307, effective June 5, 1989.

See: 21 N.J.R. 661(a), 21 N.J.R. 1516(a).

In (b), (c) and (d): Corrections and stylistic changes.

3:22-1.2 Annual report; fee

Each insurance premium finance company licensee shall file, on or before February 1, an annual report as mandated by N.J.S.A. 17:16D-7. The licensee shall remit a fee of \$100.00 for each such report filed. The Department shall assess a \$50.00 penalty against any licensee for each report the licensee files late.

New Rule, R.1995 d.655, effective December 18, 1995. See: 27 N.J.R. 3655(a), 27 N.J.R. 5011(a).

3:22-1.3 (Reserved)

Repealed by R.1984 d.346, effective August 20, 1984. See: 15 N.J.R. 1707(a), 16 N.J.R. 2264(a), 17 N.J.R. 990(a). Was "Term of regulation."

3:22-1.4 (Reserved)

New Rule, R.1984 d.194, effective May 21, 1984. See: 16 N.J.R. 298(a), 16 N.J.R. 1196(c). Amended by R.1984 d.346, effective August 20, 1984. See: 15 N.J.R. 1707(a), 16 N.J.R. 2264(a), 17 N.J.R. 990(a). Recodified old 1.4 as new 1.1.