

STATE OF NEW JERSEY
DEPARTMENT OF BANKING AND INSURANCE

IN THE MATTER OF THE TRANSFER OF THE)
MANAGEMENT, ADMINISTRATIVE AND CLAIM)
FUNCTIONS OF THE NEW JERSEY AUTOMOBILE)
FULL INSURANCE UNDERWRITING ASSOCIATION,) ORDER
THE MARKET TRANSITION FACILITY AND THE)
NEW JERSEY AUTOMOBILE INSURANCE GUARANTY)
FUND TO THE NEW JERSEY PROPERTY-LIABILITY)
INSURANCE GUARANTY ASSOCIATION)

This matter having been opened by the Commissioner of Banking and Insurance (“Commissioner”) pursuant to the authority of N.J.S.A. 17:1-8.1, 17:1-15e, and P.L. 2003 c. 89 and all powers expressed and implied therein; and

IT APPEARING that, pursuant to P.L. 2003, c. 89 (the “Act”), enacted on June 9, 2003, the New Jersey Property-Liability Insurance Guaranty Association (“PLIGA”) is to assume responsibility for all management, administrative and claims functions of the New Jersey Automobile Full Insurance Underwriting Association (“NJAFIUA”) and the Market Transition Facility (“MTF”) and that all of their functions, powers and duties, assets, liabilities and balances are to be transferred from the Department of Banking and Insurance (“Department”) to the PLIGA; and

IT FURTHER APPEARING that the New Jersey Automobile Insurance Guaranty Fund (“NJAIGF”), created pursuant to P.L. 1990, c. 8, as amended, is utilized for the purposes of satisfying the financial obligations of the NJAFIUA and MTF, and, pursuant to the Act, all balances in the NJAIGF are to be transferred to the PLIGA; and

IT FURTHER APPEARING that the Act empowers the Commissioner to provide for an orderly transition of the operations, functions, powers and duties of the NJAFIUA, the MTF and the NJAIGF to the PLIGA; and

IT FURTHER APPEARING that the public interest requires that the orderly transition provide for the uninterrupted processing of claims and the timely payment of obligations as they come due by the NJAFIUA and the MTF, and

IT FURTHER APPEARING that on June 20, 2003, Order No. A03-135 was issued to initially provide for an orderly transition of the operations, functions, powers and duties of the NJAFIUA, the MTF and the NJAIGF, and that it is necessary to supplement that Order so as to continue the orderly transition of the NJAFIUA, the MTF and the NJAIGF's operations, functions, powers and duties to the PLIGA,

THEREFORE, it is on this 16th day of September, 2003 ORDERED that:

1. Until further notice, all carriers and other persons shall communicate with the NJAFIUA and the MTF regarding existing claims by contacting PLIGA at either the Bernardsville (59-63 Mine Brook Road, Bernardsville, NJ 07924, 908-953-9533) location or the Riverside (P.O. Box 7002, Riverside, NJ 08075, 856-764-9600) location, as directed by each respective office.

2. All personnel, systems and claim functions of or relating to the NJAFIUA, MTF and NJAIGF presently administered by the Department shall, effective on September 15, 2003 commence to be administered by the PLIGA. Those persons who remain on the payroll of the MTF or NJAFIUA are authorized and directed to perform other work for either the UCJF or PLIGA as assigned.

3. Commencing September 15, 2003, certain claim files of the NJAFIUA and MTF shall begin to be transferred to PLIGA at 59-63 Mine Brook Road, Bernardsville, NJ 07924, 908-953-9533.

4. Any notice relating to claims against the NJAFIUA or MTF which is timely filed with the PLIGA shall be deemed properly filed with the NJAFIUA or the MTF.

5. All terms of Order No. A03-135 not inconsistent with the terms of this Order shall remain in full force and effect.

9/16/03
Date

/s/ Donald Bryan
Donald Bryan
Director of Insurance

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