

INSURANCE

DEPARTMENT OF BANKING AND INSURANCE

OFFICE OF PROPERTY AND CASUALTY

Private Passenger Automobile Insurance Territorial Rating Plans

Territorial Rating Equalization Exchange

Adopted Amendments: N.J.A.C. 11:3-16A.1, 16A.2 and 16A.4

Adopted Repeals: N.J.A.C. 11:3-16A.10, 16A.11 and 16A.12

Proposed: July 19, 2010 at 42 N.J.R. 1469(a).

Adopted: October 4, 2010 by Thomas B. Considine, Commissioner, Department of Banking and Insurance.

Filed: October 6, 2010 as R. 2010 d. 251, **without change.**

Authority: N.J.S.A. 17:1-8.1 and 17:1-15e.

Effective Date: November 1, 2010.

Expiration Date: June 7, 2011.

Summary of Public Comments and Agency Response:

The Department of Banking and Insurance (Department) timely received written comments from New Jersey Manufacturers Insurance Group; the National Association of Mutual Insurance Companies; the Property Casualty Insurers Association of America; and the Insurance Council of New Jersey.

COMMENT: All of the commenters supported the proposal and commended the Department on the proposal to repeal the Territorial Rating Equalization Exchange (TREE) rules. Some of the

commenters also indicated that they stand ready to work with the Department going forward in efforts to ensure that the New Jersey automobile insurance market operates in a competitive and efficient manner for the benefit of all New Jersey drivers, and to the extent problems arise, to work collaboratively with the Department to address issues that may exist.

RESPONSE: The Department appreciates the support of its proposal.

Federal Standards Statement

A Federal standards analysis is not required because the adopted repeals and amendments are not subject to any Federal requirements or standards.

Full text of the adopted amendments follows:

TEXT