

ASSEMBLY, No. 2967

STATE OF NEW JERSEY

INTRODUCED MAY 12, 1997

By Assemblymen GARCIA, DALTON, Impreveduto, Wisniewski,
Barnes, Cohen, Romano, Charles, Doria, Assemblywomen
Frischia, Gill, Assemblymen Caraballo, Gusciora, Jones,
Assemblywoman Turner and Assemblyman Greenwald

1 AN ACT concerning automobile insurance rates and repealing section
2 5 of P.L.1988, c.156.

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

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7 1. Section 5 of P.L.1988, c.156 (C.17:29A-44) is repealed.

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9 2. This act shall take effect immediately.

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STATEMENT

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14 This bill eliminates the flex-rate provisions for automobile insurance
15 premium rates, which allows automobile insurers to increase rates on
16 an annual basis by 3 percent plus allowable Consumer Price Index
17 (CPI) increases, without prior approval by the Commissioner of
18 Banking and Insurance.

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23 Repeals flex-rating for automobile insurance.