

P.L. 1996, CHAPTER 146, *approved December 20, 1996*
Assembly No. 1963 (*First Reprint*)

1 AN ACT to permit combinations of certain credit insurance coverages
2 and supplementing chapter 29 of Title 17B of the New Jersey
3 Statutes.

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

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8 1. a. The individual and group coverages permitted by
9 N.J.S.17B:29-3 may be offered in combination with credit involuntary
10 unemployment insurance, credit personal property insurance, or both,
11 under separate and distinct policies, provided that the total combined
12 premium amount or rate to be charged to the debtor shall be reduced
13 by five percent ¹or by a greater percentage at the discretion of the
14 insurer¹.

15 b. When credit involuntary unemployment insurance is included in
16 the combined coverages and (1) the debtor notifies the insurer in
17 writing that he ¹is or¹ has become ineligible for credit involuntary
18 unemployment insurance coverage by reason of being or becoming
19 voluntarily unemployed, or by reason of being or becoming self-
20 employed, and states the date on which that ineligibility commenced;
21 or (2) a claim is denied under the credit involuntary unemployment
22 insurance coverage because the debtor became ineligible for that
23 coverage, the insurer shall promptly remit a refund of the portion of
24 the premium applicable to the credit involuntary unemployment
25 insurance coverage during the period of ineligibility.

26 c. (1) Notwithstanding the provisions of N.J.S.17B:27-3 to the
27 contrary, group life insurance coverage may be issued in combination
28 with other coverages in accordance with this section.

29 (2) ¹[Insurance] Insurers issuing insurance¹ coverages combined
30 in accordance with this section ¹[may be offered to debtors without

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

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹ Assembly AIN committee amendments adopted June 3, 1996.

1 offering each or] shall not be required to offer¹ any of the coverages
2 for separate purchase.

3 (3) The purchase of insurance coverages combined in accordance
4 with this section shall be voluntary on the part of the debtor.

5 d. For the purpose of this section, "credit personal property
6 insurance" means insurance covering direct or indirect damage or loss,
7 by fire or other perils, including those of extended coverage, to the
8 personal property of the debtor all or part of which is the security for
9 the loan, which insurance shall be for an amount and term not to
10 exceed the amount and term of the loan.

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12 2. This act shall take effect immediately.

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Permits combinations of certain credit insurance products.