

Important – Please read Carefully

Commission Statement Introduction

Effective July 1, 2021 the New Jersey Insurance Underwriting Association Association will **no longer accept premium payments net of commission for any transaction.** The Association will enroll all producers in a monthly commission statement process beginning on July 1,2021. In addition we anticipate the introduction of a new policy administration system within the next 12 to 15 months and this change will assist with the successful implementation of that upgrade.

The commission statement process was introduced on an optional basis two years ago and there are a number of producers who enrolled at that time. Once this is in place premium payments must be made for the full invoiced amount. All other over payments for whatever reason will be sent out in accordance with a pre-determined processing schedule as is done today. Having the separate commission statement will also eliminate any questions on why your agency is receiving a check.

There will be a transition period for your inforce business as the policy will not convert to a full premium account until renewal. However, it is recommended the gross premium be paid whenever a transaction is made to acclimate yourself to the process. All new business will be full premium immediately.

Another advantage for the program is the option to have the Association Direct Bill your insureds. The invoice that is sent to the insured will be available for you to review in your producer portal along with the numerous documents that are available to review now. This feature will be in place by July 1, 2021 for policies that renew 60 days later.

If you are interested in the Direct Bill option, please indicate your preference and return it to us.

If you have any questions about this bulletin, please call 973-297-5237.

Agency Name:

----- yes, I want the Direct Bill program.