

New Jersey Appellate Division Affirms Allocation to Insured for Pre-December 2004 Insolvencies

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The New Jersey Appellate Division has held that in long-tail allocation cases, the policyholder remains responsible for amounts allocable to insurers who became insolvent before December, 2004, and that the rule announced in *Farmers Mutual Fire Ins. Company of Salem v. N.J.P.L.G.A.* does not apply to such insolvencies because the Legislature specifically provided that the statutory amendments that formed the basis for the *Farmers Mutual* decision applied prospectively from their effective date. [Click here to read the full article.](#)