

PENNSYLVANIA PROFESSIONAL LIABILITY JOINT UNDERWRITING ASSOCIATION

Installment Plan

An eligible insured with a 12-month JUA premium of \$5,000 or greater may elect to pay for coverage on an installment basis.

Eligibility

Any insured is eligible for installments unless there has been more than one payment incident in the past 3 years.

A payment incident is defined as:

1. a check returned for insufficient funds or stop payment; or
2. a notice of cancellation for nonpayment of premium is sent by the JUA because premium has not been received when due; or
3. a cancellation for nonpayment of premium (even if subsequently reinstated) of a JUA policy by the Association or premium finance company.

If 2. and 3. occur as a result of the same premium payment, it will constitute 1 incident.

Service Fee

Installment payments are subject to an installment fee equal to the sum of \$40 plus 1.8 % of the 12-month JUA premium.

Payments

1. The installment service fee plus 30% of the premium is due by effective date;
2. At 2 months, 4 months, 6 months, and 8 months after the effective date, installments equal to 15% of the premium are due.
3. The balance of the premium is due 10 months after the policy effective date.