

RESOLUTION

WHEREAS, the Township has determined to renew its contract with the Garden State Municipal Joint Insurance Fund ("JIF") as permitted by N.J.S.A. 40A:10-36, and

WHEREAS, execution of the attached Risk Management Consultant's Agreement is necessary and appropriate for membership in the JIF, and

WHEREAS, membership in the JIF became effective November 1, 2003;

NOW, BE IT RESOLVED, that the Mayor be and is hereby authorized to execute the annexed Risk Management Consultant's Agreement for the Garden State Municipal Joint Insurance Fund; and it is further

RESOLVED, that the Municipal Clerk shall attest to the Mayor's Signature.

Karen J. Carnevale,
Municipal Clerk

Sal M. Anderton
Council President

Adopted: January 18, 2011

RISK MANAGEMENT CONSULTANTS AGREEMENT

THIS AGREEMENT entered into this 1st day of January, 2011, between the Township of West Orange, (hereinafter referred to as MUNICIPALITY/AUTHORITY and **FAIRVIEW INSURANCE AGENCY ASSOCIATES, INC.**, (hereinafter referred to as the CONSULTANT.)

WHEREAS, the CONSULTANT has offered to the MUNICIPALITY professional risk management consulting services as required by FUND (JIF), and;

WHEREAS, the MUNICIPALITY desires these professional services pursuant to the resolution adopted by the governing body of the MUNICIPALITY at a meeting held on _____, and;

NOW, THEREFORE, the parties in consideration of the mutual promises and covenants set forth herein, agree as follows:

1. For and in consideration of the amount stated hereinafter, the CONSULTANT shall:
 - a. Assist the MUNICIPALITY in identifying its insurable Property & Casualty exposures and to recommend professional methods to reduce, assume or transfer the risk of loss.
 - b. Assist the MUNICIPALITY in understanding the various coverages available from the JIF/MEL.
 - c. Review with the MUNICIPALITY any additional coverages that the CONSULTANT feels should be carried but are not available from the FUND and subject to the MUNICIPALITY'S authorization, place such coverages outside the FUND.
 - d. Assist the MUNICIPALITY in the preparation of applications, statements of values, and similar documents requested by the Insuror, it being understood that this Agreement does not include any appraisal work by the CONSULTANT.
 - e. Review Certificates of Insurance from contractors, vendors and professionals when requested by the MUNICIPALITY.
 - f. Review the MUNICIPALITY'S assessment as prepared by the FUND, assist the MUNICIPALITY in the preparation of its annual insurance budget.
 - g. Review the loss and engineering reports and generally assist the safety committee in its loss containment objectives. Also, attend no less than one (1) municipal safety committee meeting per annum to promote the safety objectives and goals of the MUNICIPALITY and the FUND.

h. Assist where needed in the settlement of claims, with the understanding that the scope of the CONSULTANT'S involvement does not include the work normally done by a public adjuster.

i. Perform any other risk management related services required by the FUND.

2. In exchange for the above services, the CONSULTANT shall be compensated in the following manner:

a. The CONSULTANT shall be paid a fee as compensation for services rendered an amount equal to seven percent (7%) of the MUNICIPALITY'S annual assessment as promulgated by the JIF. Said fee shall be paid to the CONSULTANT within thirty (30) days of payment of the MUNICIPALITY'S assessment.

b. For any insurance coverages authorized by the MUNICIPALITY to be placed outside the FUND, the brokerage commissions paid by to the CONSULTANT will come from the insurance company. The premiums for said policies shall not be added to the JIF's assessment in computing the fee outlined in 2(a).

c. If the MUNICIPALITY shall require of the CONSULTANT extra services other than those outlined above, the CONSULTANT shall be paid by the MUNICIPALITY a fee at the rate of \$___ per hour, in addition to actual expenses incurred.

3. The term of this Agreement shall be for Three (3) year(s).

ATTEST:

GOVERNING BODY:

ATTEST:

CONSULTANT:

FAIRVIEW INSURANCE AGENCY

Note:

This sample has been promulgated by the MEL to assist municipalities in preparing or negotiating agreements with their risk managers. It does not represent an official statement of MEL policy, nor is it an endorsement of any form or amount of compensation. Careful consideration at the local level should be given to determine how the document might be amended to meet a community's unique needs or desires. Prior to use, the sample should also be reviewed by the local attorney for form, consistency with local JIF by laws, inclusion of affirmative action language, etc.