

RESOLUTION NO. 24-14

CAMDEN COUNTY INSURANCE FUND COMMISSION

**RESOLUTION AMENDING RESOLUTION 20-14, ADOPTED MARCH 27, 2014,
ESTABLISHING PROCEDURE FOR MEMBER ENTITY DEDUCTIBLES AND
LITIGATION DEFENSE COSTS**

WHEREAS, the CAMDEN COUNTY INSURANCE FUND COMMISSION (hereinafter “the Commission”) is duly constituted as an Insurance Commission pursuant to N.J.S.A. 40A:10-6 et seq.; and

WHEREAS, on March 27, 2014, the Commission adopted Resolution #20-14, establishing a procedure for member entity deductibles and litigation defense costs; and

WHEREAS, Resolution #20-14 provided that the Commission's third-party administrator will advance litigation and settlement costs on behalf of the member entities for ancillary coverages; and

WHEREAS, the Commission has determined it is appropriate that the Executive Director for the Commission advance the litigation and settlement costs for the ancillary coverages on behalf of the member entities; now, therefore,

BE IT RESOLVED, by the Camden County Insurance Fund Commission (the Commission) that effective immediately, Resolution #20-14 is hereby amended to provide that the Commission's Executive Director shall have the authority to, and shall implement the following procedure for handling member entity deductibles and litigation defense costs for all lines of ancillary coverage:

1. The Commission will advance litigation defense costs, in accordance with the established claims committee procedures and all other Commission procedures, as such costs are incurred on a calendar year basis, not on a claims made basis. Payments will be made through the monthly Commission bill list upon receipt of an invoice and signed voucher.
2. When a claim settles, the Commission shall pay the final settlement upon formal approval of the Commission, through the monthly bill list and the member entity will be billed in full for the final settlement and any defense litigation costs previously advanced, on the first assessment installment billing for the new Commission year.
3. For those claims that remain open, the prior year calendar defense litigation costs will be billed to the member entity in full on the first assessment installment billing for the new Commission year.

4. The Executive Director will provide a report, at least quarterly, to the Commission Treasurer and to each member entity to keep the member entities apprised of the reimbursement costs which are due.

5. The defense litigation costs billed to date on pending claims (all County Proper claims) will be reimbursed when billed by the Executive Director. The defense litigation costs billed for open claims after the approval date of this Resolution will be handled based on the process described above.

ADOPTED: April 24, 2014



CHAIRMAN

ATTEST:



SECRETARY