

RESOLUTION #14-183

RESOLUTION DIRECTING THE DISTRIBUTION OF THE CITY OF WOODBURY NET RETURNED SURPLUS FUNDS HELD IN TRUST BY THE GLOUCESTER, SALEM, CUMBERLAND COUNTIES MUNICIPAL JOINT INSURANCE FUND

WHEREAS, the City of Woodbury, hereinafter referred to as MUNICIPALITY, participated as a member municipality of the Gloucester, Salem Cumberland Counties Municipal Joint Insurance Fund, hereinafter referred to as FUND, for one or more of the following FUND fiscal years beginning January 1, 1997, January 1, 1998, January 1, 1999, January 1, 2001, January 1, 2002, January 1, 2003, January 1, 2004, January 1, 2005, January 1, 2006, January 1, 2007, January 1, 2008, January 1, 2009, January 1, 2010 **and**

WHEREAS, the FUND is a statutory filed municipal joint insurance fund as defined in N.J.A.C. 11:15-2.1 et seq., **and**

WHEREAS, the MUNICIPALITY joined the FUND knowing that membership carries with it joint and several liability with all other member municipalities for each year of the MUNICIPALITY's membership, **and**

WHEREAS, the MUNICIPALITY understands that the FUND's Executive Committee are the only persons authorized in law to make decisions as to when and how much of any available statutory surplus will be released by the FUND, **and**

WHEREAS, the MUNICIPALITY understands that the FUND's Executive Committee are the only persons authorized in law to make decisions as to when and how much of any projected deficit will be declared as an additional assessment due to the FUND, **and**

WHEREAS, the MUNICIPALITY understands that Available Statutory Surplus is defined to be the amount of money in excess of the projected value of claims by line of coverage, plus an actuarially determined value for Incurred But Not Reported claims, subject to the surplus reserve calculations as defined in N.J.A.C. 11:15-4.6 et seq., and subject to review and approval by the Department of Banking and Insurance and Department of Community Affairs, State of New Jersey, prior to release by the Executive Committee of the FUND, **and**

WHEREAS, the MUNICIPALITY understands that it remains jointly and severally liable into perpetuity despite the earlier release of Available Statutory Surplus due to the possibility that a FUND year wherein a return of Statutory Surplus has been duly authorized could later be presented with a claim for which it could be responsible causing a demand for an additional assessment from each participating member municipality of that FUND year, **and**

WHEREAS, the MUNICIPALITY understands that it remains jointly and severally liable into perpetuity despite the earlier collection of an additional assessment due to the possibility that a FUND year wherein an additional assessment has been duly authorized could later be presented with a need for additional assessments from each participating member municipality of that FUND year, **and**

WHEREAS, the MUNICIPALITY understands that its options for directing the distribution of its net share of released Statutory Surplus to be as follows:

1. Direct the FUND to apply the MUNICIPALITY's share to the MUNICIPALITY's premium as a credit in the next FUND fiscal year (N.J.A.C. 11:15-4.21(e)),
2. Direct the FUND to issue a check to the MUNICIPALITY for the MUNICIPALITY's share,
3. Direct the FUND to apply the MUNICIPALITY's share to the FUND's Aggregate Excess Loss Contingency Fund (A.E.L.C.F.), which provides member municipalities with an available individual contingency balance for use in satisfying any possible need for a supplemental assessment for any year they were a member and an annual capacity to use all or a portion of a member municipality's available balance in offsetting future premiums, **or**
4. Direct the FUND to apportion the MUNICIPALITY's share as a stated dollar amount among options 1, 2 and 3 above such that the sum total of allocated dollars equals the amount of the Net Distribution available to the MUNICIPALITY as noted above.

NOW THEREFORE, the MUNICIPALITY directs the FUND to distribute the MUNICIPALITY's share of its Net Distribution as follows (**check the boxes that apply**):

- Apply a portion of the amount as a credit to the MUNICIPALITY's next FUND Year premium.
- Apply a portion of the amount as a check to the MUNICIPALITY.
- Apply a portion of the amount to the MUNICIPALITY's share of the FUND's Aggregate Excess Loss Contingency Fund (A.E.L.C.F.).

Designate the amount as follows (Sum of below must equal full dividend amount):

➤ Credit	<u>\$10,302</u>	
➤ Check	<u>\$0</u>	(Requires voucher)
➤ A.E.L.C.F.	<u>\$15,023</u>	(Requires Resolution)
	<u>\$25,325</u>	


ADOPTED at a regular meeting of the Mayor and City Council of the City of Woodbury on December 16, 2014.

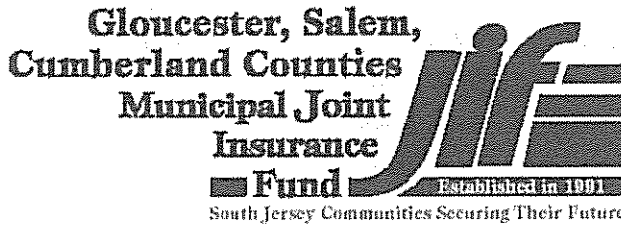
CITY OF WOODBURY

By:


WILLIAM H. FLEMING, JR.
President of Council

ATTEST:


ROY A. DUFFIELD, Clerk



Dividend Release Form

MUNICIPALITY: WOODBURY CITY

TOTAL DIVIDEND AMOUNT: \$25,325

BALANCE IN A.E.L.C.F. as of 09/30/14 (if applicable): \$N/A

Please indicate your municipality's preference for receipt of their 2014 dividend below:

- Yes, I would like to receive the total dividend as a credit against my 2015 JIF assessment. (Mayor's signature required. No Resolution required.)
- Yes, I would like to receive the total dividend in the form of a check. (Mayor's signature and voucher required. No Resolution required.)
- Yes, I would like to apply the total dividend to the Aggregate Excess Loss Contingency Fund (A.E.L.C.F.) for future use. (Resolution must be adopted by your individual governing body – contact our office for a sample resolution).
- I would like to split the dividend between the above options as follows:

- Credit \$ 10,302
- Check \$ _____ (Requires voucher)
- A.E.L.C.F. \$ 15,023 (Requires Resolution)

Please return this form, a signed copy of the TRICO JIF voucher (if applicable) and a copy of the adopted resolution (if applicable) to our office (at PO Box 490, Marlton, New Jersey 08053) by Friday, December 19, 2014.

Signature of Mayor

City of Woodbury

Name of Municipality

Copy: Municipal Clerks

File: TRICOJIF/2014/Dividend Distribution - Tab: WOODBURY CITY