

**RESOLUTION NO. 17-13**

**GLOUCESTER COUNTY INSURANCE COMMISSION  
MEMBER ENTITY DEDUCTIBLES AND LITIGATION DEFENSE COSTS  
(Amended from Resolution No. 57-11)**

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

**WHEREAS**, the County of Gloucester and certain departments, boards, agencies and/or commissions have by resolution entered into an agreement to participate in the GCIC to self fund and/or share the costs of insurance; and

**WHEREAS**, certain insurance coverages contain member entity deductibles such as the POL/EPL ancillary coverage which is commercially insured such that there is no self funding at the commission or CEL levels; and

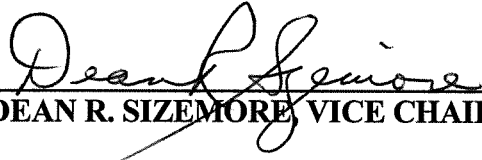
**WHEREAS**, the GCIC has deemed it necessary and appropriate to outline an accepted procedure to handle such costs, including but not limited to litigation defense costs; and

**NOW THEREFORE BE IT RESOLVED** by the Commissioners of said Gloucester County Insurance Commission as follows:

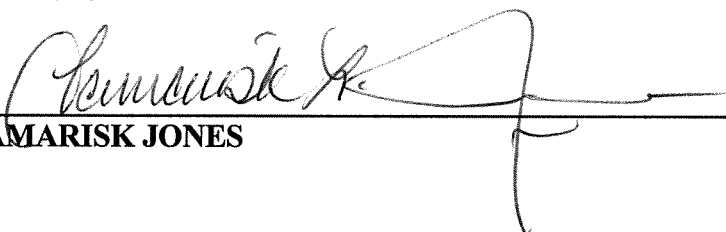
1. The GCIC will advance litigation defense costs as they are incurred on a calendar year basis, not on a claims made basis.
2. When a claim settles, the GCIC pays the final settlement and the member entity will be billed in full for the final settlement and any defense litigation costs previously advanced on the first assessment installment billing for the new GCIC 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 GCIC year.
4. The GCIC will provide an ongoing report to the member entity so it will know the reimbursement costs which are due in advance.
5. The GCIC shall charge a reasonable rate of interest if it is not reimbursed in a timely manner.
6. The defense litigation costs billed to date on pending claims (all County Proper claims) will be reimbursed when billed by the GCIC. 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** by THE GLOUCESTER COUNTY INSURANCE COMMISSION at a properly noticed meeting held on February 28, 2013.

**ADOPTED:**

  
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**DEAN R. SIZEMORE, VICE CHAIRMAN**

**ATTEST:**

  
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**TAMARISK JONES**