

Amendment to Article III

Servicing Organizations:

7. Risk Management Consultants:

1. Each member entity shall have the option to appoint an Insurance Producer as a Risk Management Consultant who shall not be a Commissioner or employed by or under contract to the Insurance Commission, or the New Jersey Counties Excess Joint Insurance Fund, as an Administrator or a servicing organization. This restriction shall extend to all officers and employees of the service provider, as well as any other business entity in which the service provider or any of the aforementioned persons has a direct or indirect interest.

2. The Risk Management Consultant's specific responsibilities shall include, but not be limited to:

a.) Evaluation of the member's exposures.

b.) Explanation of the various coverages available from the Commission and assisting the member in the selection of proper coverage.

c.) Preparation of applications, statements of values, etc. required by the Commission.

d.) Review of the member's assessment and assisting in the preparation of the local unit's insurance budget.

e.) Assisting in the claims settlement process.

f.) Review of losses and engineering reports and providing assistance to the member's safety committee.

3. The Risk Management Consultant(s) shall be appointed in conformance with the Local Public Contracts Law.

4. If the option to appoint a Risk Management Consultant is exercised by a member entity, such entity shall be responsibly to pay the Consultant's fee. This fee shall be paid quarterly and each affected member's assessment shall separately identify the fee to be paid to the Risk Management Consultant. In the event a member changes its Risk Management Consultant during a Commission Year, the Commission shall prorate the Risk Management fee.