

**RESOLUTION NO.: 2019 - 09**

**RESOLUTION OF THE MAYOR AND BOROUGH COUNCIL OF THE BOROUGH OF MOUNT ARLINGTON, IN THE COUNTY OF MORRIS, STATE OF NEW JERSEY, APPOINTING TREADSTONE RISK MANAGEMENT AS RISK MANAGEMENT CONSULTANT**

**WHEREAS**, the Borough of Mount Arlington is a member of the Morris County Municipal Joint Insurance Fund; and

**WHEREAS**, the Bylaws of said Fund require that each Governing Body appoint a Risk Management Consultant to perform various professional service as detailed in the Bylaws; and

**WHEREAS**, Treadstone Risk Management has agreed to perform these services at a flat annual fee of \$10,000 and fixed for the years 2019 – 2021;

**NOW THEREFORE BE IT RESOLVED** by the Mayor and Borough Council of the Borough of Mount Arlington that it does hereby appoint Matthew Struck, Treadstone Risk Management, as its Risk Management Consultant in accordance with the Fund's Bylaws; and

**BE IT FURTHER RESOLVED** that the Governing Body is hereby authorized and directed to execute the Risk Management Consultant's Agreement annexed hereto and to cause a notice of decision to be published according to N.J.S.A. 40A:11-5(1)(a)(i).

I certify the above resolution to be a true and correct copy of a resolution adopted by the Borough of Mount Arlington at a meeting held on January 3, 2019.



Linda DeSantis, R.M.C.  
Borough Clerk

Model

***RISK MANAGEMENT CONSULTANT'S AGREEMENT***

***THIS AGREEMENT*** entered into this 1st day of January, 2019, between the Borough of Mount Arlington (hereinafter referred to as MUNICIPALITY) and Treadstone Risk Mgmt (hereinafter referred to as the CONSULTANT).

***WHEREAS***, the CONSULTANT has offered to the MUNICIPALITY professional risk management consulting services as required in the bylaws of the Morris County Municipal Joint Insurance Fund, and;

***WHEREAS***, the MUNICIPALITY desires these professional services pursuant to the resolution adopted by the governing body of the MUNICIPALITY at a meeting held January 3, 2019 and;

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

- I. 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 or loss.
  - b) Assist the MUNICIPALITY in understanding the various coverages available from the Morris County Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund.
  - 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 FUND, 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 and 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's bylaws.
2. In exchange for the above services, the CONSULTANT shall be compensated in the following manner:
- a) The CONSULTANT shall be paid by the MUNICIPALITY a fee as compensation for services rendered, an amount equal to six percent (6%) of the MUNICIPALITY's annual assessment as promulgated by the FUNDS. 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 CONSULTANT shall receive as compensation the normal brokerage commissions paid by the insurance company. The premiums for said policies shall not be added to the FUND'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 one (1) year. However, this Agreement may be terminated by either party at any time by mailing to the other written notice, certified mail return receipt, calling for termination at not less than thirty (30) days thereafter. In the event of termination of this Agreement, the CONSULTANT's fees outlined in 2 (a) above shall be prorated to date of termination.

**ATTEST:**

**MUNICIPALITY:**

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**ATTEST:**

**CONSULTANT:**

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Note: This sample has been promulgated by the MEL to assist members 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 may 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 bylaws, inclusion of affirmative action language, etc.