

CITY COUNCIL**The City of Orange Township, New Jersey**DATE February 7, 2023NUMBER 83-2023

TITLE: A RESOLUTION OF INTENT FOR THE CITY OF ORANGE TOWNSHIP TO FORM THE METROPOLITAN HEALTH INSURANCE FUND WITH THE TOWNSHIP OF BLOOMFIELD, 1 MUNICIPAL PLAZA, BLOOMFIELD, NEW JERSEY 07003, AND THE PLAINFIELD PUBLIC SCHOOL DISTRICT, 1200 MYRTLE AVENUE, PLAINFIELD, NEW JERSEY 07063.

WHEREAS, pursuant to N.J.S.A. 40A: 10-36 et. seq., (the "Statute") Local Units, as defined in the Statute, may join together to establish a joint insurance fund to provide contributory or non-contributory group health insurance through self-insurance, the purchase of commercial insurance or reinsurance or any combination thereof; and

WHEREAS, Bloomfield Township and City of Orange Township and Plainfield Public School District, pursuant to the Statute and N.J.A.C. 11:15- 5.6(c)(8) are adopting this Resolution of Intent to Form the Metropolitan Health Insurance Fund (the "Fund").

NOW, THEREFORE, BE IT RESOLVED BY CITY OF ORANGE TOWNSHIP MUNICIPAL COUNCIL that the following actions and authorizations are hereby authorized and approved:

1. Orange Township adopts this Resolution of Intent to Metropolitan Health Insurance Fund and authorizes its filing as required under N.J.A.C. 11:15-5.6(c)(8);

2. Membership in the Fund shall be contingent upon acceptance of the Fund's Bylaws as adopted and approved pursuant to the Statute and the execution and delivery by each member Local Unit of the Fund of a Trust and Indemnity Agreement whereby (i) each member Local Unit agrees to jointly and severally assume and discharge the liabilities of each and every party to the agreement arising from their participation in the Fund; (ii) the types of insurance coverage purchased through the Fund are specified; (iii) the duration of membership in the Fund is stated and (iv) each member states they have never defaulted on claims if self-insured and, if not, have not been cancelled for non-payment of insurance premiums for a period of at least two (2) years prior to joining the Fund; and

3. PERMA Risk Management Services and its representatives are hereby authorized pursuant to the Statute and N.J.A.C. 11:15-5.5 to file with the Department of Banking and Insurance and the Department of Community Affairs an application for approval to form and operate the Fund and the deliver such documents and other materials as may be necessary to accomplish the formation of the Fund and obtain the necessary approvals and authorizations to operate.

Adopted: February 7, 2023

Joyce L. Lanier
City Clerk

Tency A. Eason
Council President