

**ATLANTIC COUNTY MUNICIPAL JOINT INSURANCE FUND  
RESOLUTION #2021-31\_\_\_**

**RESOLUTION MEMORIALIZING A PAYMENT OF \$335,780 FROM THE 2015 FUND YEAR AND AUTHORIZING A PAYMENT OF \$403,369 FROM THE 2016 FUND YEAR IN ACCORDANCE WITH THE REQUIREMENTS OF THE NEW JERSEY MUNICIPAL RESIDUAL CLAIMS FUND JOINT INSURANCE FUND SURPLUS TRIGGER**

**WHEREAS**, the Atlantic County Municipal Joint Insurance Fund (ACM JIF) has been organized pursuant to N.J.S.A. 40A:10-36 et seq.; and

**WHEREAS**, the ACM JIF is a member of the New Jersey Municipal Residual Claims Joint Insurance Fund (NJ RCF); and

**WHEREAS**, in 2020, the NJ RCF amended its Risk Management Plan to include a “Surplus Trigger”; and

**WHEREAS**, the purpose of the Surplus Trigger is to guarantee the ongoing fiscal integrity of the NJ RCF by requiring that the NJ RCF have a minimum amount of surplus available at any given time; and

**WHEREAS**, the Surplus Trigger is calculated on an annual basis valued as of December 31<sup>st</sup> of the most recently closed Fund Year; and

**WHEREAS**, the NJ RCF Surplus Trigger is enacted when the Fund’s statutory surplus for all fund years combined is no less than 12.5% of unpaid claims including IBNR; and

**WHEREAS**, based upon calculations provided by the NJ RCF valued as of December 31, 2019, the ratio of unencumbered cash to the total amount of unpaid claims including IBNR fell below the 12.5% ratio by \$5,235,393 resulting in a payment by the ACM JIF to the NJ RCF of \$335,780 from the 2015 Fund Year; and

**WHEREAS**, based upon calculations provided by the NJ RCF valued as of December 31, 2020, the ratio of unencumbered cash to the total amount of unpaid claims including IBNR fell below the 12.5% ratio by \$6,286,145 resulting in a payment due by the ACM JIF to the NJ RCF of \$403,369 from the 2016 Fund Year; and

**WHEREAS**, it is the recommendation of the ACM JIF Finance Committee that the \$335,780 payment made to the NJ RCF from the 2015 Fund Year be memorialized and the \$403,369 due from the ACM JIF be authorized to be paid from the 2016 Fund Year.

**NOW THEREFORE BE IT RESOLVED** by the Atlantic County Municipal Joint Insurance Fund that the \$335,780 payment to the NJ RCF from the 2015 Fund Year is hereby memorialized; and

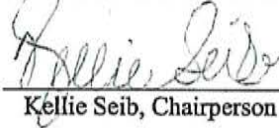
**BE IT FURTHER RESOLVED** that a payment of \$403,369 to the NJ RCF from the 2016 Fund Year is hereby authorized; and

**BE IT FURTHER RESOLVED** that a copy of this Resolution be provided to the Fund Administrator, Fund Treasurer, and Fund Administrative Consultant for their information and necessary action.

This Resolution was duly adopted by the Atlantic County Municipal Joint Insurance Fund at a public meeting held on June 16, 2021.

**ATLANTIC COUNTY MUNICIPAL JOINT INSURANCE FUND**

Attest:   
Jim Craft, Secretary

By:   
Kellie Seib, Chairperson

Date: June 16, 2021