

Resolution # _____-2016

Approving A Resolution Supporting S-2663 and A-4234

WHEREAS, the Housing Authority of the City of Millville, A Public body created and organized pursuant to and in accordance with the provisions of the Laws of the State of New Jersey, is a member of the Joint Insurance Fund;

AND Whereas: Almost all local units of government and Boards of Education in New Jersey including Millville Housing Authority secure insurance through governmental entities known as joint insurance funds (hereinafter JIFs),

Whereas: Existing law limits JIFs to investments otherwise authorized for local governmental entities and Boards of Education,

Whereas: Insurance mechanisms such as JIFs have different cash flow needs than local government and Boards of Education,

Whereas: Existing law greatly limits the potential investment earnings, currently less than 1% on investments of approximately \$1 billion,

Whereas: S-2663 and A-4234 would permit JIFs to invest in debt obligations of any governmental entity established under the laws of the State of New Jersey and federal agencies or governmental corporations,

Whereas: While the range of investments permitted by S-2663 and A-4234 is still very conservative, it would save the taxpayers at least \$10 million per year,

Whereas: S-2663 and A-4234 would also reduce interest expense for local units of government and Boards of Education by creating an additional purchaser of their bonds, and

Whereas: S-2663 and A-4234 would also permit JIFs to join together and create a joint investment and cash management program further increasing investment income.

NOW THEREFORE BE IT RESOLVED by the Millville Housing Authority that:

1. Legislature is urged to adopt S-2663 and A-4234 and
2. A copy of this resolution shall be sent to all area legislators as well as the Governor, Commissioner of the Department of Banking and Insurance and the Commissioner of the (Department of Community Affairs or Department of Education as appropriate.).

Larry Miller

Paula Ring

James Parent

Kim Ayres

Dale Finch

Date:

Brian Tomlin

Attest: _____

Paul Dice, Secretary