



REQUEST FOR PROPOSAL

**Position of: PANEL DEFENSE COUNSEL/
MULTI LINE INSURANCE CLAIMS**

Submission Deadline: January 21, 2026

Submission Location: New Jersey Intergovernmental Insurance Fund
c/o Eric J. Nemeth, P.C.
55 Madison Ave., Suite 400
Morristown, NJ 07960

RFP Number: 2026-002C

New Jersey Intergovernmental Insurance Fund (“NJIIF”)

GENERAL INFORMATION NOTICE (“GIN”)

INTRODUCTION TO NJIIF
REQUEST FOR PROPOSALS (“RFP”) FOR 2026 PANEL DEFENSE COUNSEL:
MULTI-LINE CLAIMS

Panel Defense Counsel for ML-Claims: RFP 2026-002C

The NJIIF is soliciting proposals (“Proposals”) for the panel defense counsel services for Multi-Line claims for 2026. Interested Parties (“Applicants” or “Vendors”) may submit proposals for the listed position in accordance with the following requirements.

Sealed Proposals for RFP 2026-002C will be received by the New Jersey Intergovernmental Insurance Fund (NJIIF), C/O Eric J. Nemeth, P.C., 55 Madison Ave., Suite 400, Morristown, NJ 07960 until 10:00 A.M. prevailing time, on Wednesday, January 21, 2026. All proposals will be opened at 10:00 A.M. at the same address. In addition to submission of a physical copy of the Sealed Proposals for RFP 2026-002C, the Applicant shall email a copy of its Proposal contemporaneously to Eric Nemeth at enemeth@ejcounsel.com, Justin Gallo at jgallo@polarisgalaxy.com and Nancy DiMartino at ndimartino@ejcounsel.com.

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Physical copies of Applicant’s Proposal must be provided in a sealed envelope bearing the name and address of the Applicant and shall be endorsed with the title of the Professional Service being quoted (“**NJIIF Panel Defense Counsel: Multi Line Claims for 2026**”) and the applicable RFP number (**2026-002C**), addressed to the “**New Jersey Intergovernmental Insurance Fund, Attention Eric J. Nemeth, G.C./Co-Administrator**” at the place and hour mentioned above.

Please note that Proposals received after the above date and time or which fail to comply with the Minimum Proposal Requirements set forth in this **RFP 2026-002C** will not be considered.

All Proposals shall address the “Minimum Requirements for Vendor Response” in this RFP described below, but may also include such other information that the Applicant believes will assist the NJIIF in evaluating the Proposal.

The NJIIF’s selection of Vendor(s) for the above listed position will be based on review of the documentation and information submitted by the Applicant in its Proposal, as well as independent research performed by the NJIIF, such as review of references, an evaluation of performance with other governmental and non-governmental entities and/or all other available information. The NJIIF reserves the right to choose one or more professionals for each service, or to choose not to make a selection, or to post subsequent RFP’s for the same, similar or different services.

N.J. Pay to Play Compliance

Compliance with N.J.S. 19:44A-20.4 ET. Seq.

The NJIIF is a joint insurance fund whose whole operations fall within the ambit of legislation which became effective on January 1, 2006 known as the “Local Unit Pay to Play Law”, codified at N.J.S.A. 19:44A-20.4 et. Seq. (“PTP”). In Compliance with the PTP, the NJIIF has chosen to enter into contracts for its professionals in accordance with N.J.S.A. 19:44A-20.7, otherwise known as the “fair and open process”. In that regard, the NJIIF is soliciting proposals for the professional services listed herein.

New Jersey Intergovernmental Insurance Fund 2026 RFP Background Information

The New Jersey Intergovernmental Fund (NJIIF) is a New Jersey approved self-insured, reinsured Public Entity Insurance Pool serving governmental entities statewide. The NJIIF offers all New Jersey public entities multiple lines of insurance including; Workers Compensation, General Liability, Police Professional, Public Officials, Automobile, Property, Inland Marine, Cyber, Boiler Machinery, Blanket Accident for Emergency employees and volunteers, Crime and Environmental coverages.

2026 MEMBERSHIP**

City of Asbury Park	North Bergen Parking Authority
City of Bayonne	Borough of North Haledon
Township of Bloomfield	Township of Old Bridge
Township of Bridgewater	Borough of Paramus
Borough of Caldwell	Township of Parsippany
Township of Cedar Grove	Paterson Parking Authority
Town of Dover	Borough of Roseland
East Orange Parking Authority	Borough of Teterboro
Borough of Hasbrouck Heights	Borough of Totowa
Township of Livingston	City of Union City
Borough of Mantoloking	Union City Parking Authority
Township of Maplewood	Township of Verona
Borough of Milltown	Borough of Wanaque
Township of Mine Hill	County of Warren
Town of Morristown	Warren County Mosquito Comm.
Morristown Parking Authority	Township of Wayne
	Borough of Woodland Park

These public entities collectively form the following data: **

Building Values:	\$2,234,157,067	Number of Vehicles:	3,815
Full Time Employees:	5,437	Part Time Employees:	4,002
Resident Population:	780,495	Seasonal:	2,095
Payroll Information:	\$506,697,491	Budget:	\$1,364,230,815

***subject to change*

REQUEST FOR PROPOSAL RFP 2026-002C
Panel Defense Counsel- Multi Line Claims for 2026

The NJIIF is soliciting Proposals for the position of Panel Defense Counsel to provide professional services for calendar year 2026. Please note that in order to have its Proposal considered by the NJIIF, the Applicant must satisfy the minimum requirements for the position of Panel Defense Counsel as set forth in Section III hereof and shall demonstrate that it complies with the proposal requirements set forth in the preceding GIN and the balance of this RFP.

I.) Appointment of PANEL DEFENSE COUNSEL: The NJIIF anticipates that the appointment of Panel Defense Counsel for Multi Line claims shall be for a term of one year, with two, one year extension options. The NJIIF may select individuals or firms for this position, so long as they are satisfied that the Minimum Requirements set forth in Section III hereof will be satisfied. No substitution may be made without the express written consent of the NJIIF Executive Board, which consent may be withheld in its sole discretion.

II.) Scope of Services: The Panel Defense Counsel shall perform the following minimum duties as well as those prescribed by applicable law, subject to the review and approval of the NJIIF:

- A.) Defend claims assigned by the NJIIF's General Counsel or the NJIIF Administrator.
- B.) If so requested by General Counsel or the NJIIF Administrator, prepare quarterly reports summarizing the background and status of each such claim assigned by the NJIIF and providing an assessment of the Fund's exposure.
- C.) Respond to requests by General Counsel or the NJIIF Administrator to undertake specific research on issues related to assigned cases.
- D.) Where requested by the NJIIF, reply to inquiries from the Fund's excess insurance carrier.
- E.) Satisfy all requirements of the contract for services established by the NJIIF (copies of which will be provided upon request of Applicant).
- F.) Attend meetings of the NJIIF Executive Board when requested by General Counsel.

III.) Minimum Qualifications and Vendor Response to this Solicitation of Proposals: In order for its proposal to be considered by the NJIIF, Applicants submitting proposals in response to this solicitation must meet the following minimum requirements:

- A.) **Minimum Qualifications:** In order to fulfill the duties of Panel Defense Counsel, it must be demonstrated to the satisfaction of the NJIIF that the Applicant:
 - 1.) Has served in the role of Panel Defense Counsel for a New Jersey joint insurance fund or similar entities for no less than seven (7) years.

- 2.) Has sufficient staff to satisfy the scope of services described in Section II hereof.
- 3.) Is a licensed attorney in good standing in the State of New Jersey.
- 4.) Has at least seven (7) years experience in the litigation of multi-line (police professional, public official, general liability or environmental) cases.
- 5.) Carries professional liability insurance with limits of not less than \$2MM/claim, \$2MM aggregate and with a carrier reasonably satisfactory to the NJIIF.
- 6.) Does not represent and has not represented any party in claims, whether administrative, civil, criminal, coverage or otherwise, adverse to any Member of the NJIIF or the NJIIF itself, except with regard to land use disputes or regional environmental claims .

B.) Minimum Requirements for Vendor Response to the NJIIF's Solicitation of Proposals: In order to have its proposal by the NJIIF, Applicants shall complete and submit Exhibits A through F attached hereto. In addition, each Applicant shall provide the following minimum information in its proposal:

- 1.) Applicant's New Jersey Business Registration Certificate.
- 2.) A Statement that the applicant complies with N.J.S.A. 10:5-1 et. seq. (Law Against Discrimination) and P.L. 1975, C. 127 (Affirmative Action). (***Exhibit A***)
- 3.) Completed Stockholder Disclosure Certification (***Exhibit B***)
- 4.) Non-Collusion Affidavit (***Exhibit C***)
- 5.) Respondent's Information Sheet (***Exhibit D***)
- 6.) Agreement to abide by the NJIIF's panel counsel agreement for services, including but not limited to acceptance of the NJIIF's billing rate protocols (in that regard, Applicants are required to sign and return the NJIIF billing rate summary form with its Proposal. (***Exhibit E***)
- 7.) Written confirmation to extend options to continue to provide legal services should the NJIIF elect to exercise options to contract with the Applicant for calendar year 2027 and 2028. (***Exhibit E***)
- 8.) In submitting its response to this RFP, the applicant shall make the affirmative representation that other than as set forth in Schedule FD (***Exhibit F***) within the last twelve months, it has received no payment, compensation or reimbursement in any form from any person, company or entity for the referral or assignment of work, business or services provided to or on behalf of the NJIIF or any of its



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members. Applicant shall complete Schedule FD providing therein a detailed list of all individuals that have paid or reimbursed applicant during the past twelve months and the amounts of all such payments where such payment(s), compensation or reimbursement was/were derived from, based upon or related to the NJIIF.

- 9.) Full name, Federal I.D. number, business address, phone and fax number of entity or person submitting the proposal
- 10.) List of all individuals who, if selected, will provide services to the NJIIF, along with a summary of the post-high school education and licenses held by each person.
- 11.) Number of years each person providing services has worked for New Jersey joint insurance funds, the identities of those funds and the services provided, including name, title and phone number of the appropriate contact person within the entity.
- 12.) A description of the services to be provided in addition to those set forth in Section II hereof.
- 13.) A copy or description of a current professional liability insurance policy maintained covering the individual or individuals providing service to the NJIIF.
- 14.) The name and address of at least three (3) references consisting of clients for which the applicant has provided services, in the past five (5) years.
- 15.) A list and description of all professional liability claims, if any, brought against the applicant during the past five (5) years.
- 16.) A copy or description of your Disaster Recovery Plan.
- 17.) A list of all subcontractors or vendors through which applicant intends on providing service to the NJIIF.
- 18.) The applicant shall provide the NJIIF with two (2) copies of its proposal.
- 19.) Applicants are encouraged to submit any supplemental information deemed important to the evaluation of the proposal and the reason it should be considered in the NJIIF's evaluation thereof.

IV.) Basis for Award of Professional Services Contract: The NJIIF shall award the agreement for the professional services described herein at its sole discretion, based upon numerous factors, including by way of example and not limitation, Vendor qualifications, merit, proposal cost, references and experience with issues confronting the NJIIF. The NJIIF reserves the right to select a Vendor and negotiate with said Vendor the compensation to be paid for its services and other terms of the contract pursuant to which said services will be rendered to the Fund. A



final award shall be made by Resolution adopted by the Executive Board of the NJIIF based upon the proposal made to the NJIIF that has been determined to be **the most advantageous to the NJIIF, price and other factors considered**. The specific criteria will include, by way of example and not limitation:

- A.) Responsiveness to this RFP.
- B.) Organization of the proposal.
- C.) Experience, reputation, and qualifications of principal assigned to service the NJIIF.
- D.) History and experience with similar types of governmental entities.
- E.) Knowledge of the operations of JIF's, Pools, the NJIIF and the services to be provided.
- F.) Favorable references from public sector clients for which similar services provided.
- G.) Supplemental information provided as part of the proposal.
- H.) Other factors the NJIIF Executive Board deems to be in the best interest of the NJIIF.
- I.) The NJIIF reserves the right to reject any proposal(s), to waive any irregularities or technicalities and to accept the proposal, as same may be subsequently negotiated and deemed most advantageous to the NJIIF.
- J.) All awards are and shall be subject to the availability of funds.
- K.) Vendor's agreement to execute the NJIIF's form of contract for services (a copy of the NJIIF form of agreement will be provided upon request by Vendor).

Exhibit A

AFIRMATIVE ACTION COMPLIANCE NOTICE N.J.S.A. 10:5-31 and N.J.A.C. 17:27

GOODS AND SERVICES CONTRACTS (INCLUDING PROFESSIONAL SERVICES)

This form is a summary of the successful bidder's requirement to comply with the requirements of N.J.S.A. 10:5-31 and N.J.A.C. 17:27.

The successful bidder shall submit to the public agency, after notification of award but prior to execution of this contract, one of the following three documents as forms of evidence:

- (a) A photocopy of a valid letter that the contractor is operating under an existing Federally approved or sanctioned affirmative action program (good for one year from the date of the letter);

OR

- (b) A photocopy of a Certificate of Employee Information Report approval, issued in accordance with N.J.A.C. 17:27-4;

OR

- (c) A photocopy of an Employee Information Report (Form AA302) provided by the Division and distributed to the public agency to be completed by the contractor in accordance with N.J.A.C. 17:27-4.

The undersigned vendor certifies that he/she is aware of the commitment to comply with the requirements of N.J.S.A. 10:5-31 and N.J.A.C. 17:27 and agrees to furnish the required forms of evidence.

The undersigned vendor further understands that his/her bid shall be rejected as non-responsive if said contractor fails to comply with the requirements of N.J.S.A. 10:5-31 and N.J.A.C. 17:27.

COMPANY: _____ SIGNATURE: _____

PRINT NAME: _____ TITLE: _____ DATE: _____

N.J.S.A. 10:5-31 and N.J.A.C. 17:27
MANDATORY EQUAL EMPLOYMENT OPPORTUNITY LANGUAGE
Goods, Professional Services and General Service Contracts
(Mandatory Affirmative Action Language)

During the performance of this contract, the contractor agrees as follows:

The contractor or subcontractor, where applicable, will not discriminate against any employee or applicant for employment because of age, race, creed, color, national origin, ancestry, marital status, affectional or sexual orientation or sex. Except with respect to affectional or sexual orientation, the contractor will take affirmative action to ensure that such applicants are recruited and employed, and that employees are treated during employment, without regard to their age, race, creed, color, national origin, ancestry, marital status, affectional or sexual orientation or sex. Such action shall include, but not be limited to the following: employment, upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The contractor agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Public Agency Compliance Officer setting for the provisions of this nondiscrimination clause.

The contractor or subcontractor, where applicable will, in all solicitations or advertisements for employees placed by or on behalf of the contractor, state that all qualified applicants will receive consideration for employment without regard to age, race, creed, color, national origin, ancestry, marital status, affectional or sexual orientation or sex.

The contractor or subcontractor, where applicable, will send to each labor union or representative or workers with which it has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the agency contracting officer, advising the labor union or workers' representative of the contractor's commitments under this act and shall post copies of the notice in conspicuous places available to employees and applicants for employment.

The contractor or subcontractor, where applicable, agrees to comply with any regulations promulgated by the Treasurer pursuant to N.J.S.A. 10:5-31 et seq., as amended and supplemented from time to time and the Americans with Disabilities Act.

The contractor or subcontractor agrees to make good faith efforts to employ minority and women workers consistent with the applicable county employment goals established in accordance with N.J.A.C. 17:27-5.2 or a binding determination of the applicable county employment goals determined by the Division, pursuant to N.J.A.C. 17:27-5.2.

The contractor or subcontractor agrees to inform in writing its appropriate recruitment agencies including, but not limited to, employment agencies, placement bureaus, colleges, universities, labor unions, that it does not discriminate on the basis of age, creed, color, national origin, ancestry, marital status, affectional or sexual orientation or sex, and that it will discontinue the use of any recruitment agency which engages in direct or indirect discriminatory practices.

The contractor or subcontractor agrees to revise any of its testing procedures, if necessary, to assure that all personnel testing conforms with the principles of job-related testing, as established by the statutes and court decisions of the State of New Jersey and as established by applicable Federal law and applicable Federal court decisions.

In conforming with the applicable employment goals, the contractor or subcontractor agrees to review all procedures relating to transfer, upgrading, downgrading and layoff to ensure that all such actions are taken without regard to age, creed, color, national origin, ancestry, marital status, affectional or sexual orientation or sex, consistent with the statutes and court decisions of the State of New Jersey, and applicable Federal law and applicable Federal court decisions.

The contractor and its subcontractors shall furnish such reports or other documents to the Division of Contract Compliance and EEO as may be requested by the Division from time to time in order to carry out the purposes of these regulations, and public agencies shall furnish such information as may be requested by the Division of Contract Compliance & EEO for conducting a compliance investigation pursuant to Subchapter 10 of the Administrative Code at N.J.A.C. 17:27.

Exhibit B

STOCKHOLDER DISCLOSURE CERTIFICATION

Name of Business _____

I certify that the list below contains the names and home addresses of all stockholders holding 10% or more of the issued and outstanding stock of the undersigned.

OR

I certify that no one stockholder owns 10% or more of the issued and outstanding stock of the undersigned.

Check the box that represents the type of business organization:

Partnership Corporation Sole Proprietorship
 Limited Partnership Limited Liability Corporation Limited Liability Partnership
 Subchapter S Corporation

Sign and notarize the form below, and, if necessary, complete the stockholder list below.

copy if need more space

Stockholders:

Name: _____

Home Address: _____

Subscribed and sworn before me this _____ day of
_____, 2 _____. _____

(Affiant)

(Notary Public)

(Print name & title of affiant)

My Commission expires:

(Corporate Seal)



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Exhibit C

NON-COLLUSION AFFIDAVIT

State of New Jersey
County of _____

ss:

I, _____ residing in _____
(name of affiant) (name of municipality)
in the County of _____ and State of _____ of
full age, being duly sworn according to law on my oath depose and say that:

I am _____ of the firm of _____
(title or position) (name of firm)
_____ the bidder making this Proposal for the bid

entitled _____, and that I executed the said proposal with
(title of bid proposal)

full authority to do so that said bidder has not, directly or indirectly entered into any agreement, participated in any collusion, or otherwise taken any action in restraint of free, competitive bidding in connection with the above named project; and that all statements contained in said proposal and in this affidavit are true and correct, and made with full knowledge that the _____ relies upon the truth of the statements contained in said Proposal and in the statements contained in this affidavit in awarding the contract for the said project.

I further warrant that no person or selling agency has been employed or retained to solicit or secure such contract upon an agreement or understanding for a commission, percentage, brokerage, or contingent fee, except bona fide employees or bona fide established commercial or selling agencies maintained by _____.

Subscribed and sworn to

before me this day _____ of _____
Signature _____

_____, 2 _____
(Type or print name of affiant)

Notary Public

My commission expires: _____
(Seal)

Exhibit D

RESPONDENTS INFORMATION SHEET

Please fill in the following information and submit with your proposal:

COMPANY NAME: _____

ADDRESS: _____

PHONE NUMBER: _____

FAX NUMBER: _____

FEDERAL I.D. NUMBER: _____

NAME OF PERSON PREPARING BID: _____

PHONE NUMBER _____ EXT. _____

CONTACT PERSON FOR CORRESPONDANCE REGARDING THE PROPOSAL

NAME: _____

ADDRESS: _____

PHONE: _____ FAX NUMBER: _____

E-MAIL ADDRESS: _____

PROJECT COORDINATOR

COMPANY NAME: _____

ADDRESS: _____

PHONE NUMBER: _____

CELL PHONE NUMBER: _____

FAX NUMBER: _____

PERSON TO CONTACT: _____

EMAIL ADDRESS: _____

Exhibit E

Defense Counsel Fee Structure and Conflict Acknowledgement for 2026 NJIIF Multi-Line Claims

Billing Rate Allowed	Class D	Class C	Class B	Class A	Class A1
Senior Attorneys (over 8 years litigation experience)	\$155 / hour	\$175 / hour	\$185 / hour	\$195 / hour	\$210/hour
Mid-Level Attorneys (4-8 years litigation experience)	\$140 / hour	\$165 / hour	\$170 / hour	\$180 / hour	\$190/hour
Junior Attorneys (under 4 years litigation experience)	\$130 / hour	\$150 / hour	\$155 / hour	\$160 / hour	\$170/hour
Paralegals	\$95.00 / hour	\$95 / hour	\$95 / hour	\$95 / hour	\$100/hour

I, _____ (print name here _____) on behalf of _____ (firm name) agree to accept the fee structure and conflicts protocol established by the NJIIF for 2026. Assuming the above-listed fee structure remains the same or increases, _____ (firm name) further hereby agrees to provide the NJIIF with a two, one-year options that may be exercised by the NJIIF at its sole discretion to extend Vendor's contract with the NJIIF for 2027 and 2028. With regard to conflicts, _____ (firm name) acknowledges and agrees that the NJIIF will enforce the following limitations on cases undertaken by the _____ (firm name):

Conflict:

The Firm enter the name of the NJIIF and each of its members into the Firm's conflict checking system and will perform a conflicts check prior to accepting any Claim on behalf of the NJIIF or on behalf of any client or potential client, and, except as expressly provided below, shall not undertake the representation of any person or entity whose interests are or which may be adverse to the NJIIF or any of its Members, even if the Firm has never been assigned a claim for the Member at issue. The Firm agrees that except as expressly provided below, its representation of any person or entity whose interests are or may be adverse to any Member of the Fund or that Member's employees, representatives, agents or officials, regardless of whether those employees, representatives, agents or officials are serving on behalf of a Member or for any other governmental entity, corporation, or individually, constitutes a conflict. The only exception to this conflict rule will be in those circumstances (A) where the Firm represents a client whose interests are adverse to a Member whose membership in the NJIIF took place after 1/1/11 and the adverse relationship was in place prior to the date of that Member joining the NJIIF, and (B) in instances where suits are brought against a Member and/or that Member's land use boards based upon land use disputes, including, for example, actions in lieu of prerogative writ, adverse possession, inverse condemnation, RLUIPA, etc. or for regional environmental matters where common law cross claims for contribution are asserted (the "Conflict Exceptions, A and B"). Conflict Exception A shall not be construed to allow any Firm to assert new claims against any Member other than as existed prior to 1/1/11. With regard to Conflict Exception B, the Firm acknowledges that upon assertion of a claim against a specific NJIIF Member or its associated land use boards ("Land Use Claim"), they will not be eligible for assignment of cases in defense of said Member for any matter no less than eight years from the date the Land Use Claim is fully adjudicated or settled. Except with regard to Conflict Exceptions A and B, the Firm acknowledges and agrees that its representation of any person or entity in a claim which is adverse to the NJIIF or its Members, whether via direct claim, cross-claim or otherwise, shall be grounds for immediate termination by the NJIIF. The Fund shall be entitled to deny payment for any services billed to the NJIIF by the Firm for any or all Assigned Claims, even for such Claim(s) unrelated to the conflict, from the period beginning on which such conflict arose.

- (1) In the event the NJIIF assigns matters of such a unique nature that the NJIIF determines, in its sole discretion, that the standard A1-D classifications don't apply, this Firm's billable rate will be \$ _____ /hour for Senior Attorneys, \$ _____ /hour for Mid-Level Attorneys, \$ _____ /hour for Junior Attorneys and \$ _____ /hour for Paralegals.

Exhibit F
Schedule FD
Applicant Financial Disclosure Form

Entity Name / Source of Compensation	Amount Received for the period 1/1/25 - 12/31/25

By submitting its response to this RFP, _____ hereby represents and warrants that other than as set forth in this Schedule FD, for the period January 1, 2025 through December 31, 2025, other than payments that may have been made to Applicant by the NJIIF for services rendered, it has received no payment, compensation or reimbursement and anticipates receiving no future payments, compensation or reimbursement, in any form from any person, company or entity for the referral or assignment of work, business or services provided to or on behalf of the NJIIF or any of its members.

Name (printed)

Witnessed by:

Signature

Date

Contract Language for BRC Compliance

Goods and Services Contracts (including purchase orders)

N.J.S.A. 52:32-44 imposes the following requirements on contractors and all subcontractors that **knowingly** provide goods or perform services for a contractor fulfilling this contract: 1) the contractor shall provide written notice to its subcontractors to submit proof of business registration to the contractor; 2) prior to receipt of final payment from a contracting agency, a contractor must submit to the contracting agency an accurate list of all subcontractors or attest that none was used; 3) during the term of this contract, the contractor and its affiliates shall collect and remit, and shall notify all subcontractors and their affiliates that they must collect and remit to the Director, New Jersey Division of Taxation, the use tax due pursuant to the Sales and Use Tax Act, (N.J.S.A. 54:32B-1 et seq.) on all sales of tangible personal property delivered into this State.

A contractor, subcontractor or supplier who fails to provide proof of business registration or provides false business registration information shall be liable to a penalty of \$25 for each day of violation, not to exceed \$50,000 for each business registration not properly provided or maintained under a contract with a contracting agency. Information on the law and its requirements is available by calling (609) 292-9292.

Construction Contracts (including public works related purchase orders)

N.J.S.A. 52:32-44 imposes the following requirements on contractors and all subcontractors that **knowingly** provide goods or perform services for a contractor fulfilling this contract:

- 1) the contractor shall provide written notice to its subcontractors and suppliers to submit proof of business registration to the contractor;
- 2) subcontractors through all tiers of a project must provide written notice to their subcontractors and suppliers to submit proof of business registration and subcontractors shall collect such proofs of business registration and maintain them on file;
- 3) prior to receipt of final payment from a contracting agency, a contractor must submit to the contracting agency an accurate list of all subcontractors and suppliers or attest that none was used; and,
- 4) during the term of this contract, the contractor and its affiliates shall collect and remit, and shall notify all subcontractors and their affiliates that they must collect and remit, to the Director, New Jersey Division of Taxation, the use tax due pursuant to the Sales and Use Tax Act, (N.J.S.A. 54:32B-1 et seq.) on all sales of tangible personal property delivered into this State.

A contractor, subcontractor or supplier who fails to provide proof of business registration or provides false business registration information shall be liable to a penalty of \$25 for each day of violation, not to exceed \$50,000 for each business registration copy not properly provided or maintained under a contract with a contracting agency. Information on the law and its requirements are available by calling (609) 292-9292.

