All communications to be addressed to:

Headquarters
NSW Rural Fire Service
Locked Bag 17
GRANVILLE NSW 2142

Telephone: (02) 8741 5555

Headquarters NSW Rural Fire Service 15 Carter Street LIDCOMBE NSW 2141

Facsimile: (02) 8741 5550



Mr John McKee General Manager Ku-ring-gai Council Locked Bag 1056 PYMBLE NSW 2073



Your Ref:

Our Ref: SLA/0072

Dear Sir

RURAL FIRE DISTRICT SERVICE AGREEMENT - AMENDMENT

As you would be aware from 1 July 2011 the NSW RFS has successfully negotiated with the NSW Treasury Managed Fund ("TMF") a new centrally managed insurance arrangement for mobile assets under the RFS Red Fleet program. Therefore, the NSW RFS is prepared to take responsibility for covering under the indemnity provided by TMF those motor vehicles which form part of the District equipment and are listed on the register of "Red Fleet" vehicles.

The Rural Fire District Service Agreement ("RFDSA") which is currently in place between the Ku-ring-Gai and Hornsby Shire Council and the Service District office currently delegates to Council the responsibility for comprehensive vehicle insurances for any motor vehicles which form part of the District equipment. It is therefore proposed that, until such time as the current agreement is reviewed the Service and Council agree that the current RFDSA be amended by way of an exchange of this letter between Council and the Commissioner. It would be appreciated if Council could sign below to agree to the following amendments to 10 of the current District Service agreement.

Delete clause 10.1(b) and replace it with the following: 'compulsory third party and comprehensive insurance in relation to any motor vehicles which form part of the District Equipment, except for motor vehicles which are listed on the register of RFS "Red Fleet" vehicles or where otherwise agreed in writing between the Council and the Commissioner'.

Additional clause 10.3 to read 'The Commissioner agrees that the RFS will, during the Term, effect and keep current the RFS's indemnity coverage with the NSW Treasury Managed Fund ("the TMF Indemnity") to provide, in accordance with the terms and conditions of the TMF Indemnity, third party liability cover and comprehensive motor vehicle cover in relation to any motor vehicles which form part of the District Equipment and are listed on the register

of RFS "Red Fleet" vehicles, except where otherwise agreed in writing between the Council and the Commissioner'.

Please sign and return a copy of this letter to the Regional Service Manager East, Amanda Carroll (Locked Bag 19, GRANVILLE NSW 2142). A copy should also be attached to your existing SA.

Should you have any questions or require any assistance in this process, please do not hesitate to contact John Parnaby Regional Manager - Region East.

Yours sincerely

Shane Fitzsimmons AFSM Commissioner

I hereby agree to the amendment to clause 10 (Insurance and Related Covenants) of the current SA between the Council of Ku-ring-gai Municipal and the Commissioner of the NSW Rural Fire Service.

Council of Ku-ring-gai Municipal

Dated this 3RD day of FEBRUARY