Annex 2.5 - Indemnities to Councillors and Officers

1. The council will, subject to the exceptions set out below, indemnify <u>Councillors, former Councillors,</u> its employees, and former employees against claims made against them (including costs awarded and reasonable costs incurred) and will not itself make claims against them for any loss or damage (other than claims falling within the cover provided to its employees under any policy of insurance taken out by the council or any motor vehicle insurance policy taken out by the employee), occasioned by any neglect, act, error or omission committed by them in or about the pursuit of their duties as they may be from time to time in the course of their <u>duties as a Councillors, or</u> employment with the <u>C</u>eouncil whilst acting within the scope of their authority which shall include when they are acting for other persons or other bodies with the council's consent.

2. Exceptions

- 2.1. The indemnity will not extend to loss or damage directly or indirectly caused by or arising from:
 - i. Fraud, <u>dishonestydeliberate wrongdoing or recklessness</u>, or a criminal offence on the part of the <u>Councillor/</u>employee.
 - ii. Any neglect, error or omission by the <u>Councillor/</u>employee otherwise than in the course of his duties.
 - iii. Liability in respect of losses certified by the District Auditor as caused by wilful misconduct.
- 2.2. The indemnity will not apply if an <u>Councillor/</u>employee, without the written authority of the <u>Ceouncil</u>, admits liability or negotiates or attempts to negotiate a settlement of any claim falling within the scope of this resolution, or where there is evidence that the employee had acted with reckless disregard for the consequences.
- 2.2.2.3. The indemnity will not apply to the making, by a Councillor/employee, of a claim for defamation of that Councillor/employee. However, it may apply in relation to the defence by that Councillor/employee of any allegation of defamation made against them.
- 2.3.2.4. The indemnity is without prejudice to the right of the <u>C</u>eouncil to take or institute disciplinary action against an <u>Councillor/</u>employee in respect of any neglect, act, error or omission.