



# Board of Trustees

## Board Meeting April 27, 2018 Garden City, Kansas

City Administration Building

301 N. 8<sup>th</sup> St.

9:00 AM

# **BOARD OF TRUSTEES MEETING KANSAS MUNICIPAL INSURANCE TRUST**

**9:00 AM, Friday, April 27, 2018**

**City Administration Building (2nd Floor)\*, Garden City, KS**

1. Call-To-Order (President Randy Frazer)
2. Welcome (if any)
3. Trustee Absences / Quorum Declaration (Frazer)
4. Minutes Approval: Bel Aire Meeting of February 23, 2018 (Frazer)
5. Risk Management: Financial Reports (Kifer)
  - a. February 28, 2018 Financials
  - b. March 31, 2018 Financials
  - c. First Quarter (3/31) 2018 KID Report
  - d. March 31, 2018 Cash and Investment Summary (Osenbaugh)
6. Claims Management: Settlement Authority & Reserve Advisory (Miller)
7. Loss Control Management: Activities/Update (Rhodes)
8. 'Ad Hoc' Committee Report (Dillner)
9. General Administration: New KMIT Members Added, if any (Osenbaugh)
  - a.
10. Annual Investment Presentation (Ryan Box, Commerce Bank)
11. General Administration: Annual Marketing Review (Osenbaugh)
12. Possible Admission of Community Colleges (Osenbaugh)
13. Other Business
14. Adjourn (approximately 12:00 Noon)

\*301 N. 8th St.

# KANSAS MUNICIPAL INSURANCE TRUST

## Board of Trustees Minutes from February 23, 2018

*Unapproved*

**Meeting Convened:** Friday, February 23, 2018, at the Bel Aire City Hall, in Bel Aire, KS. The meeting was called to order by KMIT President Randy Frazer at 9:05 A.M.

**Welcome:** Frazer welcomed all, and introductions followed.

**Members Present:** *Board Members Present:* President Frazer (Moundridge), Vice President David Dillner (El Dorado), Treasurer Kerry Rozman (Clay Center), Past President Tim Hardy (Elkhart), Ty Lasher (Bel Aire), Janie Cox (Haysville), Carey Simons (Pittsburg), Greg DuMars (Lindsborg), Keith Schlaegel (Stockton), and Michael Webb (Edwardsville). *Staff:* Barbie Kifer (CORnerstone), Jess Cornejo (CORnerstone), Chris Retter (IMA), Gene Miller (TRISTAR), Jason Schultz (TRISTAR) and Don Osenbaugh (KMIT Pool Administrator). *Guests:* Brian Stewart (ARC Physical Therapy+), Toby Kriewel (ARC Physical Therapy+), Dorothy Riviere (Bardavon Health Innovations) and Taylor Ediger (Bardavon Health Innovations) [All the guests arrived at approximately 10:00 AM.]

**Trustee Absences/Quorum Declaration:** Michael Reagle (Garden City) was absent. A quorum was declared by Frazer.

**Minutes Approval:** The minutes from the Haysville meeting of December 15, 2017 were unanimously approved as written, following a motion by Lasher and a second by Dillner.

### **Financial Reports:**

- a. December 31, 2017 Financials
- b. January 31, 2018 Financials
- c. 'Pre-Audit' Fourth Quarter (12/31) 2017 KID Financial Report
- d. January 31, 2018 Cash/Investments Summary

Motion to approve both of the above reports made by Dillner; second by Rozman. Approved unanimously.

**Reserve Advisory and Settlement Authority:** Miller presented the following claims--

1. Claim #2014069973 (Fredonia)--Recommendation of settlement up to \$75,000, with open medical, was approved unanimously, following a motion by Hardy and a second by Dillner.
2. Claim #17681263 (Larned)--Reserve Increase Advisory only.
3. Claim #17700910 (Haven)--Reserve Increase Advisory only.
4. Claim #17701681 (Arkansas City)--Attempt to settle death claim in the lump sum amount of up to \$200,000 was directed, following a motion by Hardy and second by Webb. 11-0.
5. Claim #18702074 (Wamego)-- Attempt to settle death claim in the lump sum amount of up to \$200,000 was directed, following a motion by Schlaegel and second by Dillner. 11-0.
6. Claim #17695842 (Hoisington)--Reserve Increase Advisory only.

**TRISTAR 2017 Year-In-Review:** Jason Schultz (TRISTAR Regional VP--Denver) gave an overview of the first year of the KMIT/TRISTAR partnership, and presented some observations about claims costs.

**Loss Control Activities:** Retter gave the loss control presentation and introduced several new claims analysis longitudinal reports.

**Ad Hoc Committee:** Dillner reported that the Committee had met, and had no recommendation at this time.

**New Member:** Rozel became a member of KMIT on February 1, 2018.

**Historical Pool Performance Review:** Cornejo gave this annual update.

**POET Overview:** Brian Stewart (ARC Physical Therapy +) gave a presentation of the POET process. Dorothy Riviere (Bardavon) added comments about Bardavon and KMIT progress.

**2018 Marketing Review:** Osenbaugh. Mostly delayed to next meeting, due to time constraints.

**Other Business:** Osenbaugh gave a brief update concerning a number of issues related to the operation of KMIT.

**Adjournment:** Motion to adjourn by Hardy; second by Dillner. Unanimous. Adjourned at 12:19 P.M.

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Don Osenbaugh, Pool Administrator (acting as Trustee-Designated Secretary)



# KMIT Balance Sheet

February 28, 2018

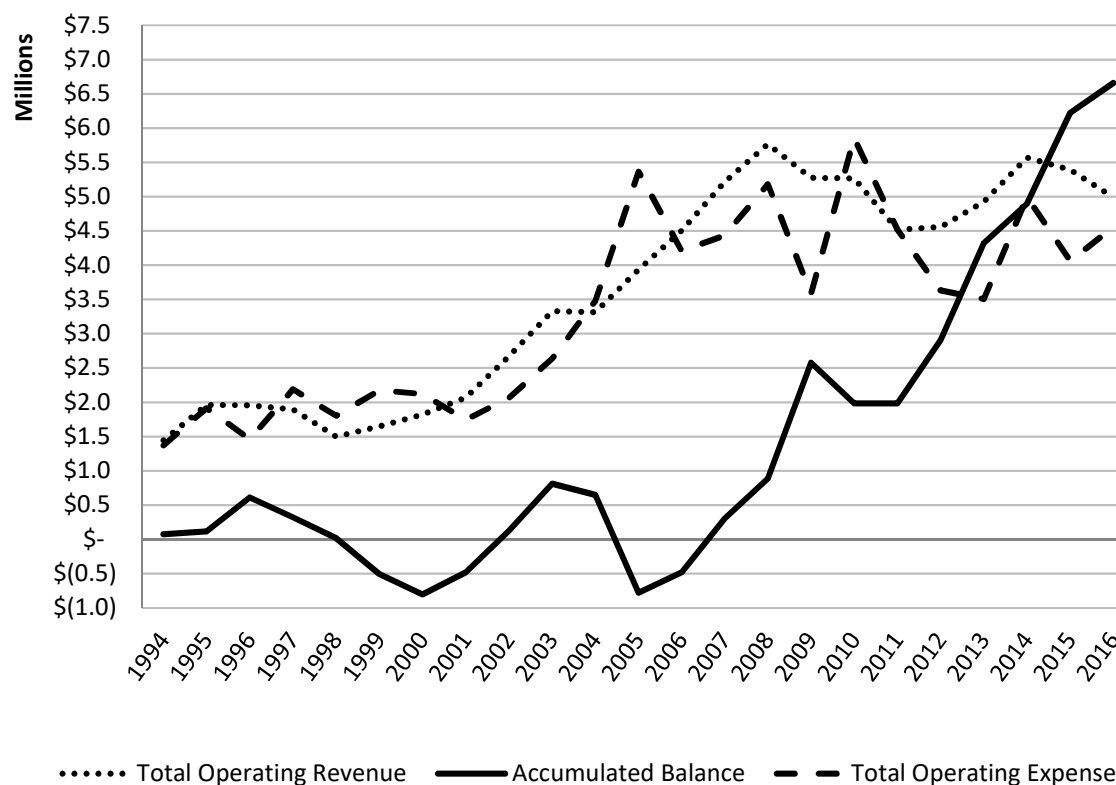
## ASSETS

Checking Accounts	\$ (765,450)
Investments	\$ 19,361,254
Accrued Interest	\$ 128,225
Accounts Receivable	\$ 81,675
Excess Premium Receivable	\$ -
Specific Recoverable	\$ 334,308
Aggregate Recoverable	\$ 7,849
Prepaid Expenses	\$ 927,173
<b>Total Assets</b>	<b>\$ 20,075,033</b>

## LIABILITIES & EQUITY

Accounts Payable	\$ 35,196
Excess Premium Payable	\$ -
Reserve for Losses	\$ 4,318,358
IBNR Reserve	\$ 4,656,308
Deposits on Premium	\$ 4,047,132
Accrued Taxes and Assessments	\$ 358,084
<b>Total Liabilities</b>	<b>\$ 13,415,077</b>
<b>Total Equity</b>	<b>\$ 6,659,956</b>
<b>Total Liabilities and Equity</b>	<b>\$ 20,075,033</b>

## KMIT Financial Overview



# KMIT Profit and Loss

February 28, 2018

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
	Closed	Closed	Closed	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date
<b>REVENUE FUND</b>																
Direct Premium Earned	\$ 1,422,582	\$ 1,885,501	\$ 1,843,047	\$ 1,754,515	\$ 1,377,722	\$ 1,552,110	\$ 1,689,773	\$ 1,965,656	\$ 2,616,641	\$ 3,274,489	\$ 3,256,648	\$ 3,837,793	\$ 4,272,140	\$ 4,950,171	\$ 5,519,169	\$ 5,193,427
Interest Income	\$ 22,675	\$ 73,225	\$ 114,912	\$ 142,705	\$ 116,190	\$ 96,882	\$ 129,613	\$ 101,694	\$ 50,668	\$ 52,492	\$ 59,068	\$ 96,274	\$ 234,986	\$ 263,024	\$ 245,802	\$ 81,601
Miscellaneous Income	\$ -	\$ -	\$ -	\$ -	\$ 4,445	\$ 75	\$ -	\$ -	\$ 2,335	\$ -	\$ -	\$ -	\$ -	\$ 2,405	\$ -	\$ -
<b>Total Operating Revenue</b>	<b>\$ 1,445,257</b>	<b>\$ 1,958,726</b>	<b>\$ 1,957,959</b>	<b>\$ 1,897,220</b>	<b>\$ 1,498,357</b>	<b>\$ 1,649,067</b>	<b>\$ 1,819,386</b>	<b>\$ 2,067,350</b>	<b>\$ 2,669,644</b>	<b>\$ 3,326,981</b>	<b>\$ 3,315,716</b>	<b>\$ 3,934,067</b>	<b>\$ 4,507,126</b>	<b>\$ 5,215,600</b>	<b>\$ 5,764,971</b>	<b>\$ 5,275,028</b>
	\$ 390,462															
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,669</b>	<b>\$ 527,664</b>	<b>\$ 491,290</b>	<b>\$ 454,892</b>	<b>\$ 450,216</b>	<b>\$ 437,028</b>	<b>\$ 533,041</b>	<b>\$ 649,336</b>	<b>\$ 739,158</b>	<b>\$ 815,087</b>	<b>\$ 907,107</b>	<b>\$ 917,158</b>	<b>\$ 954,231</b>	<b>\$ 952,030</b>
<b>CLAIMS FUND EXPENSE</b>																
Claims Paid Expense	\$ 716,700	\$ 1,049,152	\$ 790,125	\$ 2,073,604	\$ 2,004,561	\$ 1,743,480	\$ 1,445,012	\$ 1,097,496	\$ 1,211,714	\$ 1,874,209	\$ 2,289,393	\$ 3,927,915	\$ 2,603,751	\$ 2,770,328	\$ 3,327,301	\$ 2,032,607
Claims Paid Adjusting Expense	\$ 25,541	\$ 54,345	\$ 46,505	\$ 90,802	\$ 85,625	\$ 143,669	\$ 123,490	\$ 83,220	\$ 129,112	\$ 149,296	\$ 150,191	\$ 244,365	\$ 181,592	\$ 193,134	\$ 238,075	\$ 131,299
Claims Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 61,993	\$ 52,862	\$ 9,581	\$ -	\$ -	\$ -	\$ 40,619	\$ 141,517	\$ 58,200	\$ 111,505	\$ 186,951	\$ 22,418
Claims Reserves Adjusting Expense	\$ -	\$ -	\$ -	\$ -	\$ 4,972	\$ 4,033	\$ 2,233	\$ -	\$ -	\$ -	\$ 649	\$ 10,505	\$ 18,337	\$ 10,102	\$ 12,534	\$ 5,359
IBNR Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 2,921	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,690	\$ 37,682	\$ 52,965	\$ 64,938	\$ 155,593	\$ 100,249
Excess Work Comp Insurance	\$ 151,393	\$ 210,142	\$ 133,376	\$ 117,122	\$ 79,456	\$ 80,124	\$ 86,819	\$ 127,168	\$ 189,458	\$ 366,991	\$ 221,435	\$ 374,472	\$ 384,425	\$ 420,728	\$ 372,790	\$ 341,935
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (188,734)	\$ 47,612	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Recovery Expense	\$ -	\$ -	\$ -	\$ (268,748)	\$ (740,988)	\$ (232,568)	\$ -	\$ -	\$ -	\$ (400,137)	\$ -	\$ (188,126)	\$ -	\$ (53,999)	\$ (66,549)	\$ -
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,849)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ (352,627)	\$ -	\$ (112,699)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Claims Fund Expense</b>	<b>\$ 893,634</b>	<b>\$ 1,313,638</b>	<b>\$ 970,007</b>	<b>\$ 1,660,153</b>	<b>\$ 1,309,807</b>	<b>\$ 1,718,665</b>	<b>\$ 1,667,135</b>	<b>\$ 1,307,883</b>	<b>\$ 1,530,284</b>	<b>\$ 1,990,358</b>	<b>\$ 2,740,976</b>	<b>\$ 4,548,330</b>	<b>\$ 3,299,270</b>	<b>\$ 3,516,737</b>	<b>\$ 4,226,694</b>	<b>\$ 2,633,867</b>
<b>Total Operating Expense</b>	<b>\$ 1,370,771</b>	<b>\$ 1,915,183</b>	<b>\$ 1,462,676</b>	<b>\$ 2,187,817</b>	<b>\$ 1,801,096</b>	<b>\$ 2,173,557</b>	<b>\$ 2,117,351</b>	<b>\$ 1,744,911</b>	<b>\$ 2,063,325</b>	<b>\$ 2,639,694</b>	<b>\$ 3,480,134</b>	<b>\$ 5,363,417</b>	<b>\$ 4,206,377</b>	<b>\$ 4,433,895</b>	<b>\$ 5,180,925</b>	<b>\$ 3,585,897</b>
<b>BALANCES</b>																
<b>KMIT Statutory Fund Balance</b>	<b>\$ 74,486</b>	<b>\$ 43,543</b>	<b>\$ 495,283</b>	<b>\$ (290,597)</b>	<b>\$ (302,739)</b>	<b>\$ (524,490)</b>	<b>\$ (297,965)</b>	<b>\$ 322,439</b>	<b>\$ 606,319</b>	<b>\$ 687,287</b>	<b>\$ (164,418)</b>	<b>\$ (1,429,350)</b>	<b>\$ 300,749</b>	<b>\$ 781,705</b>	<b>\$ 584,046</b>	<b>\$ 1,689,131</b>
<b>Accumulated Balance</b>	<b>\$ 74,486</b>	<b>\$ 118,029</b>	<b>\$ 613,312</b>	<b>\$ 322,715</b>	<b>\$ 19,976</b>	<b>\$ (504,514)</b>	<b>\$ (802,479)</b>	<b>\$ (480,040)</b>	<b>\$ 126,279</b>	<b>\$ 813,566</b>	<b>\$ 649,148</b>	<b>\$ (780,201)</b>	<b>\$ (479,453)</b>	<b>\$ 302,252</b>	<b>\$ 886,299</b>	<b>\$ 2,575,429</b>

# KMIT Profit and Loss

February 28, 2018

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2018	Total
	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Budget	Accrued To Date
<b>REVENUE FUND</b>											
Direct Premium Earned	\$ 5,213,859	\$ 4,442,326	\$ 4,484,533	\$ 4,853,835	\$ 5,460,344	\$ 5,261,044	\$ 4,829,526	\$ 5,326,572	\$ 1,230,839	\$ 4,900,000	\$ 87,514,262
Interest Income	\$ 52,768	\$ 72,925	\$ 70,104	\$ 71,861	\$ 107,601	\$ 128,600	\$ 160,374	\$ 216,429	\$ 40,597	\$ 165,000	\$ 2,803,020
Miscellaneous Income	\$ -	\$ 1,441	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,701
<b>Total Operating Revenue</b>	<b>\$ 5,266,578</b>	<b>\$ 4,516,692</b>	<b>\$ 4,554,637</b>	<b>\$ 4,925,696</b>	<b>\$ 5,567,945</b>	<b>\$ 5,389,644</b>	<b>\$ 4,989,900</b>	<b>\$ 5,543,001</b>	<b>\$ 1,271,436</b>	<b>\$ 5,065,000</b>	<b>\$ 90,327,983</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 1,032,450</b>	<b>\$ 967,370</b>	<b>\$ 932,133</b>	<b>\$ 994,103</b>	<b>\$ 1,067,860</b>	<b>\$ 1,056,271</b>	<b>\$ 1,125,009</b>	<b>\$ 1,153,823</b>	<b>\$ 225,079</b>	<b>\$ 1,230,000</b>	<b>\$ 18,953,685</b>
<b>CLAIMS FUND EXPENSE</b>											
Claims Paid Expense	\$ 3,855,038	\$ 2,707,766	\$ 1,920,314	\$ 1,712,460	\$ 3,162,020	\$ 1,655,683	\$ 1,460,157	\$ 1,234,069	\$ 94,978	\$ -	\$ 48,759,832
Claims Paid Adjusting Expense	\$ 185,923	\$ 147,632	\$ 168,247	\$ 123,540	\$ 123,878	\$ 121,938	\$ 83,076	\$ 59,931	\$ 1,085	\$ -	\$ 3,085,510
Claims Reserve Expense	\$ 249,529	\$ 154,967	\$ 63,410	\$ 28,937	\$ 292,299	\$ 181,471	\$ 330,192	\$ 1,566,648	\$ 491,792	\$ -	\$ 4,044,892
Claims Reserves Adjusting Expense	\$ 21,580	\$ 4,346	\$ 5,923	\$ 5,670	\$ 9,179	\$ 20,134	\$ 25,416	\$ 91,089	\$ 21,405	\$ -	\$ 273,466
IBNR Reserve Expense	\$ 162,686	\$ 199,023	\$ 212,192	\$ 247,769	\$ 414,098	\$ 569,649	\$ 1,080,152	\$ 1,304,928	\$ 12,775	\$ -	\$ 4,656,308
Excess Work Comp Insurance	\$ 351,375	\$ 336,966	\$ 337,595	\$ 395,128	\$ 432,750	\$ 456,352	\$ 451,042	\$ 471,772	\$ 83,938	\$ 504,000	\$ 6,974,752
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (193,186)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (334,308)
Specific Recovery Expense	\$ (43)	\$ -	\$ (9,965)	\$ -	\$ (311,814)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,272,936)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,849)
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (465,326)
<b>Claims Fund Expense</b>	<b>\$ 4,826,087</b>	<b>\$ 3,550,701</b>	<b>\$ 2,697,716</b>	<b>\$ 2,513,503</b>	<b>\$ 3,929,224</b>	<b>\$ 3,005,228</b>	<b>\$ 3,430,035</b>	<b>\$ 4,728,437</b>	<b>\$ 705,973</b>	<b>\$ 504,000</b>	<b>\$ 64,714,342</b>
<b>Total Operating Expense</b>	<b>\$ 5,858,537</b>	<b>\$ 4,518,071</b>	<b>\$ 3,629,849</b>	<b>\$ 3,507,606</b>	<b>\$ 4,997,084</b>	<b>\$ 4,061,499</b>	<b>\$ 4,555,044</b>	<b>\$ 5,882,260</b>	<b>\$ 931,052</b>	<b>\$ 1,734,000</b>	<b>\$ 83,668,027</b>
<b>BALANCES</b>											
<b>KMIT Statutory Fund Balance</b>	<b>\$ (591,959)</b>	<b>\$ (1,379)</b>	<b>\$ 924,788</b>	<b>\$ 1,418,090</b>	<b>\$ 570,861</b>	<b>\$ 1,328,145</b>	<b>\$ 434,857</b>	<b>\$ (339,259)</b>	<b>\$ 340,384</b>	<b>\$ 3,331,000</b>	<b>\$ 6,659,956</b>
<b>Accumulated Balance</b>	<b>\$ 1,983,470</b>	<b>\$ 1,982,091</b>	<b>\$ 2,906,878</b>	<b>\$ 4,324,968</b>	<b>\$ 4,895,829</b>	<b>\$ 6,223,974</b>	<b>\$ 6,658,831</b>	<b>\$ 6,319,572</b>	<b>\$ 6,659,956</b>		

# KMIT Admin Expenses

February 28, 2018

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
	Closed	Closed	Closed	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date
<b>GENERAL EXPENSES</b>															
Agent Commissions	\$ -	\$ -	\$ -	\$ -	\$ 969	\$ 4,919	\$ 5,239	\$ 12,669	\$ 33,803	\$ 44,060	\$ 43,231	\$ 61,486	\$ 75,650	\$ 77,961	\$ 88,532
Directors and Officers Insurance	\$ -	\$ 489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,367	\$ 18,542
Meetings/Travel	\$ -	\$ 6,971	\$ 976	\$ 5,318	\$ 1,206	\$ -	\$ 149	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contingencies/Miscellaneous	\$ -	\$ 8,984	\$ 2,596	\$ 3,913	\$ 5,357	\$ 11,585	\$ 6,020	\$ 18,223	\$ 26,103	\$ 28,939	\$ 41,820	\$ 23,173	\$ 66,332	\$ 33,865	\$ 26,155
Bank Fees	\$ 1,249	\$ 4,735	\$ 579	\$ 658	\$ 263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,638
Write Off	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
LKM Clearing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Marketing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Office Supplies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Sub Total</b>	<b>\$ 1,249</b>	<b>\$ 21,179</b>	<b>\$ 4,151</b>	<b>\$ 9,889</b>	<b>\$ 7,795</b>	<b>\$ 16,504</b>	<b>\$ 11,408</b>	<b>\$ 30,892</b>	<b>\$ 59,906</b>	<b>\$ 72,999</b>	<b>\$ 85,051</b>	<b>\$ 84,659</b>	<b>\$ 141,982</b>	<b>\$ 132,193</b>	<b>\$ 135,867</b>
<b>REGULATORY</b>															
Kansas Insurance Dept (KID) Premium Tax	\$ 12,847	\$ 18,402	\$ 13,177	\$ 10,823	\$ 13,893	\$ 18,215	\$ 19,568	\$ 18,564	\$ 24,377	\$ 29,017	\$ 30,168	\$ 34,004	\$ 40,212	\$ 46,194	\$ 54,139
KID Pool Assessment	\$ 9,407	\$ -	\$ 5,372	\$ 3,470	\$ 3,798	\$ 1,855	\$ 2,693	\$ 4,355	\$ 3,341	\$ 5,983	\$ 2,844	\$ 3,900	\$ -	\$ 4,300	\$ 3,409
KID Workers Compensation Assessment	\$ 64,034	\$ 44,011	\$ 25,322	\$ 48,345	\$ 31,243	\$ 14,594	\$ 10,372	\$ 1,795	\$ 7,770	\$ 19,748	\$ 47,137	\$ 91,805	\$ 47,193	\$ 32,896	\$ 32,770
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
KDOL Annual Assessment Fee	\$ 9,073	\$ 15,053	\$ 12,410	\$ 42,620	\$ 39,840	\$ 44,580	\$ 39,503	\$ 30,885	\$ 34,311	\$ 39,671	\$ 57,589	\$ 71,455	\$ 80,155	\$ 81,570	\$ 88,550
<b>Sub Total</b>	<b>\$ 95,360</b>	<b>\$ 77,466</b>	<b>\$ 56,281</b>	<b>\$ 105,257</b>	<b>\$ 88,773</b>	<b>\$ 79,244</b>	<b>\$ 72,135</b>	<b>\$ 55,599</b>	<b>\$ 69,799</b>	<b>\$ 94,418</b>	<b>\$ 137,739</b>	<b>\$ 201,164</b>	<b>\$ 167,559</b>	<b>\$ 164,960</b>	<b>\$ 178,867</b>
<b>CONTRACTURAL</b>															
Financial Audit	\$ 4,603	\$ -	\$ 6,639	\$ 32,625	\$ 12,292	\$ 8,288	\$ 10,973	\$ 8,474	\$ 9,600	\$ 9,806	\$ 10,465	\$ 10,264	\$ 33,013	\$ 6,462	\$ 13,127
Actuarial	\$ -	\$ -	\$ 2,855	\$ 5,000	\$ 25,033	\$ 5,859	\$ 5,703	\$ 7,062	\$ 6,148	\$ 6,272	\$ 7,862	\$ 9,000	\$ 9,991	\$ 12,860	\$ 13,000
Risk Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 50,000	\$ 50,000	\$ 60,000	\$ 70,000
Risk Control	\$ -	\$ -	\$ 82,500	\$ 99,073	\$ 87,000	\$ 80,000	\$ 80,000	\$ 85,000	\$ 92,500	\$ 105,000	\$ 113,000	\$ 120,000	\$ 130,000	\$ 140,000	\$ 140,000
Claims Adjusting	\$ 298,447	\$ 312,500	\$ 194,842	\$ 105,470	\$ 100,000	\$ 105,000	\$ 110,000	\$ 110,000	\$ 125,000	\$ 135,000	\$ 140,000	\$ 140,000	\$ 150,000	\$ 165,000	\$ 165,000
Risk Analysis	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
POET	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Pool Admin Services	\$ 77,478	\$ 190,400	\$ 145,400	\$ 170,350	\$ 170,396	\$ 159,996	\$ 159,996	\$ 140,000	\$ 160,000	\$ 176,000	\$ 193,000	\$ 200,000	\$ 210,000	\$ 220,000	\$ 220,000
Payroll Audits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,088	\$ 9,840	\$ 12,042	\$ -	\$ 14,562	\$ 15,684	\$ 18,370
Rating Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Web Hosting	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Endorsement Fee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Sub Total</b>	<b>\$ 380,528</b>	<b>\$ 502,900</b>	<b>\$ 432,236</b>	<b>\$ 412,518</b>	<b>\$ 394,721</b>	<b>\$ 359,144</b>	<b>\$ 366,672</b>	<b>\$ 350,536</b>	<b>\$ 403,336</b>	<b>\$ 481,918</b>	<b>\$ 516,368</b>	<b>\$ 529,264</b>	<b>\$ 597,566</b>	<b>\$ 620,006</b>	<b>\$ 639,497</b>
<b>Administration Fund Expense</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,669</b>	<b>\$ 527,664</b>	<b>\$ 491,290</b>	<b>\$ 454,892</b>	<b>\$ 450,216</b>	<b>\$ 437,028</b>	<b>\$ 533,041</b>	<b>\$ 649,336</b>	<b>\$ 739,158</b>	<b>\$ 815,087</b>	<b>\$ 907,107</b>	<b>\$ 917,158</b>	<b>\$ 954,231</b>

## KMIT Admin Expenses

February 28, 2018

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2018	Total
	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Budget	Accrued To Date
<b>GENERAL EXPENSES</b>												
Agent Commissions	\$ 94,214	\$ 93,637	\$ 82,860	\$ 96,481	\$ 102,636	\$ 97,189	\$ 97,505	\$ 90,158	\$ 107,487	\$ 12,664	\$ 102,000	\$ 1,323,351
Directors and Officers Insurance	\$ 15,857	\$ 15,942	\$ 16,038	\$ 16,488	\$ 17,224	\$ 15,956	\$ 15,667	\$ 15,970	\$ 15,939	\$ 3,985	\$ 16,000	\$ 188,464
Meetings/Travel	\$ -	\$ -	\$ 829	\$ 4,881	\$ 19,334	\$ 29,749	\$ 19,897	\$ 22,638	\$ 20,165	\$ 4,708	\$ 23,000	\$ 136,821
Contingencies/Miscellaneous	\$ 34,318	\$ 2,657	\$ 1,708	\$ 3,175	\$ 3,623	\$ 4,385	\$ 3,884	\$ 2,594	\$ (2,597)	\$ 995	\$ 6,000	\$ 357,807
Bank Fees	\$ 2,758	\$ 9,239	\$ 5,776	\$ 4,159	\$ 7,528	\$ 4,460	\$ 5,998	\$ 6,333	\$ 7,379	\$ 1,240	\$ 6,000	\$ 64,992
Write Off	\$ -	\$ -	\$ (104)	\$ -	\$ -	\$ -	\$ -	\$ 464	\$ -	\$ -	\$ -	\$ 360
LKM Clearing	\$ -	\$ -	\$ 60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60
Marketing	\$ -	\$ -	\$ -	\$ 439	\$ 452	\$ 161	\$ 34	\$ 502	\$ -	\$ -	\$ 1,000	\$ 1,588
Office Supplies	\$ -	\$ -	\$ -	\$ 1,112	\$ 1,830	\$ 3,732	\$ 4,485	\$ 6,176	\$ 9,399	\$ 1,611	\$ 9,000	\$ 28,344
<b>Sub Total</b>	<b>\$ 147,147</b>	<b>\$ 121,475</b>	<b>\$ 107,167</b>	<b>\$ 126,735</b>	<b>\$ 152,627</b>	<b>\$ 155,632</b>	<b>\$ 147,469</b>	<b>\$ 144,835</b>	<b>\$ 157,773</b>	<b>\$ 25,203</b>	<b>\$ 163,000</b>	<b>\$ 2,101,787</b>
<b>REGULATORY</b>												
Kansas Insurance Dept (KID) Premium Tax	\$ 48,525	\$ 49,030	\$ 40,919	\$ 43,445	\$ 44,349	\$ 51,057	\$ 47,827	\$ 46,830	\$ 49,030	\$ -	\$ 50,000	\$ 804,611
KID Pool Assessment	\$ 3,476	\$ 3,500	\$ 3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,701
KID Workers Compensation Assessment	\$ 28,363	\$ 57,704	\$ 65,962	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 671,063
KID State Audit	\$ -	\$ -	\$ 12,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 59,544	\$ 101,004	\$ 38,843	\$ 81,821	\$ 83,007	\$ 129,329	\$ 88,513	\$ 99,573	\$ 109,329	\$ -	\$ 200,000	\$ 1,478,228
<b>Sub Total</b>	<b>\$ 139,908</b>	<b>\$ 211,238</b>	<b>\$ 161,376</b>	<b>\$ 125,266</b>	<b>\$ 127,357</b>	<b>\$ 180,387</b>	<b>\$ 136,340</b>	<b>\$ 146,402</b>	<b>\$ 158,359</b>	<b>\$ -</b>	<b>\$ 250,000</b>	<b>\$ 3,031,255</b>
<b>CONTRACTURAL</b>												
Financial Audit	\$ 18,608	\$ 31,565	\$ 12,023	\$ 11,738	\$ 11,904	\$ 15,803	\$ 13,803	\$ 12,000	\$ 12,500	\$ -	\$ 27,000	\$ 316,575
Actuarial	\$ 13,750	\$ 14,000	\$ 14,000	\$ 14,250	\$ 14,250	\$ 15,000	\$ 14,500	\$ 15,000	\$ 15,000	\$ -	\$ 15,000	\$ 246,395
Risk Management	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 170,000	\$ 170,000	\$ 170,000	\$ 190,000	\$ 205,000	\$ 42,140	\$ 210,700	\$ 1,537,140
Risk Control	\$ 145,000	\$ 145,000	\$ 145,000	\$ 145,000	\$ 150,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 155,000	\$ 31,860	\$ 159,300	\$ 2,730,933
Claims Adjusting	\$ 175,000	\$ 195,000	\$ 185,000	\$ 185,000	\$ 185,000	\$ 185,000	\$ 205,000	\$ 205,000	\$ 210,000	\$ 64,890	\$ 216,500	\$ 4,151,149
Risk Analysis	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,671	\$ 14,651	\$ 27,647	\$ 12,113	\$ 7,307	\$ 15,000	\$ 71,389
POET	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,425	\$ 10,513	\$ 20,138	\$ 2,550	\$ 15,000	\$ 40,625
Pool Admin Services	\$ 225,000	\$ 225,000	\$ 230,000	\$ 230,004	\$ 75,600	\$ 81,900	\$ 98,560	\$ 99,360	\$ 102,240	\$ 17,520	\$ 105,000	\$ 3,978,200
Payroll Audits	\$ 17,617	\$ 19,173	\$ 19,000	\$ 16,318	\$ 16,000	\$ 20,143	\$ 19,923	\$ 19,954	\$ 20,000	\$ -	\$ 21,000	\$ 248,712
Rating Services	\$ -	\$ -	\$ 22,650	\$ 6,636	\$ 18,702	\$ 10,887	\$ 754	\$ 27,105	\$ 11,595	\$ -	\$ -	\$ 98,329
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 348	\$ 348	\$ -	\$ 696
Web Hosting	\$ -	\$ -	\$ 1,155	\$ 1,187	\$ 2,663	\$ 3,439	\$ 2,846	\$ 2,193	\$ 3,758	\$ 760	\$ -	\$ 18,001
Endorsement Fee	\$ -	\$ -	\$ -	\$ -	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 32,500	\$ 32,500	\$ 382,500
<b>Sub Total</b>	<b>\$ 664,975</b>	<b>\$ 699,738</b>	<b>\$ 698,827</b>	<b>\$ 680,133</b>	<b>\$ 714,119</b>	<b>\$ 731,842</b>	<b>\$ 772,461</b>	<b>\$ 833,772</b>	<b>\$ 837,691</b>	<b>\$ 199,876</b>	<b>\$ 817,000</b>	<b>\$ 13,820,644</b>
<b>Administration Fund Expense</b>	<b>\$ 952,030</b>	<b>\$ 1,032,450</b>	<b>\$ 967,370</b>	<b>\$ 932,133</b>	<b>\$ 994,103</b>	<b>\$ 1,067,860</b>	<b>\$ 1,056,271</b>	<b>\$ 1,125,009</b>	<b>\$ 1,153,823</b>	<b>\$ 225,079</b>	<b>\$ 1,230,000</b>	<b>\$ 18,953,685</b>

# KMIT Balance Sheet

3/31/2018 Rev

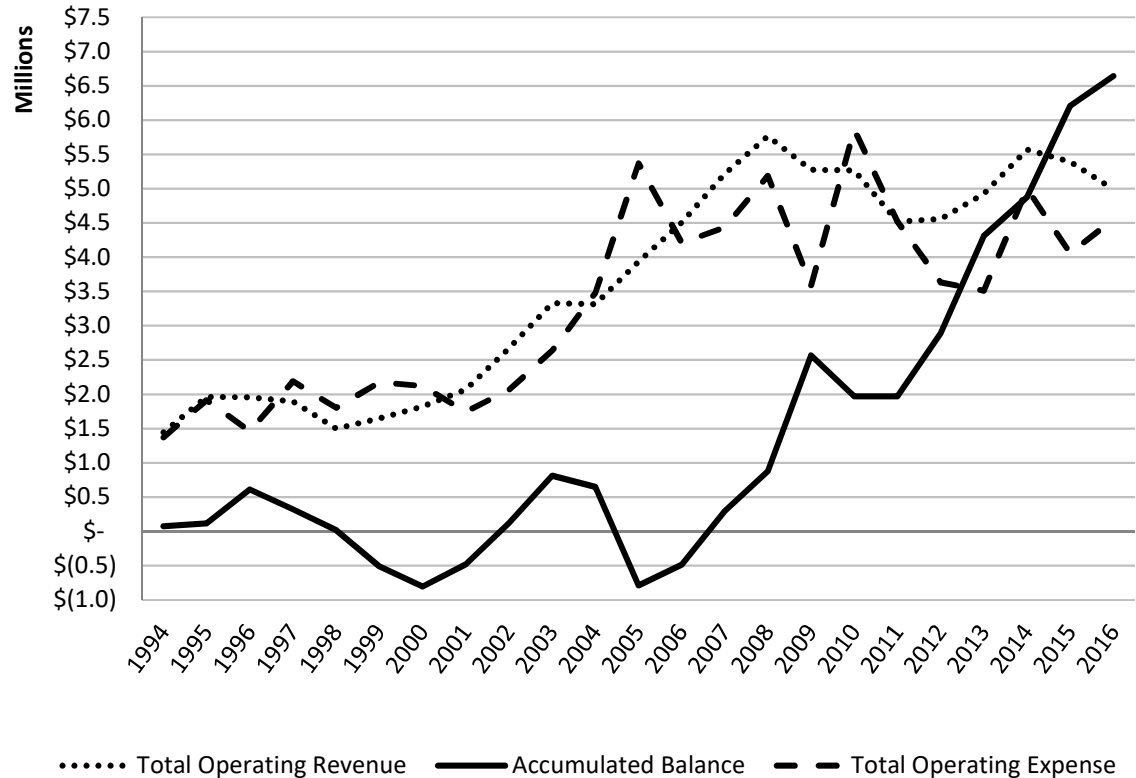
## ASSETS

Checking Accounts	\$	216,265
Investments	\$	17,771,445
Accrued Interest	\$	105,070
Accounts Receivable	\$	156,394
Excess Premium Receivable	\$	-
Specific Recoverable	\$	329,495
Aggregate Recoverable	\$	6,365
Prepaid Expenses	\$	466,414
<b>Total Assets</b>	<b>\$</b>	<b>19,051,448</b>

## LIABILITIES & EQUITY

Accounts Payable	\$	24,044
Excess Premium Payable	\$	-
Reserve for Losses	\$	4,653,708
IBNR Reserve	\$	4,600,742
Deposits on Premium	\$	3,273,195
Accrued Taxes and Assessments	\$	454,296
<b>Total Liabilities</b>	<b>\$</b>	<b>13,005,985</b>
<b>Total Equity</b>	<b>\$</b>	<b>6,045,463</b>
<b>Total Liabilities and Equity</b>	<b>\$</b>	<b>19,051,447</b>

## KMIT Financial Overview



# KMIT Profit and Loss

3/31/2018 Rev

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
	Closed	Closed	Closed	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date
<b>REVENUE FUND</b>																
Direct Premium Earned	\$ 1,422,582	\$ 1,885,501	\$ 1,843,047	\$ 1,754,515	\$ 1,377,722	\$ 1,552,110	\$ 1,689,773	\$ 1,965,656	\$ 2,616,641	\$ 3,274,489	\$ 3,256,648	\$ 3,837,793	\$ 4,272,140	\$ 4,950,171	\$ 5,519,169	\$ 5,193,427
Interest Income	\$ 22,675	\$ 73,225	\$ 114,912	\$ 142,705	\$ 116,190	\$ 96,882	\$ 129,613	\$ 101,694	\$ 50,668	\$ 52,492	\$ 59,068	\$ 96,274	\$ 234,986	\$ 263,024	\$ 245,802	\$ 81,601
Miscellaneous Income	\$ -	\$ -	\$ -	\$ -	\$ 4,445	\$ 75	\$ -	\$ -	\$ 2,335	\$ -	\$ -	\$ -	\$ -	\$ 2,405	\$ -	\$ -
<b>Total Operating Revenue</b>	<b>\$ 1,445,257</b>	<b>\$ 1,958,726</b>	<b>\$ 1,957,959</b>	<b>\$ 1,897,220</b>	<b>\$ 1,498,357</b>	<b>\$ 1,649,067</b>	<b>\$ 1,819,386</b>	<b>\$ 2,067,350</b>	<b>\$ 2,669,644</b>	<b>\$ 3,326,981</b>	<b>\$ 3,315,716</b>	<b>\$ 3,934,067</b>	<b>\$ 4,507,126</b>	<b>\$ 5,215,600</b>	<b>\$ 5,764,971</b>	<b>\$ 5,275,028</b>
	\$ 390,462															
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,669</b>	<b>\$ 527,664</b>	<b>\$ 492,041</b>	<b>\$ 456,693</b>	<b>\$ 450,174</b>	<b>\$ 437,033</b>	<b>\$ 533,041</b>	<b>\$ 649,336</b>	<b>\$ 739,039</b>	<b>\$ 819,040</b>	<b>\$ 907,043</b>	<b>\$ 917,168</b>	<b>\$ 957,594</b>	<b>\$ 952,325</b>
<b>CLAIMS FUND EXPENSE</b>																
Claims Paid Expense	\$ 716,700	\$ 1,049,152	\$ 790,125	\$ 2,073,604	\$ 2,000,689	\$ 1,742,632	\$ 1,445,012	\$ 1,097,496	\$ 1,211,714	\$ 1,874,209	\$ 2,289,600	\$ 3,927,875	\$ 2,605,050	\$ 2,770,831	\$ 3,327,833	\$ 2,032,607
Claims Paid Adjusting Expense	\$ 25,541	\$ 54,345	\$ 46,505	\$ 90,802	\$ 85,686	\$ 143,693	\$ 123,490	\$ 83,220	\$ 129,112	\$ 149,296	\$ 150,196	\$ 244,385	\$ 181,667	\$ 193,147	\$ 238,120	\$ 131,299
Claims Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 61,051	\$ 52,226	\$ 9,581	\$ -	\$ -	\$ -	\$ 40,412	\$ 141,557	\$ 56,901	\$ 111,002	\$ 186,418	\$ 22,418
Claims Reserves Adjusting Expense	\$ -	\$ -	\$ -	\$ -	\$ 4,911	\$ 4,010	\$ 2,233	\$ -	\$ -	\$ -	\$ 644	\$ 10,485	\$ 18,262	\$ 10,089	\$ 12,489	\$ 5,359
IBNR Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 2,921	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,690	\$ 37,682	\$ 52,965	\$ 64,938	\$ 155,593	\$ 100,249
Excess Work Comp Insurance	\$ 151,393	\$ 210,142	\$ 133,376	\$ 117,122	\$ 79,456	\$ 80,124	\$ 86,819	\$ 127,168	\$ 189,458	\$ 366,991	\$ 221,435	\$ 374,472	\$ 384,425	\$ 420,728	\$ 372,790	\$ 341,935
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (183,921)	\$ 47,612	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Recovery Expense	\$ -	\$ -	\$ -	\$ (268,748)	\$ (740,988)	\$ (232,568)	\$ -	\$ -	\$ -	\$ (400,137)	\$ -	\$ (188,126)	\$ -	\$ (53,999)	\$ (66,549)	\$ -
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (6,365)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ (352,627)	\$ -	\$ (112,699)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Claims Fund Expense</b>	<b>\$ 893,634</b>	<b>\$ 1,313,638</b>	<b>\$ 970,007</b>	<b>\$ 1,660,153</b>	<b>\$ 1,309,807</b>	<b>\$ 1,718,665</b>	<b>\$ 1,667,135</b>	<b>\$ 1,307,883</b>	<b>\$ 1,530,284</b>	<b>\$ 1,990,358</b>	<b>\$ 2,740,976</b>	<b>\$ 4,548,330</b>	<b>\$ 3,299,270</b>	<b>\$ 3,516,737</b>	<b>\$ 4,226,694</b>	<b>\$ 2,633,867</b>
<b>Total Operating Expense</b>	<b>\$ 1,370,771</b>	<b>\$ 1,915,183</b>	<b>\$ 1,462,676</b>	<b>\$ 2,187,817</b>	<b>\$ 1,801,847</b>	<b>\$ 2,175,358</b>	<b>\$ 2,117,309</b>	<b>\$ 1,744,916</b>	<b>\$ 2,063,325</b>	<b>\$ 2,639,694</b>	<b>\$ 3,480,015</b>	<b>\$ 5,367,370</b>	<b>\$ 4,206,313</b>	<b>\$ 4,433,905</b>	<b>\$ 5,184,288</b>	<b>\$ 3,586,192</b>
<b>BALANCES</b>																
<b>KMIT Statutory Fund Balance</b>	<b>\$ 74,486</b>	<b>\$ 43,543</b>	<b>\$ 495,283</b>	<b>\$ (290,597)</b>	<b>\$ (303,490)</b>	<b>\$ (526,291)</b>	<b>\$ (297,923)</b>	<b>\$ 322,434</b>	<b>\$ 606,319</b>	<b>\$ 687,287</b>	<b>\$ (164,299)</b>	<b>\$ (1,433,303)</b>	<b>\$ 300,813</b>	<b>\$ 781,695</b>	<b>\$ 580,683</b>	<b>\$ 1,688,836</b>
<b>Accumulated Balance</b>	<b>\$ 74,486</b>	<b>\$ 118,029</b>	<b>\$ 613,312</b>	<b>\$ 322,715</b>	<b>\$ 19,225</b>	<b>\$ (507,066)</b>	<b>\$ (804,989)</b>	<b>\$ (482,555)</b>	<b>\$ 123,764</b>	<b>\$ 811,051</b>	<b>\$ 646,752</b>	<b>\$ (786,552)</b>	<b>\$ (485,739)</b>	<b>\$ 295,956</b>	<b>\$ 876,639</b>	<b>\$ 2,565,475</b>

# KMIT Profit and Loss

3/31/2018 Rev

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2018	Total
	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Budget	Accrued To Date
<b>REVENUE FUND</b>											
Direct Premium Earned	\$ 5,213,859	\$ 4,442,326	\$ 4,484,533	\$ 4,853,835	\$ 5,460,344	\$ 5,261,044	\$ 4,829,526	\$ 5,007,888	\$ 1,641,119	\$ 4,900,000	\$ 87,605,858
Interest Income	\$ 52,768	\$ 72,925	\$ 70,104	\$ 71,861	\$ 107,601	\$ 128,600	\$ 160,374	\$ 220,606	\$ 51,797	\$ 165,000	\$ 2,818,397
Miscellaneous Income	\$ -	\$ 1,441	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,701
<b>Total Operating Revenue</b>	<b>\$ 5,266,578</b>	<b>\$ 4,516,692</b>	<b>\$ 4,554,637</b>	<b>\$ 4,925,696</b>	<b>\$ 5,567,945</b>	<b>\$ 5,389,644</b>	<b>\$ 4,989,900</b>	<b>\$ 5,228,494</b>	<b>\$ 1,692,916</b>	<b>\$ 5,065,000</b>	<b>\$ 90,434,956</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 1,035,291</b>	<b>\$ 968,230</b>	<b>\$ 933,551</b>	<b>\$ 996,516</b>	<b>\$ 1,072,280</b>	<b>\$ 1,050,451</b>	<b>\$ 1,126,042</b>	<b>\$ 1,224,259</b>	<b>\$ 358,393</b>	<b>\$ 1,230,000</b>	<b>\$ 19,174,554</b>
<b>CLAIMS FUND EXPENSE</b>											
Claims Paid Expense	\$ 3,855,457	\$ 2,710,030	\$ 1,920,364	\$ 1,712,460	\$ 3,170,238	\$ 1,657,162	\$ 1,469,365	\$ 1,307,946	\$ 136,672	\$ -	\$ 48,894,822
Claims Paid Adjusting Expense	\$ 185,936	\$ 147,639	\$ 168,247	\$ 123,540	\$ 124,708	\$ 121,938	\$ 91,286	\$ 62,031	\$ 3,502	\$ -	\$ 3,099,328
Claims Reserve Expense	\$ 249,110	\$ 152,703	\$ 63,360	\$ 28,937	\$ 321,288	\$ 180,492	\$ 310,388	\$ 1,485,698	\$ 847,598	\$ -	\$ 4,321,142
Claims Reserves Adjusting Expense	\$ 21,567	\$ 4,339	\$ 5,923	\$ 5,670	\$ 10,349	\$ 20,134	\$ 25,951	\$ 100,998	\$ 69,153	\$ -	\$ 332,566
IBNR Reserve Expense	\$ 162,686	\$ 199,023	\$ 212,192	\$ 247,769	\$ 374,891	\$ 569,149	\$ 1,082,004	\$ 1,299,992	\$ -	\$ -	\$ 4,600,742
Excess Work Comp Insurance	\$ 351,375	\$ 336,966	\$ 337,595	\$ 395,128	\$ 432,750	\$ 456,352	\$ 451,042	\$ 495,511	\$ 125,907	\$ 504,000	\$ 7,040,460
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (193,186)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (329,495)
Specific Recovery Expense	\$ (43)	\$ -	\$ (9,965)	\$ -	\$ (311,814)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (2,272,936)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (6,365)
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (465,326)
<b>Claims Fund Expense</b>	<b>\$ 4,826,087</b>	<b>\$ 3,550,701</b>	<b>\$ 2,697,716</b>	<b>\$ 2,513,503</b>	<b>\$ 3,929,224</b>	<b>\$ 3,005,228</b>	<b>\$ 3,430,035</b>	<b>\$ 4,752,176</b>	<b>\$ 1,182,832</b>	<b>\$ 504,000</b>	<b>\$ 65,214,940</b>
<b>Total Operating Expense</b>	<b>\$ 5,861,378</b>	<b>\$ 4,518,930</b>	<b>\$ 3,631,267</b>	<b>\$ 3,510,019</b>	<b>\$ 5,001,504</b>	<b>\$ 4,055,679</b>	<b>\$ 4,556,077</b>	<b>\$ 5,976,435</b>	<b>\$ 1,541,225</b>	<b>\$ 1,734,000</b>	<b>\$ 84,389,493</b>
<b>BALANCES</b>											
KMIT Statutory Fund Balance	\$ (594,800)	\$ (2,239)	\$ 923,370	\$ 1,415,677	\$ 566,441	\$ 1,333,965	\$ 433,823	\$ (747,941)	\$ 151,690	\$ 3,331,000	\$ 6,045,463
<b>Accumulated Balance</b>	<b>\$ 1,970,675</b>	<b>\$ 1,968,437</b>	<b>\$ 2,891,807</b>	<b>\$ 4,307,484</b>	<b>\$ 4,873,925</b>	<b>\$ 6,207,890</b>	<b>\$ 6,641,713</b>	<b>\$ 5,893,772</b>	<b>\$ 6,045,463</b>		



# KMIT Admin Expenses

3/31/2018 Rev

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
	Closed	Closed	Closed	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date
<b>GENERAL EXPENSES</b>															
Agent Commissions	\$ -	\$ -	\$ -	\$ -	\$ 969	\$ 4,919	\$ 5,239	\$ 12,669	\$ 33,803	\$ 44,060	\$ 43,231	\$ 61,486	\$ 75,650	\$ 77,961	\$ 88,532
Directors and Officers Insurance	\$ -	\$ 489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,367	\$ 18,542
Meetings/Travel	\$ -	\$ 6,971	\$ 976	\$ 5,318	\$ 1,206	\$ -	\$ 149	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contingencies/Miscellaneous	\$ -	\$ 8,984	\$ 2,596	\$ 3,913	\$ 5,357	\$ 11,585	\$ 6,020	\$ 18,223	\$ 26,103	\$ 28,939	\$ 41,820	\$ 23,173	\$ 66,332	\$ 33,865	\$ 26,155
Bank Fees	\$ 1,249	\$ 4,735	\$ 579	\$ 658	\$ 263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,638
Write Off	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
LKM Clearing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Marketing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Office Supplies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Sub Total</b>	<b>\$ 1,249</b>	<b>\$ 21,179</b>	<b>\$ 4,151</b>	<b>\$ 9,889</b>	<b>\$ 7,795</b>	<b>\$ 16,504</b>	<b>\$ 11,408</b>	<b>\$ 30,892</b>	<b>\$ 59,906</b>	<b>\$ 72,999</b>	<b>\$ 85,051</b>	<b>\$ 84,659</b>	<b>\$ 141,982</b>	<b>\$ 132,193</b>	<b>\$ 135,867</b>
<b>REGULATORY</b>															
Kansas Insurance Dept (KID) Premium Tax	\$ 12,847	\$ 18,402	\$ 13,177	\$ 10,823	\$ 13,893	\$ 18,215	\$ 19,568	\$ 18,564	\$ 24,377	\$ 29,017	\$ 30,168	\$ 34,004	\$ 40,212	\$ 46,194	\$ 54,139
KID Pool Assessment	\$ 9,407	\$ -	\$ 5,372	\$ 3,470	\$ 3,798	\$ 1,855	\$ 2,693	\$ 4,355	\$ 3,341	\$ 5,983	\$ 2,844	\$ 3,900	\$ -	\$ 4,300	\$ 3,409
KID Workers Compensation Assessment	\$ 64,034	\$ 44,011	\$ 25,322	\$ 48,345	\$ 31,243	\$ 14,594	\$ 10,372	\$ 1,795	\$ 7,770	\$ 19,748	\$ 47,137	\$ 91,805	\$ 47,193	\$ 32,896	\$ 32,770
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
KDOL Annual Assessment Fee	\$ 9,073	\$ 15,053	\$ 12,410	\$ 42,620	\$ 40,591	\$ 46,382	\$ 39,462	\$ 30,890	\$ 34,311	\$ 39,671	\$ 57,471	\$ 75,408	\$ 80,091	\$ 81,579	\$ 91,913
<b>Sub Total</b>	<b>\$ 95,360</b>	<b>\$ 77,466</b>	<b>\$ 56,281</b>	<b>\$ 105,257</b>	<b>\$ 89,525</b>	<b>\$ 81,046</b>	<b>\$ 72,094</b>	<b>\$ 55,604</b>	<b>\$ 69,799</b>	<b>\$ 94,418</b>	<b>\$ 137,620</b>	<b>\$ 205,117</b>	<b>\$ 167,495</b>	<b>\$ 164,969</b>	<b>\$ 182,231</b>
<b>CONTRACTURAL</b>															
Financial Audit	\$ 4,603	\$ -	\$ 6,639	\$ 32,625	\$ 12,292	\$ 8,288	\$ 10,973	\$ 8,474	\$ 9,600	\$ 9,806	\$ 10,465	\$ 10,264	\$ 33,013	\$ 6,462	\$ 13,127
Actuarial	\$ -	\$ -	\$ 2,855	\$ 5,000	\$ 25,033	\$ 5,859	\$ 5,703	\$ 7,062	\$ 6,148	\$ 6,272	\$ 7,862	\$ 9,000	\$ 9,991	\$ 12,860	\$ 13,000
Risk Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 50,000	\$ 50,000	\$ 60,000	\$ 70,000
Risk Control	\$ -	\$ -	\$ 82,500	\$ 99,073	\$ 87,000	\$ 80,000	\$ 80,000	\$ 85,000	\$ 92,500	\$ 105,000	\$ 113,000	\$ 120,000	\$ 130,000	\$ 140,000	\$ 140,000
Claims Adjusting	\$ 298,447	\$ 312,500	\$ 194,842	\$ 105,470	\$ 100,000	\$ 105,000	\$ 110,000	\$ 110,000	\$ 125,000	\$ 135,000	\$ 140,000	\$ 140,000	\$ 150,000	\$ 165,000	\$ 165,000
Risk Analysis	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
POET	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Pool Admin Services	\$ 77,478	\$ 190,400	\$ 145,400	\$ 170,350	\$ 170,396	\$ 159,996	\$ 159,996	\$ 140,000	\$ 160,000	\$ 176,000	\$ 193,000	\$ 200,000	\$ 210,000	\$ 220,000	\$ 220,000
Payroll Audits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,088	\$ 9,840	\$ 12,042	\$ -	\$ 14,562	\$ 15,684	\$ 18,370
Rating Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Web Hosting	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Endorsement Fee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Sub Total</b>	<b>\$ 380,528</b>	<b>\$ 502,900</b>	<b>\$ 432,236</b>	<b>\$ 412,518</b>	<b>\$ 394,721</b>	<b>\$ 359,144</b>	<b>\$ 366,672</b>	<b>\$ 350,536</b>	<b>\$ 403,336</b>	<b>\$ 481,918</b>	<b>\$ 516,368</b>	<b>\$ 529,264</b>	<b>\$ 597,566</b>	<b>\$ 620,006</b>	<b>\$ 639,497</b>
<b>Administration Fund Expense</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,669</b>	<b>\$ 527,664</b>	<b>\$ 492,041</b>	<b>\$ 456,693</b>	<b>\$ 450,174</b>	<b>\$ 437,033</b>	<b>\$ 533,041</b>	<b>\$ 649,336</b>	<b>\$ 739,039</b>	<b>\$ 819,040</b>	<b>\$ 907,043</b>	<b>\$ 917,168</b>	<b>\$ 957,594</b>

## KMIT Admin Expenses

3/31/2018 Rev

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2018	Total
	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Budget	Accrued To Date
<b>GENERAL EXPENSES</b>												
Agent Commissions	\$ 94,214	\$ 93,637	\$ 82,860	\$ 96,481	\$ 102,636	\$ 97,189	\$ 97,505	\$ 90,158	\$ 100,501	\$ 21,274	\$ 102,000	\$ 1,324,974
Directors and Officers Insurance	\$ 15,857	\$ 15,942	\$ 16,038	\$ 16,488	\$ 17,224	\$ 15,956	\$ 15,667	\$ 15,970	\$ 15,939	\$ 5,313	\$ 16,000	\$ 189,792
Meetings/Travel	\$ -	\$ -	\$ 829	\$ 4,881	\$ 19,334	\$ 29,749	\$ 19,897	\$ 22,638	\$ 20,165	\$ 5,135	\$ 23,000	\$ 137,248
Contingencies/Miscellaneous	\$ 34,318	\$ 2,657	\$ 1,708	\$ 3,175	\$ 3,623	\$ 4,385	\$ 3,884	\$ 2,594	\$ (2,597)	\$ 1,494	\$ 6,000	\$ 358,306
Bank Fees	\$ 2,758	\$ 9,239	\$ 5,776	\$ 4,159	\$ 7,528	\$ 4,460	\$ 5,998	\$ 6,333	\$ 7,391	\$ 1,839	\$ 6,000	\$ 65,603
Write Off	\$ -	\$ -	\$ (104)	\$ -	\$ -	\$ -	\$ -	\$ 464	\$ -	\$ -	\$ -	\$ 360
LKM Clearing	\$ -	\$ -	\$ 60	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60
Marketing	\$ -	\$ -	\$ -	\$ 439	\$ 452	\$ 161	\$ 34	\$ 502	\$ -	\$ -	\$ 1,000	\$ 1,588
Office Supplies	\$ -	\$ -	\$ -	\$ 1,112	\$ 1,830	\$ 3,732	\$ 4,485	\$ 6,176	\$ 9,399	\$ 1,611	\$ 9,000	\$ 28,344
<b>Sub Total</b>	<b>\$ 147,147</b>	<b>\$ 121,475</b>	<b>\$ 107,167</b>	<b>\$ 126,735</b>	<b>\$ 152,627</b>	<b>\$ 155,632</b>	<b>\$ 147,469</b>	<b>\$ 144,835</b>	<b>\$ 150,799</b>	<b>\$ 36,666</b>	<b>\$ 163,000</b>	<b>\$ 2,106,276</b>
<b>REGULATORY</b>												
Kansas Insurance Dept (KID) Premium Tax	\$ 48,525	\$ 49,030	\$ 40,919	\$ 43,445	\$ 44,349	\$ 51,057	\$ 47,827	\$ 46,830	\$ 48,793	\$ 15,152	\$ 50,000	\$ 819,526
KID Pool Assessment	\$ 3,476	\$ 3,500	\$ 3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,701
KID Workers Compensation Assessment	\$ 28,363	\$ 57,704	\$ 65,962	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 671,063
KID State Audit	\$ -	\$ -	\$ 12,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 59,838	\$ 103,845	\$ 39,703	\$ 83,239	\$ 85,420	\$ 133,749	\$ 82,694	\$ 100,606	\$ 186,976	\$ 34,843	\$ 200,000	\$ 1,607,836
<b>Sub Total</b>	<b>\$ 140,202</b>	<b>\$ 214,079</b>	<b>\$ 162,236</b>	<b>\$ 126,683</b>	<b>\$ 129,769</b>	<b>\$ 184,806</b>	<b>\$ 130,520</b>	<b>\$ 147,435</b>	<b>\$ 235,770</b>	<b>\$ 49,995</b>	<b>\$ 250,000</b>	<b>\$ 3,175,778</b>
<b>CONTRACTURAL</b>												
Financial Audit	\$ 18,608	\$ 31,565	\$ 12,023	\$ 11,738	\$ 11,904	\$ 15,803	\$ 13,803	\$ 12,000	\$ 12,500	\$ -	\$ 27,000	\$ 316,575
Actuarial	\$ 13,750	\$ 14,000	\$ 14,000	\$ 14,250	\$ 14,250	\$ 15,000	\$ 14,500	\$ 15,000	\$ 15,000	\$ -	\$ 15,000	\$ 246,395
Risk Management	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 170,000	\$ 170,000	\$ 170,000	\$ 190,000	\$ 205,000	\$ 63,210	\$ 210,700	\$ 1,558,210
Risk Control	\$ 145,000	\$ 145,000	\$ 145,000	\$ 145,000	\$ 150,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 155,000	\$ 47,790	\$ 159,300	\$ 2,746,863
Claims Adjusting	\$ 175,000	\$ 195,000	\$ 185,000	\$ 185,000	\$ 185,000	\$ 185,000	\$ 205,000	\$ 205,000	\$ 210,000	\$ 86,520	\$ 216,500	\$ 4,172,779
Risk Analysis	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,671	\$ 14,651	\$ 27,647	\$ 12,113	\$ 9,932	\$ 15,000	\$ 74,014
POET	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,425	\$ 10,513	\$ 20,138	\$ 4,275	\$ 15,000	\$ 42,350
Pool Admin Services	\$ 225,000	\$ 225,000	\$ 230,000	\$ 230,004	\$ 75,600	\$ 81,900	\$ 98,560	\$ 99,360	\$ 102,240	\$ 26,280	\$ 105,000	\$ 3,986,960
Payroll Audits	\$ 17,617	\$ 19,173	\$ 19,000	\$ 16,318	\$ 16,000	\$ 20,143	\$ 19,923	\$ 19,954	\$ 20,000	\$ -	\$ 21,000	\$ 248,712
Rating Services	\$ -	\$ -	\$ 22,650	\$ 6,636	\$ 18,702	\$ 10,887	\$ 754	\$ 27,105	\$ 11,595	\$ -	\$ -	\$ 98,329
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 348	\$ 464	\$ -	\$ 812
Web Hosting	\$ -	\$ -	\$ 1,155	\$ 1,187	\$ 2,663	\$ 3,439	\$ 2,846	\$ 2,193	\$ 3,758	\$ 760	\$ -	\$ 18,001
Endorsement Fee	\$ -	\$ -	\$ -	\$ -	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 32,500	\$ 32,500	\$ 382,500
<b>Sub Total</b>	<b>\$ 664,975</b>	<b>\$ 699,738</b>	<b>\$ 698,827</b>	<b>\$ 680,133</b>	<b>\$ 714,119</b>	<b>\$ 731,842</b>	<b>\$ 772,461</b>	<b>\$ 833,772</b>	<b>\$ 837,691</b>	<b>\$ 271,732</b>	<b>\$ 817,000</b>	<b>\$ 13,892,500</b>
<b>Administration Fund Expense</b>	<b>\$ 952,325</b>	<b>\$ 1,035,291</b>	<b>\$ 968,230</b>	<b>\$ 933,551</b>	<b>\$ 996,516</b>	<b>\$ 1,072,280</b>	<b>\$ 1,050,451</b>	<b>\$ 1,126,042</b>	<b>\$ 1,224,259</b>	<b>\$ 358,393</b>	<b>\$ 1,230,000</b>	<b>\$ 19,174,554</b>

**GROUP - FUNDED POOL - QUARTERLY REPORT**  
**K.S.A 12-2620**

Kansas Municipal Insurance Trust

(Name of Company)

As of 03/31/2018  
 (1st) 2nd 3rd 4th Quarter (CIRCLE ONE)

	<b>CURRENT FISCAL YEAR TO DATE 03/31/2018</b>	<b>PREVIOUS FISCAL YEAR END 12/31/2017 Rev</b>
<b>ASSETS</b>		
Administrative fund:		
Cash	\$ (197,919)	\$ 130,378
Investments	0	0
Claims fund:		
Cash	414,184	427,130
Investments	17,771,445	15,213,125
Premium contributions receivable	156,394	173,226
Excess insurance recoverable on claims payments	47,674	42,529
Interest income due and accrued	105,070	125,822
Receivable from affiliates		
Other assets:		
Agent Commissions Receivable	0	3,439
Prepaid Excess Insurance	377,722	0
Prepaid Expenses	498,972	1,045
Excess Insurance Premium Receivable	0	0
Less: Non Admitted Assets	(876,694)	(1,045)
Total Assets	\$ 18,296,848	\$ 16,115,649

To the best of my knowledge, I hereby certify that the balance sheet and summary of operations contained herein represents a true and complete accounting of

Kansas Municipal Insurance Trust

(Name of Pool)

By: \_\_\_\_\_

Chair of Trustees

Administrator

**GROUP-FUNDED POOL-QUARTERLY REPORT  
K.S.A 44-582**

<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>	<b><u>CURRENT FISCAL YEAR TO DATE</u> 03/31/2018</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2017 Rev</b>
Reserve for unpaid workers' compensation claims	\$ 4,032,956 \$	3,485,874
Reserve for unpaid claim adjustment expenses	332,566	240,480
Reserve for claims incurred but not reported	4,600,742	4,822,563
Unearned premium contribution	0	688,875
Other expenses due or accrued		
Taxes, licenses and fees due or accrued	454,296	410,285
Borrowed money \$_____ and interest thereon \$_____		
Dividends payable to members		
Deposits on premium contributions	3,683,475	491,947
Excess insurance premium payable		
Payable to affiliates		
Accounts payable	24,044	46,063
Miscellaneous liabilities:		
Return Premium Payable		
Total Liabilities:	\$ 13,128,079 \$	10,186,087
Special reserve funds:		
Total Special Reserve Funds		
<b><u>FUND BALANCE</u></b>		
Total Reserves and Fund Balance (Assets-Liabilities)	5,168,769 \$	5,929,562
Total Liabilities, Reserves and Fund Balance	\$ 18,296,848 \$	16,115,649

**GROUP-FUNDED POOL-QUARTERLY REPORT  
K.S.A 44-582**

<b><u>SUMMARY OF OPERATIONS</u></b>	<b><u>CURRENT FISCAL YEAR TO DATE</u> 03/31/2018</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2017 Rev</b>
Underwriting Income		
Direct Premium Contributions Earned	\$ <u>1,641,119</u> \$	<u>4,829,526</u>
Deductions:		
Excess insurance premium incurred	<u>125,907</u>	<u>451,042</u>
Workers' compensation claims incurred	<u>909,586</u>	<u>3,009,276</u>
Claims adjustment expenses incurred	<u>147,488</u>	<u>227,389</u>
Other administrative expenses incurred	<u>395,079</u>	<u>1,003,526</u>
Total underwriting deductions	<u>1,578,060</u>	<u>4,691,233</u>
Net underwriting Gain or (Loss)	\$ <u>63,059</u> \$	<u>138,293</u>
Investment income		
Interest income earned (Net of investment expenses)	<u>51,797</u>	<u>160,374</u>
Other income		
Other income	<u>0</u>	<u></u>
Net income before dividends to members	<u>114,855</u>	<u>298,667</u>
Dividends to members	<u></u>	<u></u>
Net income after dividends to members	<u>114,855</u>	<u>298,667</u>
<b>Net Income(Loss)</b>	<b>\$ <u>114,855</u> \$</b>	<b><u>298,667</u></b>

**GROUP-FUNDED POOL-QUARTERLY REPORT**  
**K.S.A 44-582**

<b><u>ANALYSIS OF FUND BALANCE</u></b>	<b><u>CURRENT FISCAL YEAR TO DATE</u></b> 03/31/2018	<b><u>PREVIOUS FISCAL YEAR END</u></b> 12/31/2017 Rev
Fund balance, previous period	\$ <u>5,929,562</u> \$	<u>5,974,999</u>
Net income (Loss)	<u>114,855</u>	<u>(44,392)</u>
Change in non-admitted assets	<u>(876,694)</u>	<u>(1,045)</u>
Rounding		
<u>Change in Non Admitted Assets</u>		
Change in fund balance for the period	<u>(761,838)</u>	<u>(45,437)</u>
Fund balance, current period	\$ <u>5,167,724</u> \$	<u>5,929,562</u>

**Contract Year    January 1, 2018 to December 31, 2018**  
**KANSAS PREMIUM AND LOSS EXPERIENCE EXHIBIT**  
**1st 2nd 3rd 4th Quarter (circle one)**

NAME OF KANSAS GROUP-FUNDED POOL Kansas Municipal Insurance Trust

LINE OF BUSINESS: Workers Compensation EXPERIENCE CURRENT AS OF 03/31/2018

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Current Injuries	Total Injuries	Contract Period	Direct Premium Earned	Excess Insurance Premium Incurred	Net Premiums Earned Col 4-5	Direct Losses Incurred	Loss Adj. Exp. Incurred	Loss & Loss Exp Incurred Col 6+7	Service Agent Fees Incurred	General Expenses Incurred	Taxes, Licenses & Fees Incurred	Total Expenses Incurred Col 10 + 11 + 12	Claims Ratios as a % Col 9 / Col 6	Admin. Ratios as a % Col 13 / Col 6	Investment Income Earned
0	310	PCY 24	1,422,582	151,393	1,271,189	716,700	25,541	742,241	298,447	83,330	95,360	477,137	58.4%	37.5%	22,675
0	243	PCY 23	1,885,501	210,142	1,675,359	1,049,152	54,345	1,103,496	312,500	211,579	77,466	601,545	65.9%	35.9%	73,225
0	424	PCY 22	1,843,047	133,376	1,709,671	790,125	46,505	836,631	277,342	159,046	56,281	492,669	48.9%	28.8%	114,912
1	524	PCY 21	1,754,515	117,122	1,637,393	1,804,856	90,802	1,895,658	204,543	217,864	102,541	524,948	115.8%	32.1%	142,705
2	572	PCY 20	1,377,722	79,456	1,298,266	1,320,753	90,598	1,411,350	187,000	211,071	82,901	480,972	108.7%	37.0%	116,190
4	551	PCY 19	1,552,110	80,124	1,471,986	1,562,290	147,702	1,709,993	185,000	190,573	77,653	453,226	116.2%	30.8%	96,882
1	552	PCY 18	1,689,773	86,819	1,602,954	1,454,594	125,722	1,580,317	190,000	188,080	73,593	451,673	98.6%	28.2%	129,613
0	605	PCY 17	1,965,656	127,168	1,838,488	1,097,496	83,220	1,180,715	195,000	186,428	55,589	437,017	64.2%	23.8%	101,694
1	670	PCY 16	2,616,641	189,458	2,427,183	1,211,714	129,112	1,340,826	217,500	243,407	69,799	530,706	55.2%	21.9%	50,668
1	612	PCY 15	3,274,489	366,991	2,907,498	1,474,072	149,296	1,623,367	280,000	274,918	96,684	651,602	55.8%	22.4%	52,492
2	645	PCY 14	3,256,648	221,435	3,035,213	2,330,012	150,839	2,480,851	293,000	308,419	134,300	735,719	81.7%	24.2%	59,068
11	770	PCY 13	3,837,793	374,472	3,463,321	3,881,306	254,870	4,136,176	310,000	303,923	195,148	809,071	119.4%	23.4%	96,274
16	765	PCY 12	4,272,140	384,425	3,887,715	2,661,951	199,929	2,861,880	330,000	409,548	164,537	904,085	73.6%	23.3%	234,986
7	906	PCY 11	4,950,171	420,728	4,529,443	2,827,834	203,237	3,031,071	365,000	384,794	157,905	907,699	66.9%	20.0%	263,024
12	768	PCY 10	5,519,169	372,790	5,146,379	3,447,702	250,609	3,698,311	375,000	400,364	180,033	955,397	71.9%	18.6%	245,802
10	654	PCY 9	5,193,427	341,935	4,851,492	2,055,025	136,658	2,191,683	390,000	422,122	158,861	970,983	45.2%	20.0%	81,601
15	666	PCY 8	5,213,859	351,375	4,862,484	4,104,524	207,503	4,312,026	410,000	411,213	218,444	1,039,657	88.7%	21.4%	52,768
7	635	PCY 7	4,442,326	336,966	4,105,361	2,862,734	151,978	3,014,712	400,000	374,349	211,548	985,897	73.4%	24.0%	72,925
5	598	PCY 6	4,484,533	337,595	4,146,938	1,973,759	174,170	2,147,929	400,000	407,086	174,669	981,755	51.8%	23.7%	70,104
4	696	PCY 5	4,853,835	395,128	4,458,707	1,741,397	129,209	1,870,606	580,600	286,205	112,977	979,782	42.0%	22.0%	71,861
6	742	PCY 4	5,460,344	432,750	5,027,594	3,179,712	135,057	3,314,770	596,571	291,845	383,143	1,271,559	65.9%	25.3%	107,601
10	725	PCY 3	5,261,044	456,352	4,804,692	1,837,654	142,073	1,979,727	628,560	291,393	190,117	1,110,070	41.2%	23.1%	128,600
16	778	PCY 2	4,829,526	474,781	4,354,745	1,779,752	117,237	1,896,989	649,360	329,247	24,920	1,003,526	43.6%	23.0%	160,374
319	827	PCY 1	1,641,119	125,907	1,515,212	2,793,644	163,029	2,956,673	671,847	206,797	124,882	1,003,526	195.1%	66.2%	51,797
112	171	CCY	1,641,119	125,907	1,515,212	984,270	72,655	1,056,925	671,847	(401,650)	124,882	395,079	69.8%	26.1%	51,797

PFY = Prior fiscal Year

CFY = Current Fiscal Year

Column 1 should reflect the number of claims incurred in each respective contract period which were initially reported during the current fiscal year.

Column 2 should reflect the grand total of claims reported pertaining to each respective contract period.

Column 14 should reflect the Total Loss and Loss Expenses Incurred divided by the Net Premiums earned. (Column 9 divided by Column 6)

Column 15 should reflect the Total Expenses Incurred divided by the Net Premiums Earned. (Column 13 divided by Column 6)

Column 16 should reflect the Investment Income Earned during the contract year as reflected on the income statement.

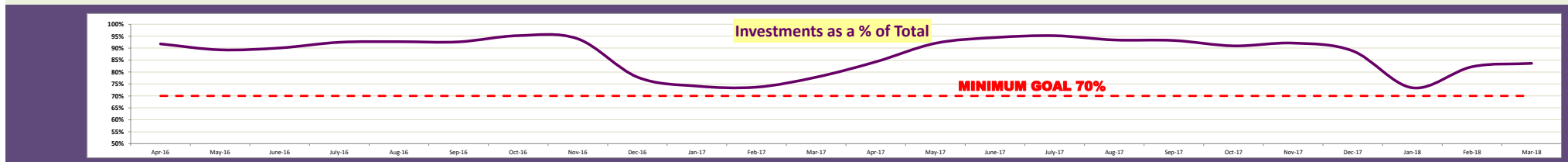
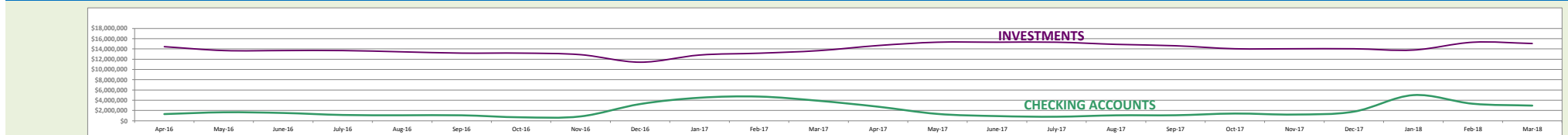
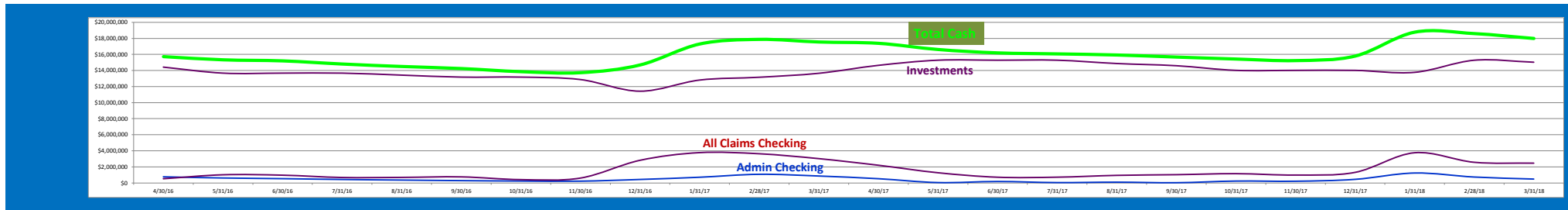
# KMIT Cash/Investment Summary

April 30, 2016--March 31, 2018

	4/30/16	5/31/16	6/30/16	7/31/16	8/31/16	9/30/16	10/31/16	11/30/16	12/31/16	1/31/17	2/28/17	3/31/17	4/30/17	5/31/17	6/30/17	7/31/17	8/31/17	9/30/17	10/31/17	11/30/17	12/31/17	1/31/18	2/28/18	3/31/18
<b>KMIT Admin Fund</b>																								
Admin Account (CORnerstone)	758,995	614,962	530,728	428,163	354,802	283,967	234,079	219,697	430,948	708,262	1,076,226	859,998	525,561	43,165	175,479	41,756	94,380	25,971	230,390	208,808	443,016	1,237,217	734,337	479,954
<b>Admin Checking</b>	<b>758,995</b>	<b>614,962</b>	<b>530,728</b>	<b>428,163</b>	<b>354,802</b>	<b>283,967</b>	<b>234,079</b>	<b>219,697</b>	<b>430,948</b>	<b>708,262</b>	<b>1,076,226</b>	<b>859,998</b>	<b>525,561</b>	<b>43,165</b>	<b>175,479</b>	<b>41,756</b>	<b>94,380</b>	<b>25,971</b>	<b>230,390</b>	<b>208,808</b>	<b>443,016</b>	<b>1,237,217</b>	<b>734,337</b>	<b>479,954</b>

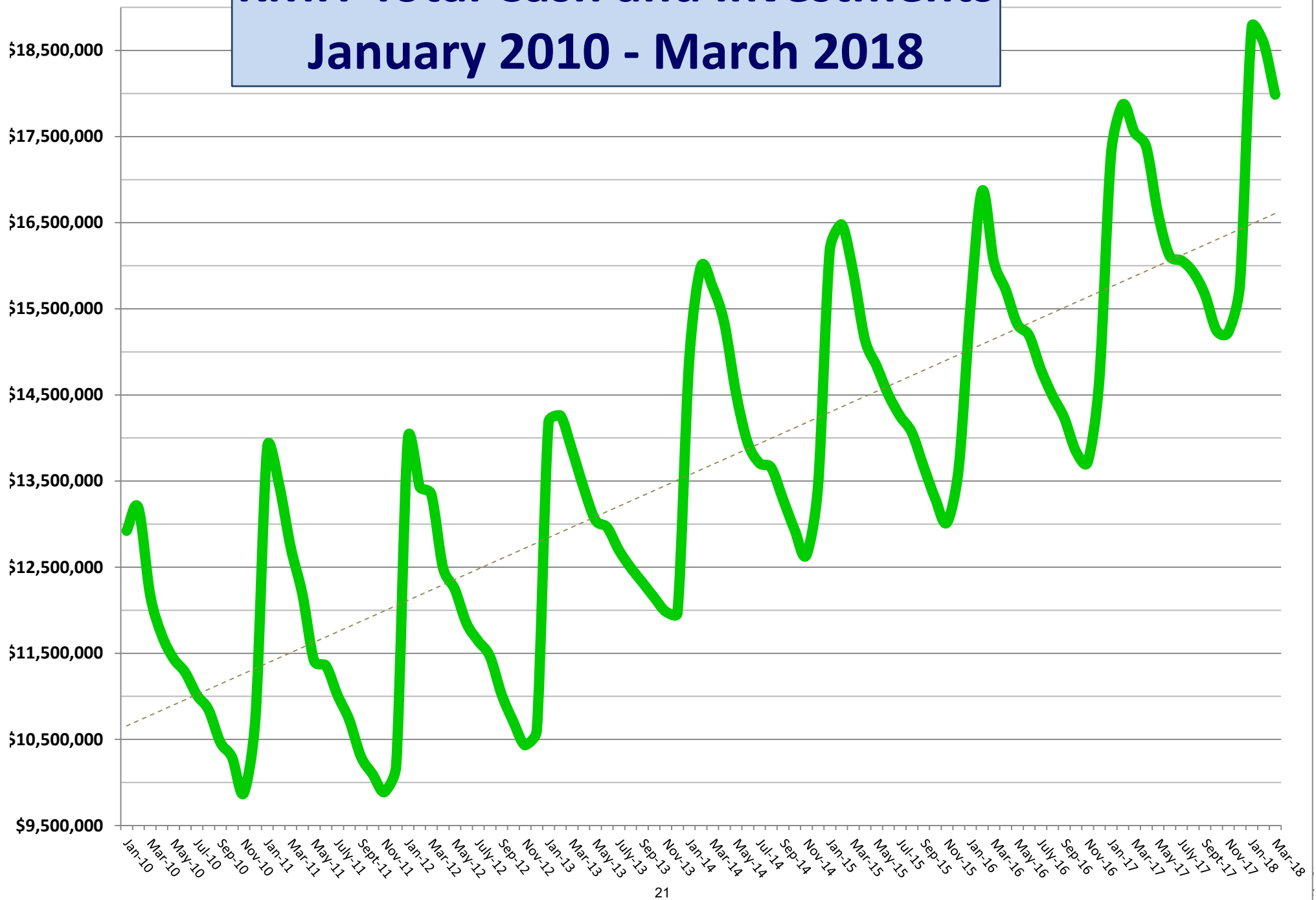
<b>KMIT Claims Fund</b>																								
Claims Account (CORnerstone)	333,513	953,807	654,244	598,584	574,353	566,173	372,993	539,135	2,566,118	3,609,069	3,356,821	2,765,303	1,909,755	884,370	647,100	252,911	681,320	866,691	988,013	792,603	1,070,206	3,588,666	2,452,059	2,227,550
Claims Checking Acc't (TRISTAR)	200,914	71,336	321,905	89,682	127,454	199,161	52,523	77,000	252,457	162,189	274,153	262,147	296,457	393,557	75,262	475,262	271,193	171,316	176,942	198,612	250,559	169,273	122,596	237,228
<b>Claims Checking</b>	<b>534,427</b>	<b>1,025,144</b>	<b>976,150</b>	<b>688,266</b>	<b>701,807</b>	<b>765,335</b>	<b>425,515</b>	<b>616,135</b>	<b>2,818,574</b>	<b>3,771,258</b>	<b>3,630,973</b>	<b>3,027,450</b>	<b>2,206,212</b>	<b>1,277,928</b>	<b>722,362</b>	<b>728,173</b>	<b>952,513</b>	<b>1,038,007</b>	<b>1,164,955</b>	<b>991,215</b>	<b>1,320,765</b>	<b>3,757,939</b>	<b>2,574,655</b>	<b>2,464,778</b>

<b>INVESTMENTS</b>																								
All Investments	14,430,000	13,684,000	13,684,000	13,684,000	13,435,000	13,186,000	13,186,000	12,883,596	11,433,000	12,818,000	13,168,000	13,662,000	14,650,000	15,292,000	15,292,000	15,292,000	14,880,000	14,605,000	14,029,000	14,027,920	14,026,823	13,778,823	15,286,800	15,042,978
<b>TOTAL CASH</b>	<b>15,723,422</b>	<b>15,324,105</b>	<b>15,190,878</b>	<b>14,800,429</b>	<b>14,491,609</b>	<b>14,235,302</b>	<b>13,845,595</b>	<b>13,719,428</b>	<b>14,682,522</b>	<b>17,297,520</b>	<b>17,875,199</b>	<b>17,549,448</b>	<b>17,381,774</b>	<b>16,613,093</b>	<b>16,189,841</b>	<b>16,061,929</b>	<b>15,926,893</b>	<b>15,668,978</b>	<b>15,424,345</b>	<b>15,227,943</b>	<b>15,790,604</b>	<b>16,773,979</b>	<b>18,595,792</b>	<b>17,987,710</b>
	4/30/16	5/31/16	6/30/16	7/31/16	8/31/16	9/30/16	10/31/16	11/30/16	12/31/16	1/31/17	2/28/17	3/31/17	4/30/17	5/31/17	6/30/17	7/31/17	8/31/17	9/30/17	10/31/17	11/30/17	12/31/17	1/31/18	2/28/18	3/31/18





# KMIT Total Cash and Investments January 2010 - March 2018



## CLAIM SUMMARY-SETTLEMENT REQUEST

**Employer:** City of Larned  
**Claim No.:** 18710922  
**Employee Age:** 49  
**AWW:** \$450.69  
**Attorneys:** Employee No  
**Adjuster:** Gene Miller

**Date of Injury:** 2/28/2018  
**Job Description:** Sanitation Dept  
**Updated:** 4/6/2018  
**TTD Rate:** \$300.46  
**Employer:** No

	Medical	Indemnity	Expense	Total
Reserves	\$35,000.00	\$13,800.00	\$6,000.00	\$54,800.00
Amount Paid	\$460.28	\$1,502.30	\$19.74	\$1,982.32
Outstanding	\$34,539.72	\$12,297.70	\$5,980.26	\$52,817.68

### **Accident Description/Nature of Injury:**

Claimant was stepping on to right rear corner of trash truck and pulling himself up with right hand when his foot slipped off step and he fell, jerking his right shoulder.

### **Investigation/Compensability**

His supervisor witnessed the accident and asked him if he was alright. They went back to shop, completed paperwork and then went to emergency room. Injury accepted as compensable.

### **Medical Management**

MRI revealed complete tear of rotator cuff and he was referred to shoulder specialist Dr. Fleske. Claimant admitted to having a heart attack 3 years ago and so must be cleared by his cardiologist prior to surgery being scheduled.

### **Periods of Disability**

3/1/2018 to present

### **Permanent Partial Impairment/Permanent Disability**

Reserves reflect 8% ppd to shoulder.

### **Subrogation/Other Issues**

No sources for subrogation or contribution.

### **Plan of Action:**

Follow up with Dr. Fleske for surgery date and make contact with claimant after each doctor's visit to ensure progress with his care. Strive for early return to work. When he is released from medical care, I will request a disability rating, obtain settlement authority if necessary, negotiate full/final settlement of all issues, obtain Division approval and close file.

## CLAIM SUMMARY

**Employer:** City of Fredonia  
**Claim No.:** 18712165  
**Employee Age:** 59  
**AWW:** NA  
**Attorneys:** Employee No  
**Adjuster:** Gene Miller

**Date of Injury:** 3/6/2018  
**Job Description:** Volunteer Fireman  
**Updated:** 4/6/2018  
**TTD Rate:** \$610.00  
**Employer:** No

	Medical	Indemnity	Expense	Total
Reserves	\$20,000.00	\$10,080.00	\$5,500.00	\$35,580.00
Amount Paid	\$100.00	\$0.00	\$4.50	\$104.50
Outstanding	\$19,900.00	\$10,080.00	\$5,995.50	\$35,475.50

### **Accident Description/Nature of Injury:**

Claimant was running to a fire call and when he went from sidewalk to street he landed with stiff right leg and injured his right knee.

### **Investigation/Compensability**

He was witnessed limping at the fire scene and reported the injury to the Fire Chief the next day. The injury is accepted as compensable.

### **Medical Management**

Conservative treatment failed and a MRI was done which revealed a torn meniscus. He has been referred orthopedic Dr. Do.

### **Periods of Disability**

He has not lost any time from his regular job but reserves reflect 6 weeks of TTD, if surgery is required.

### **Permanent Partial Impairment/Permanent Disability**

Reserves reflect 5% PPD to knee.

### **Subrogation/Other Issues**

No sources for subrogation. He admits being diagnosed as a child with Osgood-Schlatter disease, which occurs in children experiencing growth spurts during puberty when bones, muscles, tendons are changing rapidly.

### **Plan of Action**

Surgery is anticipated and I will follow up after doctor's appointment to keep abreast of his medical progress till he is released from care. I will strive for early return to work but since he works in the private sector it may be difficult. When he is released from medical care, I will request a disability rating, obtain settlement authority if necessary, negotiate a full/final settlement of all issues, obtain Division approval and close file.

## CLAIM SUMMARY

**Employer:** City of Halstead  
**Claim No.:** 18714294  
**Employee Age:** 56  
**AWW:** \$667.74  
**Attorneys:** Employee No  
**Adjuster:** Gene Miller

**Date of Injury:** 3/27/2018  
**Job Description:** Utility Maintenance  
**Updated:** 4/6/2018  
**TTD Rate:** \$445.29  
**Employer:** No

	Medical	Indemnity	Expense	Total
Reserves	\$75,000.00	\$43,900.00	\$16,500.00	\$135,400.00
Amount Paid	\$0.00	\$445.29	\$0.00	\$445.29
Outstanding	\$75,000.00	\$43,454.71	\$16,500.00	\$134,954.71

### **Accident Description/Nature of Injury:**

Claimant was unloading tree branches from back of truck and lost his balance and fell to the ground injuring his neck.

### **Investigation/Compensability**

He was alone at the time of the accident but drove himself to the fire station and reported the accident. The city did not question the accident as their ENT administered first aid and transported him to emergency room.

### **Medical Management**

CT scan revealed C6-7 facet chip fracture and fusion surgery with hardware was performed by Dr. Lothus at Wesley Medical Center. He was discharged 4/2/18 and remains off work.

### **Periods of Disability**

He has been off work since accident and I anticipate 12-16 weeks for recovery.

### **Permanent Partial Impairment/Permanent Disability**

File reserves reflect 20% BAW disability.

### **Subrogation/Other Issues**

No sources for subrogation or contribution.

### **Plan of Action:**

I will maintain contact with him after every doctor's appointment and strive for early return to work. When he is released from care, I will obtain a disability rating, obtain settlement authority, negotiate a full/final settlement of all issues, obtain Division approval and close file.

## **CLAIM SUMMARY**

**Employer:** City of Goodland  
**Claim No.:** 18716650  
**Employee Age:** 34  
**AWW:** \$1,398.24  
**Attorneys:** Employee No  
**Adjuster:** Gene Miller

**Date of Injury:** 4/13/2018  
**Job Description:** Fire Chief  
**Updated:** 4/17/2018  
**TTD Rate:** \$630.00  
**Employer:** No

	Medical	Indemnity	Expense	Total
Reserves	\$50,000.00	\$14,000.00	\$11,500.00	\$75,500.00
Amount Paid	\$0.00	\$0.00	\$0.00	\$0.00
Outstanding	\$50,000.00	\$14,000.00	\$11,500.00	\$75,500.00

### **Accident Description/Nature of Injury:**

Claimant was on a fire call at an apartment complex and trying to open a window to vent the smoke. He was pushing on the glass and the glass broke and he lacerated his right wrist.

### **Investigation/Compensability**

The accident was witnessed, medical treatment the same day and reported same day. The injury was accepted as compensable.

### **Medical Management**

He went the local emergency room and received treatment. They set him up to have his lacerated tendon repaired by Dr. Mordick in Denver on 4/16/18.

### **Periods of Disability**

Reserves reflect 2 weeks of TTD and the city has advised they will have modified duty for him when released to same.

### **Permanent Partial Impairment/Permanent Disability**

Reserves reflect 10% PPD to wrist.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

I will monitor his medical recovery by following up with him after every doctor's appointment. I will also strive for early return to work by advising doctor same is available. When he is released from medical care, I will obtain a disability rating, obtain settlement authority if above mine, negotiate a full/final settlement of all issues, obtain Division approval and close file.

## CLAIM SUMMARY- RESERVES

**Employer:** City of Fort Scott  
**Claim No.:** 17685275  
**Employee Age:** 31  
**AWW:** \$564.63  
**Attorneys:** Employee NA  
**Adjuster:** Gene Miller

**Date of Injury:** 8/21/17  
**Job Description:** Fireman  
**Updated:** 2/13/17  
**TTD Rate:** \$360.42  
**Employer:** NA

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$35,354.22</b>	<b>\$14,000.00</b>	<b>\$4,600.00</b>	<b>\$59,954.22</b>
<b>Amount Paid</b>	<b>\$14,742.74</b>	<b>\$3,243.78</b>	<b>\$336.86</b>	<b>\$18,323.38</b>
<b>Outstanding</b>	<b>\$20,611.18</b>	<b>\$10,756.22</b>	<b>\$4,263.14</b>	<b>\$35,630.84</b>

### **Accident Description/Nature of Injury:**

Claimant was in a training exercise and untwisting 5" fire hose. Hose was full of water and kinked. He bent over, picked up the hose and straightened the kink and felt pain in his low back and down his right leg.

### **Investigation/Compensability**

The accident was reported timely, several coworkers were present and he was in the course and scope of his job. He admitted to a prior lumbar surgery while he was in high school and this pre-existing condition was investigated as a possible defense. His past medical records were obtained along with recent lumbar MRI and prevailing factor question posed to our doctor and he replied the current herniation a result of the work injury.

### **Medical Management**

Dr. Grantham performed surgery on 12/13/17 for his L5-S1 herniated disc.

### **Periods of Disability**

12/13/17 to 2/13/18

### **Permanent Partial Impairment/Permanent Disability**

Reserves reflect 10% to the back.

### **Subrogation/Other Issues**

No source for subrogation. I will make sure the doctor separates out the disability from his previous back surgery.

### **Plan of Action:**

He is released to full duty effective 2/14/18 and I will monitor his care until released and at that time will request a disability rating. Upon receipt, I will obtain settlement authority, negotiate a full/final settlement of all issues, obtain Division approval and close file.

# Enacted Law Bulletin

**April 13, 2018**

**Topic:**

Kansas Enacts HB 2184 Regarding Workers Compensation Death Benefits

**Jurisdiction(s):**

Kansas

**Impact:**

Workers Compensation

**Effective Date:**

April 12, 2018

**Bill Number:**

KS HB 2184

**PCI Legislative Analyst:**

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## Overview

Kansas has enacted House Bill 2184 which concerns workers compensation death benefits for high school children over eighteen years of age. This bill was signed on April 12, 2018 and became effective the same day.

## Significant Provisions

House Bill 2184 provides for the following provisions in part:

- Increases the initial payment to the surviving legal spouse and/or a wholly dependent child from \$40,000 to \$60,000.
- Clarifies that benefits for a dependent child who turns 18 will cease unless the child is enrolled in high school, in which case the benefits will end on May 30 of the child's senior year of high school or until the child turns 19, whichever happens earlier.
- Increases the maximum benefit from \$18,500 to \$100,000. In cases where a deceased employee leaves behind persons who were partially dependent, the minimum benefit increases from \$2,500 to \$25,000, and the maximum benefit increases from \$18,500 to \$100,000.
- Increases the lump-sum benefit to heirs from \$25,000 to \$100,000. However, if the employer procured a life insurance policy in an amount not less than \$50,000, then the benefit paid to the heirs is reduced by the amount of the life insurance, up to \$100,000.
- The maximum amount paid by the employer for burial expenses increases from \$5,000 to \$10,000.
- Provides that when a court-appointed conservator is necessary, the maximum costs paid by an employer increases from \$1,000 to \$2,500.

## Effective Date

This bill became effective April 12, 2018.

## Attachment

This bill can be viewed as an attachment on the PCI website.

## Related Information

[KS H 2184.pdf](#)

For Guidelines concerning the use of this information, click [here](#).

If you do not wish to receive this type of information from PCI, click [here](#).


If you experience problems reading this email, you can access the page online by clicking [here](#).



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**2017 KS H 2184**

**Author:** Commerce, Labor and Economic Development  
**Version:** Enacted - Final  
**Version Date:** 04/12/2018

## Senate Substitute for HOUSE BILL No. 2184

AN ACT concerning workers compensation death benefits; initial payments; legal heirs; dependents; funeral expenses; conservatorship; adequacy and equivalency with respect to other benefit limits; high school children over 18 years of age; amending K.S.A. 2017 Supp. 44-510b  and repealing the existing section.

*Be it enacted by the Legislature of the State of Kansas:*

Section 1. K.S.A. 2017 Supp. 44-510b  is hereby amended to read as follows:

44-510b. Where death results from injury, compensation shall be paid as provided in K.S.A. 44-510h and 44-510i, and amendments thereto, and as follows:

(a) If an employee leaves any dependents wholly dependent upon the employee's earnings at the time of the accident or injury, all compensation benefits under this section shall be paid to ~~such the~~ dependent persons. There shall be an initial payment of ~~\$40,000~~ \$60,000 to the surviving legal spouse or a wholly dependent child or children or both. The initial payment shall not be subject to the 8% discount as provided in K.S.A. 44-531, and amendments thereto. The initial payment shall be immediately due and payable and apportioned 50% to the surviving legal spouse and 50% to the dependent children. Thereafter, ~~such the~~ dependents shall be paid weekly compensation, except as otherwise provided in this section, in a total sum to all ~~such the~~ dependents, equal to 66 ⅔ % of the average weekly wage of the employee at the time of the accident or injury, computed as provided in K.S.A. 44-511, and amendments thereto, but in no event shall ~~such the~~ weekly benefits exceed the maximum weekly benefits provided in K.S.A. 44-510c, and amendments thereto, nor be less than a minimum weekly benefit of the dollar amount nearest to 50% of the state's average weekly wage as determined pursuant to K.S.A. 44-511, and amendments thereto, subject to the following:

(1) If the employee leaves a surviving legal spouse or a wholly dependent child or children, or both, who are eligible for benefits under this section, then all death benefits shall be paid to ~~such the~~ surviving spouse or children, or both, and no benefits shall be paid to any other wholly or partially dependent persons.

(2) A surviving legal spouse shall be paid compensation benefits for life, except as otherwise provided in this section.

(3) Any wholly dependent child of the employee shall be paid compensation, except as otherwise provided in this section, until ~~such the~~ dependent child becomes 18 years of age, unless the child is enrolled in high school. In that event, compensation shall continue until May 30<sup>th</sup> of the child's senior year in high school or until the child becomes 19 years of age, whichever is earlier. A wholly dependent child of the employee shall be paid compensation, except as otherwise provided in this section, until ~~such the~~ dependent child becomes 23 years of age during any period of time that one of the following conditions is met:

(A) The wholly dependent child is not physically or mentally capable of earning wages in any type of substantial and gainful employment; or

(B) the wholly dependent child is a student enrolled full-time in an accredited institution of higher education or vocational education.

(4) If the employee leaves no legal spouse or dependent children eligible for benefits under this section but leaves other dependents wholly dependent upon the employee's earnings, ~~such the~~ other dependents shall receive weekly compensation benefits as provided in this subsection until death, remarriage or so long as ~~such the~~ other dependents do not receive more than 50% of their support from any other earnings or income or from any other source, except that the maximum benefits payable to all ~~such the~~ other dependents, regardless of the number of ~~such the~~ other dependents, shall not exceed a maximum amount of ~~\$18,500~~ \$100,000.

(b) Where the employee leaves a surviving legal spouse and dependent children who were wholly dependent upon the employee's earnings and are eligible for benefits under this section 50% of the maximum weekly benefits payable shall be apportioned to ~~such the~~ spouse and 50% to ~~such the~~ dependent children.

(c) If an employee does not leave any dependents who were wholly dependent upon the employee's earnings at the time of the injury but leaves dependents, other than a spouse or children, in part dependent on the employee's earnings, ~~such the~~ percentage of a sum equal to three times the employee's average yearly earnings but not exceeding ~~\$18,500~~ \$100,000 but not less than ~~\$2,500~~ \$25,000, as ~~such the~~ employee's average annual contributions which the employee made to the support of ~~such the~~ dependents during the two years preceding the date of the injury, bears to the employee's average yearly earnings during the contemporaneous two-year period, shall be paid in compensation to ~~such the~~ dependents, in weekly payments as provided in subsection (a), not to exceed ~~\$18,500~~ \$100,000 to all ~~such the~~ dependents.

(d) If an employee does not leave any dependents, either wholly or partially dependent upon the employee, a lump-sum payment of ~~\$25,000~~ \$100,000 shall be made to the legal heirs of ~~such the~~ employee in accordance with Kansas law. If the employer procured a life insurance policy with beneficiaries designated by the employee and in an amount not less than \$50,000, then the amount paid to the legal heirs under this section shall be reduced by the amount of the life insurance policy up to a maximum deduction of \$100,000. However under no circumstances shall ~~such the~~ payment escheat to the state. ~~Notwithstanding the provisions of this subsection, no such payment shall be required if the employer has procured a life insurance policy, with beneficiaries designated by the employee, providing coverage in an amount not less than \$18,500.~~

(e) The administrative law judge, except as otherwise provided in this section, shall have the power and authority to apportion and reapportion the compensation allowed under this section, either to wholly dependent persons or partially dependent persons, in accordance with the degree of dependency as of the date of the injury, except that the weekly payment of compensation to any and all dependents shall not exceed the maximum nor be less than the minimum weekly benefits provided in subsection (a).

(f) In all cases of death compensable under this section, the employer shall pay the reasonable expense of burial not exceeding ~~\$5,000~~ \$10,000. Where required, the employer shall pay the costs of a court-appointed conservator not to exceed ~~\$1,000~~ \$2,500.

(g) The marriage or death of any dependent shall terminate all compensation, under this section, to ~~such the~~ dependent except the marriage of the surviving legal spouse shall not terminate benefits to ~~such the~~ spouse. Upon the death of the surviving legal spouse or the marriage or death of a dependent child, the compensation payable to ~~such the~~ spouse or child shall be reapportioned to those, among the surviving legal spouse and dependent children, who remain eligible to receive compensation under this section.

(h) Notwithstanding any other provision in this section to the contrary, the maximum amount of compensation benefits payable under this section, including the initial payment in subsection (a) to any and all dependents by the employer shall not exceed a total amount of \$300,000 and when ~~such the~~ total amount has been paid the liability of the employer for any further compensation under this section to dependents, other than minor children of the employee, shall cease except that the payment of compensation under this section to any minor child of the employee shall continue for the period of the child's minority at the weekly rate in effect when the employer's liability is otherwise terminated under this subsection and shall not be subject to termination under this subsection until ~~such the~~ child becomes 18 years of age.

(i) Persons receiving benefits under this section shall submit an annual statement to the insurance carrier, self-insured employer or group-funded workers compensation pool paying the benefits, in ~~such the~~ form and containing ~~such the~~ information relating to eligibility for compensation under this section as may be required by rules and regulations of the director. If the person receiving benefits under this section is a surviving spouse or a dependent child who has reached the age of majority, ~~such the~~ person shall personally submit an annual statement. If the person receiving benefits under this section is a dependent child subject to a conservator, the conservator of ~~such the~~ child shall submit the annual statement. If ~~such the~~ person fails to submit an annual statement, the payer of benefits may notify the director of ~~such the~~ failure and the director shall notify the person of the failure by certified mail with return receipt. If ~~such the~~ person fails to submit the annual statement or fails to reasonably provide the required information within 30 days after receipt of the notice from the director, all compensation benefits paid under this section to ~~such the~~ person shall be suspended until the annual statement is submitted in proper form to the payer of benefits.

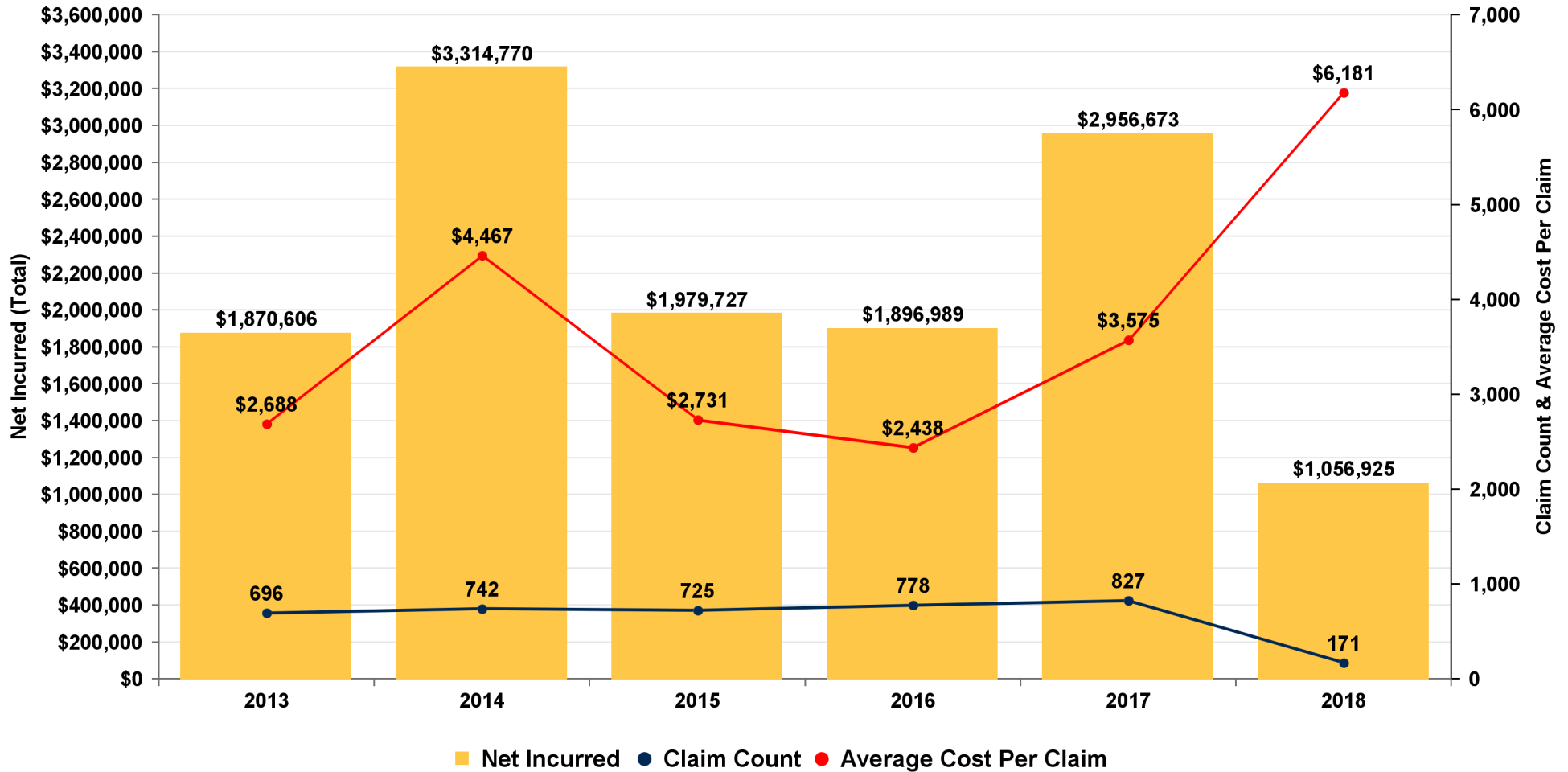
Sec. 2. K.S.A. 2017 Supp. 44-510b is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.

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**KMIT Loss Control: Claim Trend Analysis**  
**Accident Date Range: 1/1/2013 to 3/31/2018**  
**Valued As Of 3/31/2018**

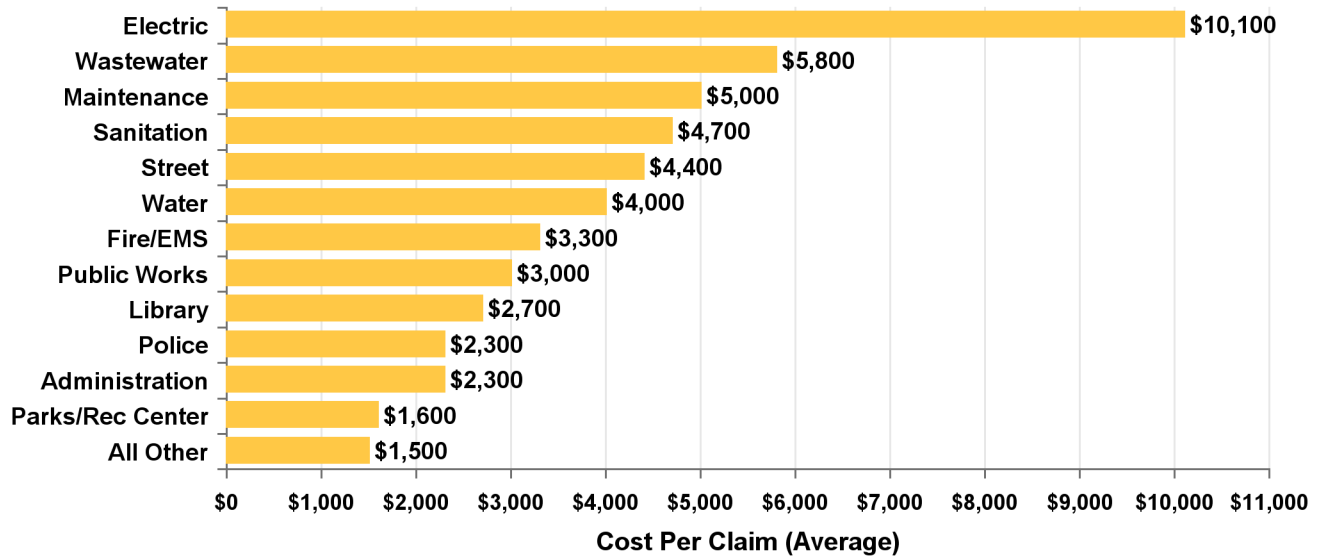
**Severity & Frequency By Year**



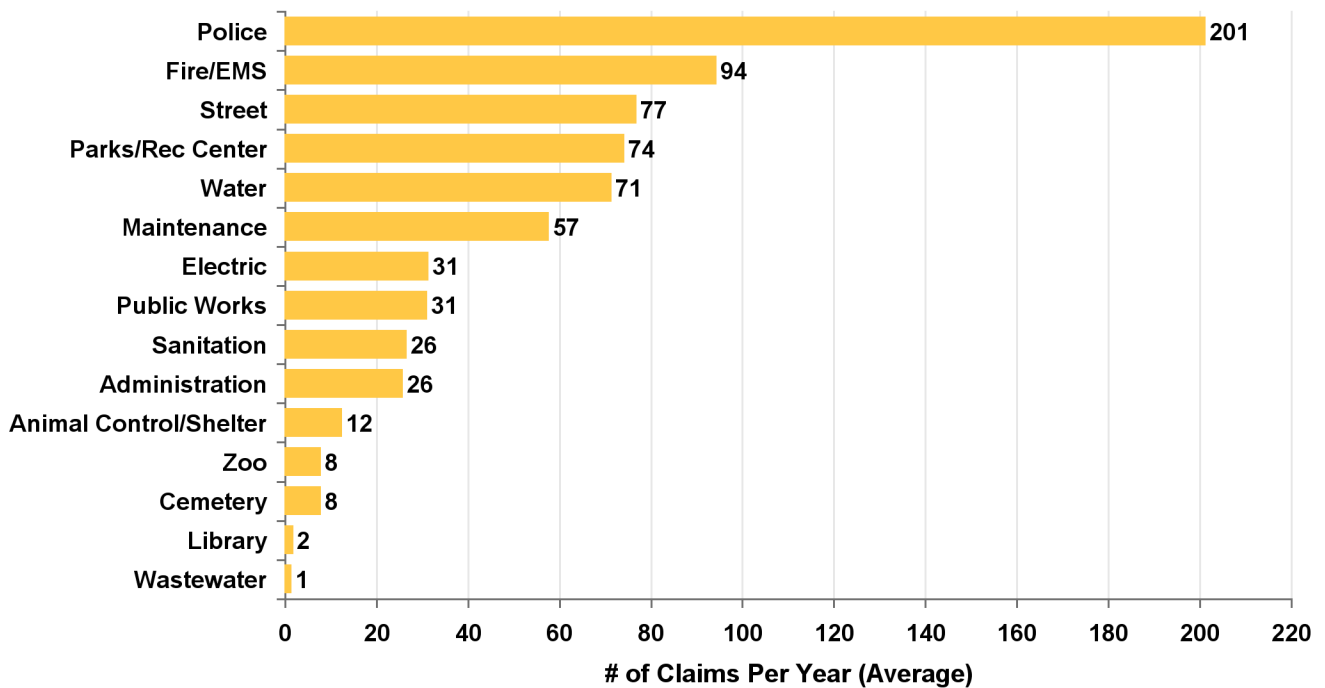
# KMIT Loss Control: Claim Trend Analysis

Accident Date Range: 1/1/2013 to 3/31/2018  
Valued As Of 3/31/2018

## Average Severity Per Claim By Department



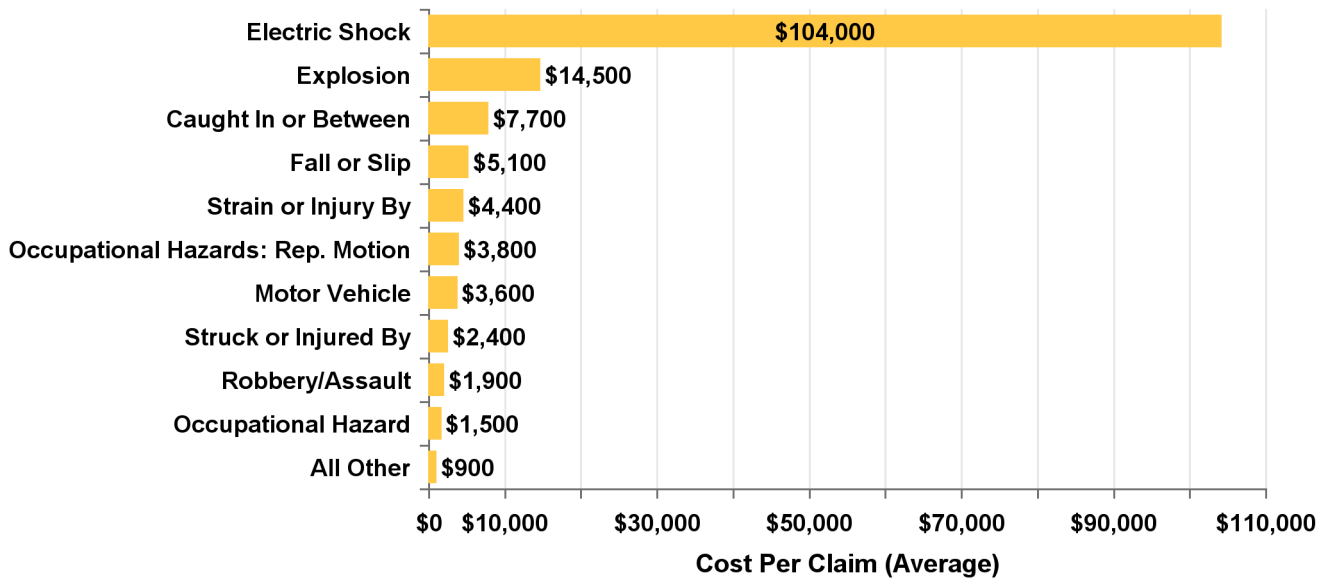
## Average Frequency Per Year By Department



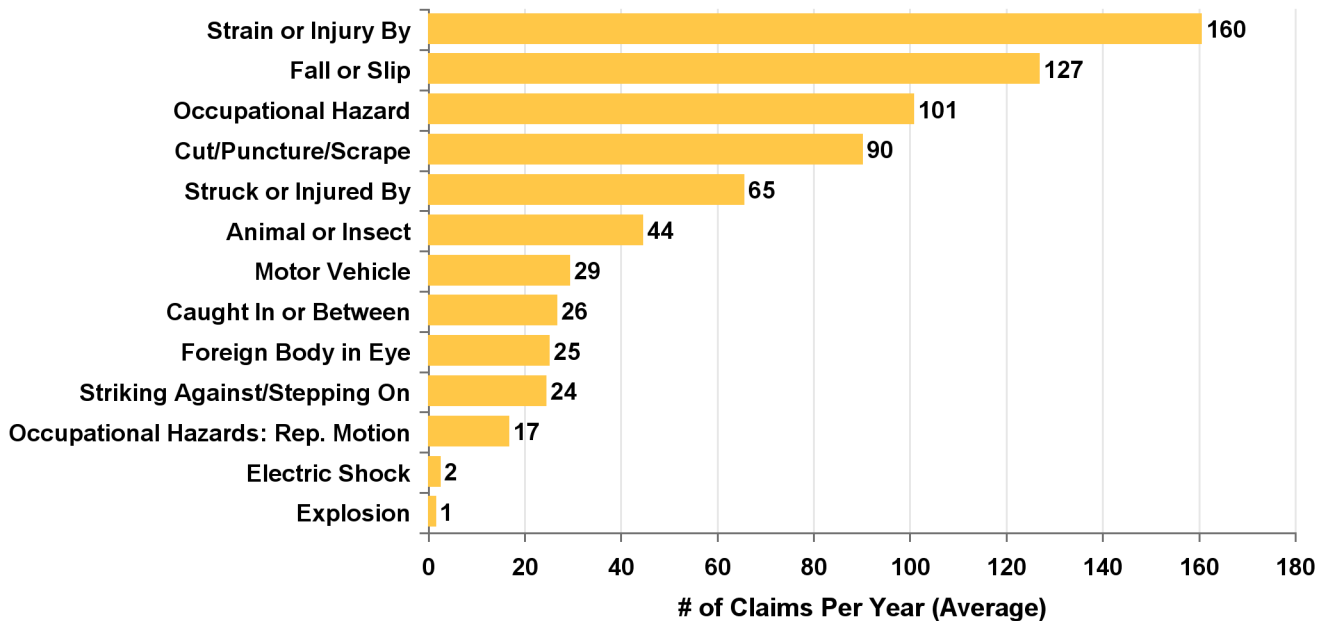
# KMIT Loss Control: Claim Trend Analysis

Accident Date Range: 1/1/2013 to 3/31/2018  
Valued As Of 3/31/2018

## Average Severity Per Claim By Accident Type



## Average Frequency Per Year By Accident Type



# KMIT

## Portfolio Review

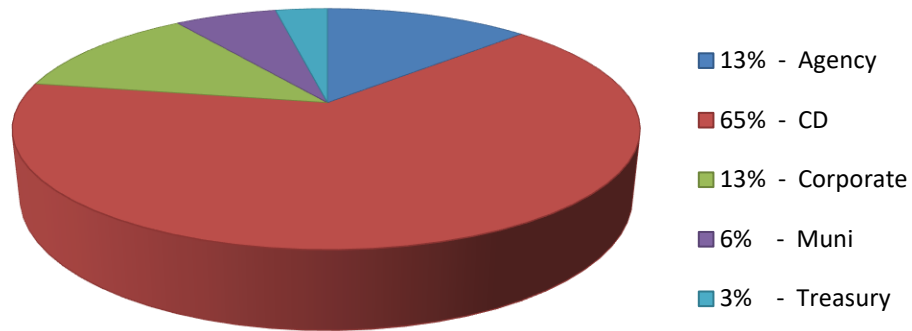
### March 31, 2018



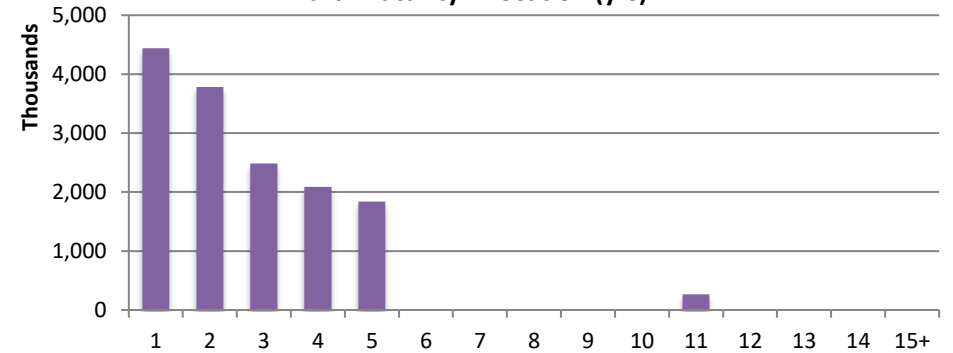
The information contained herein is based upon sources considered reliable, but is not represented to be complete and its accuracy is not guaranteed. The opinions expressed herein reflect that of the author at this date and are subject to change without notice and are not a complete analysis of every material fact respecting any company, industry, or security. The Capital Markets Group (CMG) of Commerce Bank does not act as a 'municipal advisor' within the meaning of Section 15B of the Securities Exchange Act, and does not act in a fiduciary capacity.

Investments in Securities are NOT FDIC Insured, NOT Bank-Guaranteed, and May Lose Value. Prices and/or yields are subject to change and investments are subject to availability. The Commerce Bank does not provide tax advice; please refer to your tax professional. Past performance is not indicative of future results.

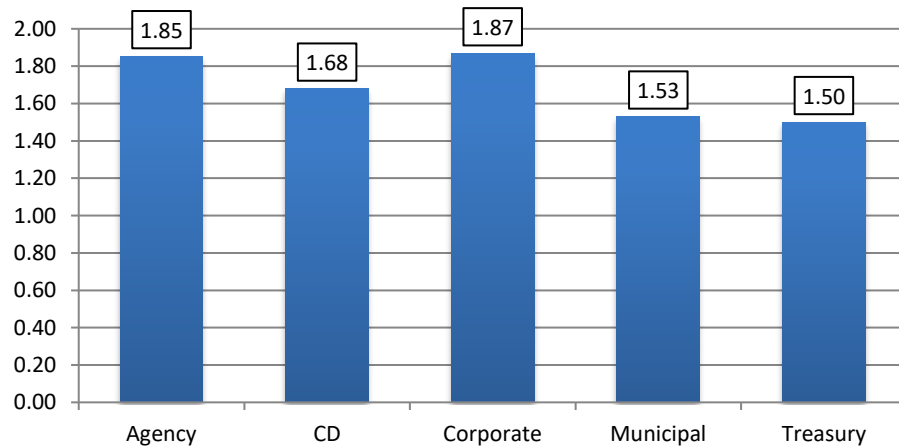
Sector Distribution by Market Value



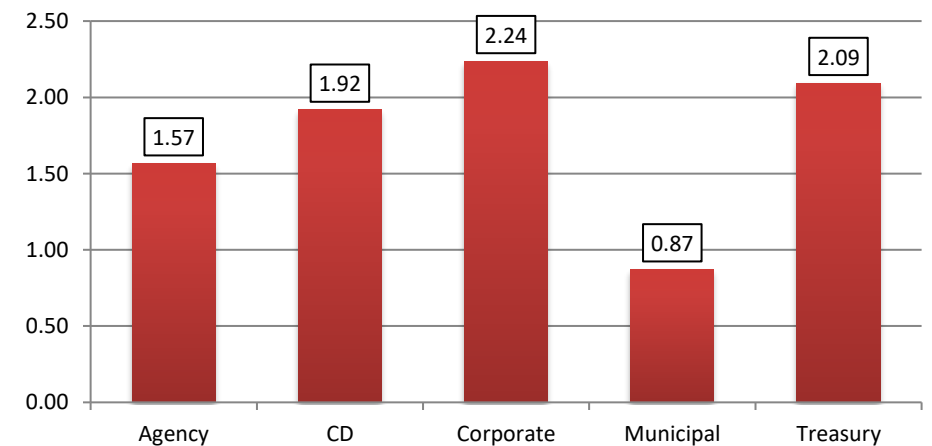
Hard Maturity Allocation (yrs)



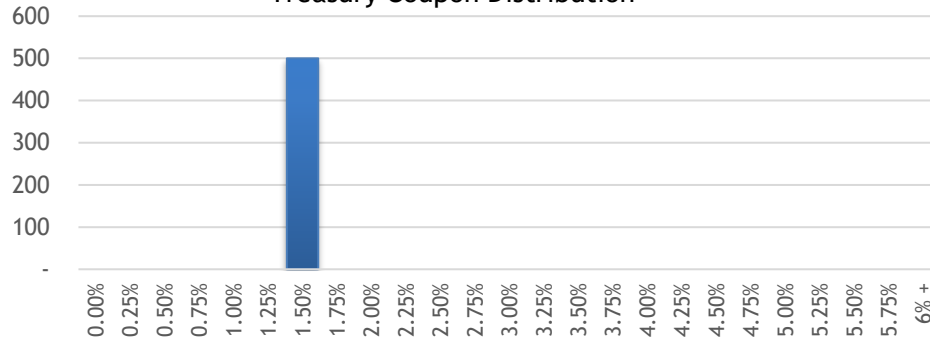
Yield By Sector



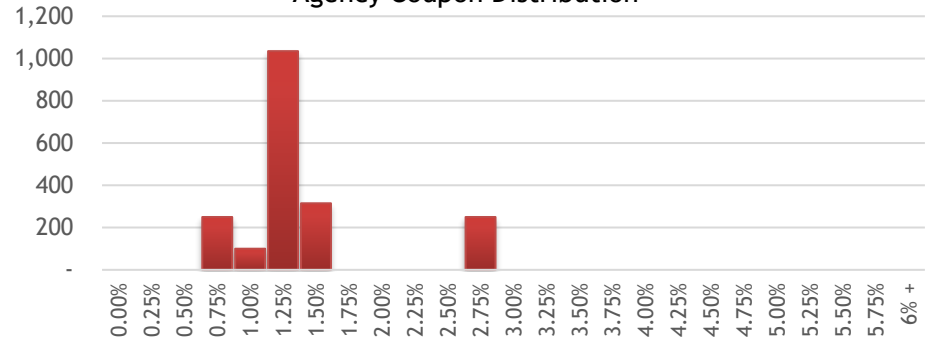
Duration By Sector



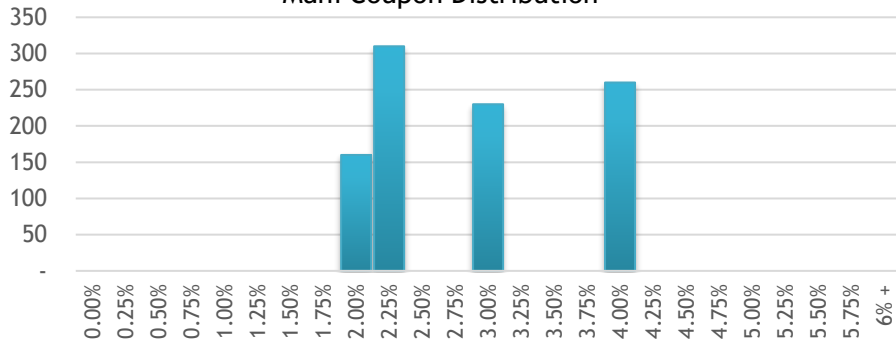
Treasury Coupon Distribution



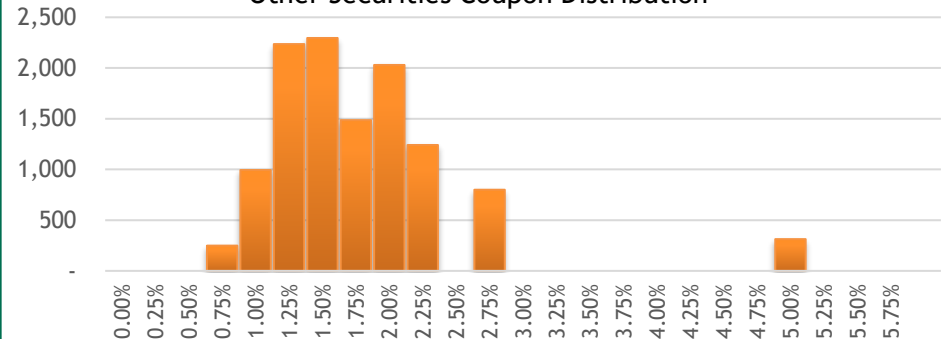
Agency Coupon Distribution



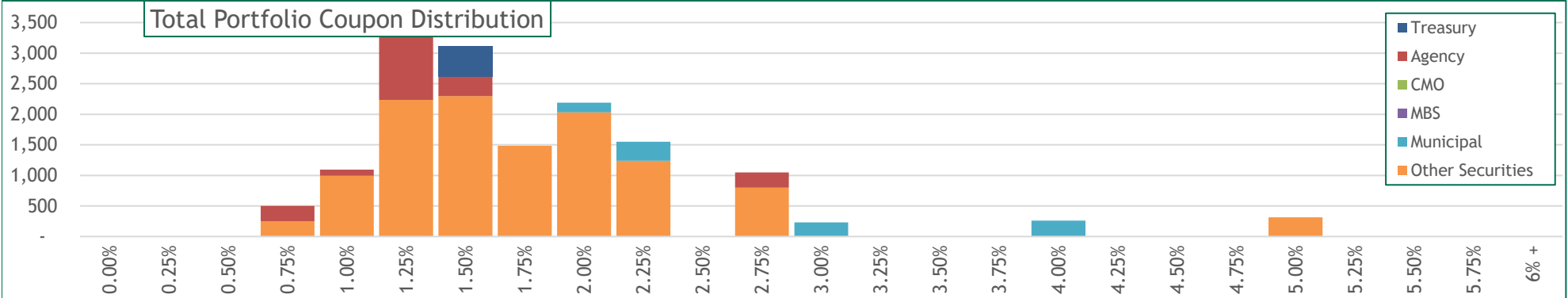
Muni Coupon Distribution



Other Securities Coupon Distribution

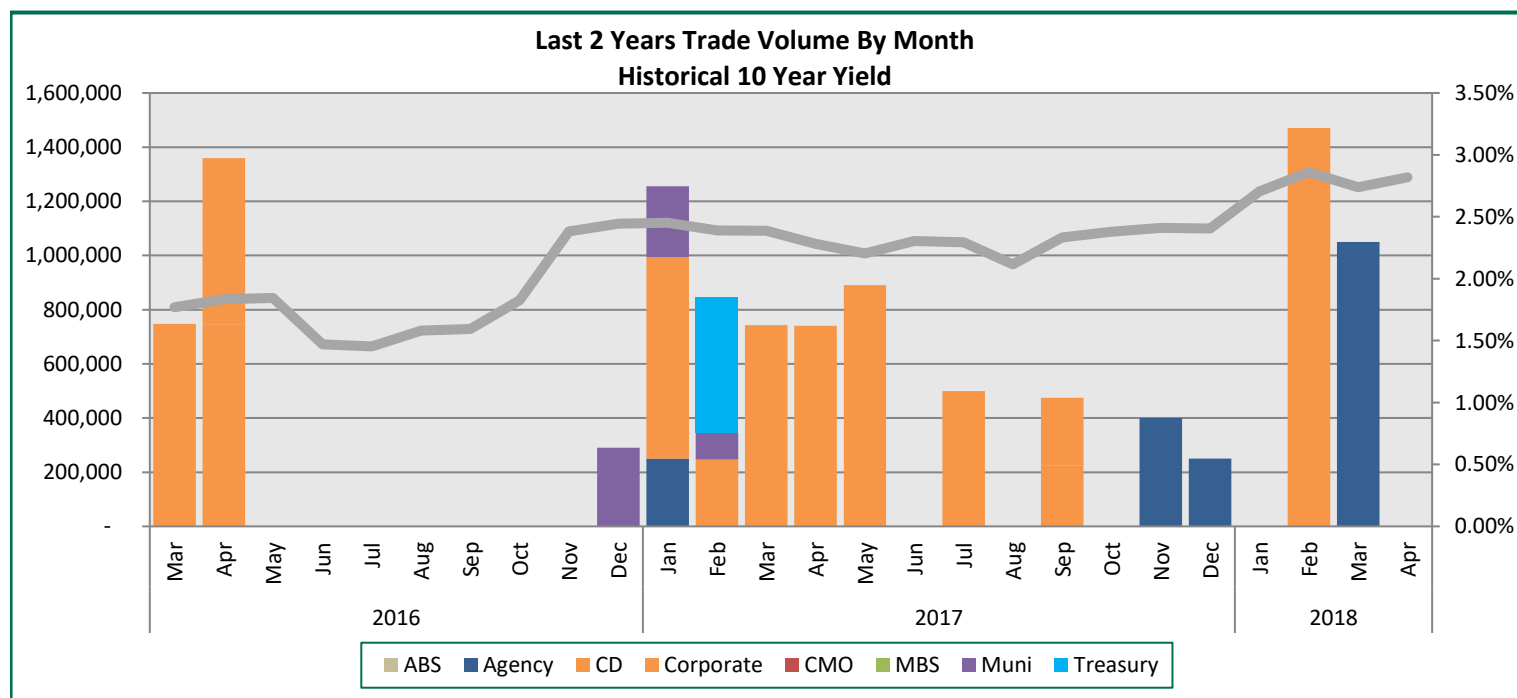


Total Portfolio Coupon Distribution





Last 10 Trades Description	Cusip	Purchase Date	Maturity	Call Date	Amount	Purchase Price	Book Yield	Effective Duration
FHLMC 1 1/4 10/02/19 1.5yr Bullet - Agency	3137EADM8	3/1/2018	10/2/2019		100,000	98.750	2.055	1.465
FFCB 1 3/8 09/12/19 1.4yr Bullet - Agency	3133EHYJ6	3/1/2018	9/12/2019		535,000	98.988	2.050	1.409
FFCB 1.6 04/06/20 2yr Bullet - Agency	3133EHEZ2	3/1/2018	4/6/2020		185,000	98.877	2.150	1.957
FFCB 1 1/2 04/01/20 2yr Bullet - Agency	3133ECKE3	3/1/2018	4/1/2020		130,000	98.682	2.150	1.944
FHLB 1.15 11/15/19 1.6yr Bullet - Agency	3130A8VB6	3/1/2018	11/15/2019		100,000	98.434	2.090	1.580
Fannin Bank 0.5yr 1.6% - Brokered CD	30711LAE0	2/14/2018	8/14/2018		245,000	100.000	1.600	0.359
Citibank Na 0.5yr 1.65% - Brokered CD	17312QH28	2/9/2018	8/9/2018		245,000	100.000	1.650	0.345
Jonesboro St Bk 0.41yr 1.5% - Brokered CD	48040PCV5	2/8/2018	7/9/2018		245,000	100.000	1.500	0.260
Citizens Bank Na 0.33yr 1.55% - Brokered CD	75524KJV7	2/7/2018	6/7/2018		245,000	100.000	1.550	0.173
Citizens Bk Penn 0.33yr 1.55% - Brokered CD	17417QEU3	2/7/2018	6/7/2018		245,000	100.000	1.550	0.173



\*All cash flow chart numbers are listed in thousands (000s).

#### Portfolio Statistics

Total PAR	15,055,000
Wtd. Avg Coupon	1.891
Wtd. Avg Eff. Duration	1.851
Wtd. Avg Maturity	5/16/2020

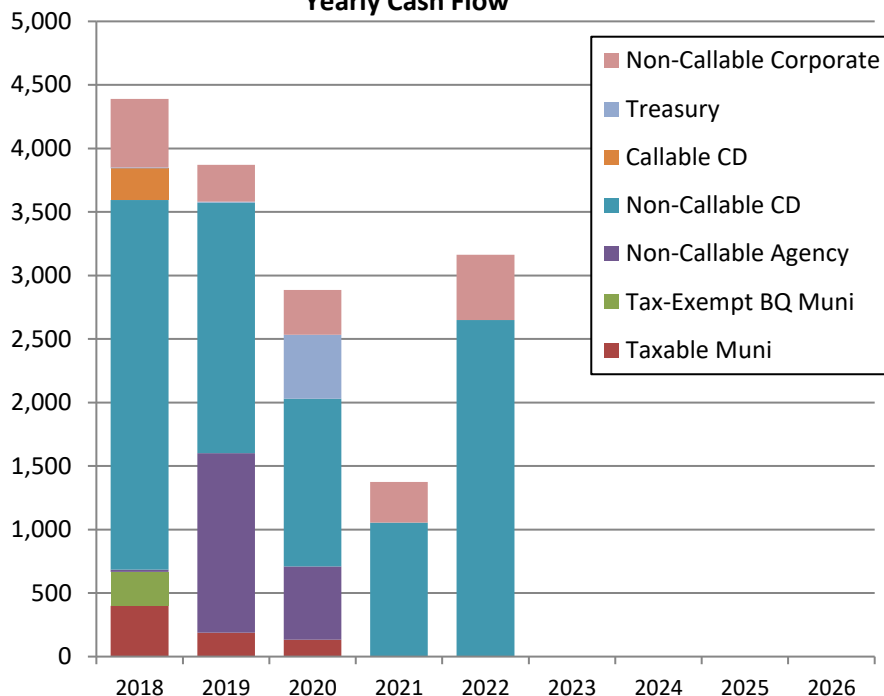
#### Security Type

	PAR	% Total
Agency	1,950,000	12.95%
CD	9,782,000	64.98%
Corporate	1,863,000	12.37%
Muni	960,000	6.38%
Treasury	500,000	3.32%

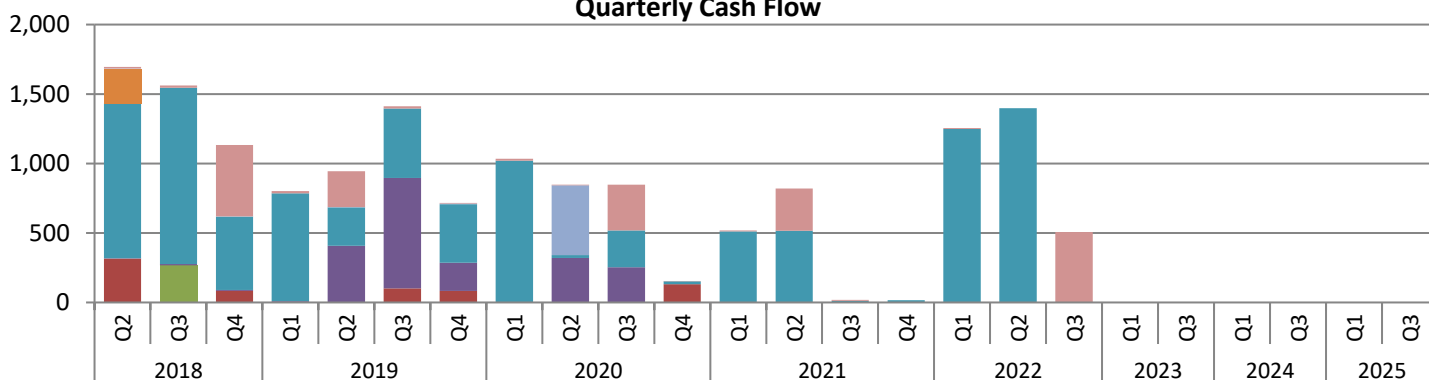
#### Structure Type

	PAR	% Total
Callable CD	247,000	1.64%
Non-Callable Agency	1,950,000	12.95%
Non-Callable CD	9,535,000	63.33%
Non-Callable Corporate	1,863,000	12.37%
Taxable Muni	700,000	4.65%
Tax-Exempt BQ Muni	260,000	1.73%
Treasury	500,000	3.32%

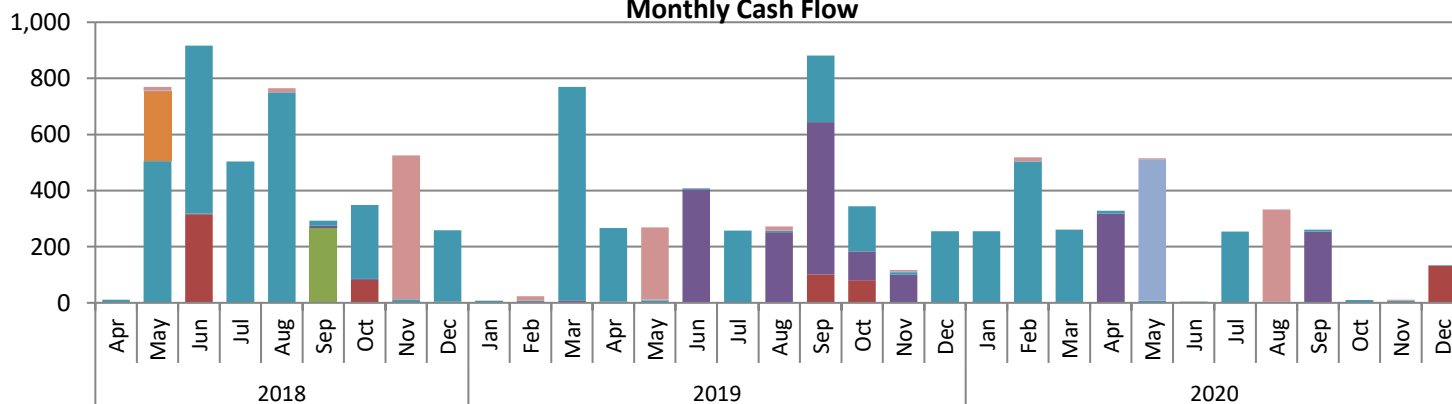
#### Yearly Cash Flow



#### Quarterly Cash Flow



#### Monthly Cash Flow



							Full Call	Partial Call	Prerefunded		
Cash Flow Date	Structure Type	PAR (M)	Bond Structure	Coupon	Maturity	Next Call Date	Call Type	Market Price	Cusip	Issuer	
5/9/2018	Non-Callable CD	245,000	0.1yr Bullet	1.3500	5/9/2018		Bullet	100.000	06279KER3	Bank Of India Ny	
5/12/2018	Callable CD	247,000	2.1yr-NC-1Month	1.2000	5/12/2020	5/12/2018	Bullet	100.000	40434YHT7	Hsbc Bank Usa Na	
5/21/2018	Non-Callable CD	249,000	0.1yr Bullet	0.9500	5/21/2018		Bullet	99.879	925351BJ2	Verus Bank Of Commerce	
6/1/2018	Taxable Muni	310,000	0.1yr-NC-2Month	2.3000	12/1/2018	6/1/2018	Anytime	99.923	970013EA2	Williamson Jackson Etc Cntys I	
6/7/2018	Non-Callable CD	245,000	0.2yr Bullet	1.5500	6/7/2018		Bullet	100.000	17417QEU3	Citizens Bank Of Penn	
6/7/2018	Non-Callable CD	245,000	0.2yr Bullet	1.5500	6/7/2018		Bullet	100.000	75524KJV7	Citizens Bank Na/Ri	
6/25/2018	Non-Callable CD	100,000	0.2yr Bullet	1.5500	6/25/2018		Bullet	99.868	140420SM3	Capital One Bank Usa Na	
7/9/2018	Non-Callable CD	245,000	0.2yr Bullet	1.5000	7/9/2018		Bullet	100.000	48040PCV5	Jonesboro St Bank	
7/16/2018	Non-Callable CD	248,000	0.3yr Bullet	1.4500	7/16/2018		Bullet	100.000	02006LXL2	Ally Bank	
8/9/2018	Non-Callable CD	245,000	0.3yr Bullet	1.6500	8/9/2018		Bullet	100.000	17312QH28	Citibank Na	
8/14/2018	Non-Callable CD	245,000	0.3yr Bullet	1.6000	8/14/2018		Bullet	100.000	307111AE0	Fannin Bank	
8/27/2018	Non-Callable CD	247,000	0.4yr Bullet	1.8000	8/27/2018		Bullet	99.858	795450SR7	Sallie Mae Bank/Salt Lke	
9/1/2018	Tax-Exempt BQ Muni	260,000	0.4yr-NC-5Month	4.2000	9/1/2028	9/1/2018	Anytime	101.007	467072AV6	Jackson Cnty Ks Unif Sch Dist	
10/1/2018	Taxable Muni	80,000	0.5yr Bullet	2.0000	10/1/2018		Bullet	99.910	365591WC6	Gardner Ks	
10/15/2018	Non-Callable CD	247,000	0.5yr Bullet	1.6000	10/15/2018		Bullet	100.000	14042RAV3	Capital One Na	
11/27/2018	Non-Callable Corporate	500,000	0.6yr Bullet	2.3750	11/27/2018		Bullet	100.216	00206RCA8	At&T Inc	
12/3/2018	Non-Callable CD	250,000	0.7yr Bullet	1.4500	12/3/2018		Bullet	100.000	9497482W6	Wells Fargo Bank Na	
3/11/2019	Non-Callable CD	249,000	0.9yr Bullet	1.1000	3/11/2019		Bullet	98.944	08173QBMT	Beneficial Bank	
3/21/2019	Non-Callable CD	247,000	0.9yr Bullet	1.9500	3/21/2019		Bullet	99.729	36830KHP3	Synchrony Bank	
3/26/2019	Non-Callable CD	247,000	1yr Bullet	1.9500	3/26/2019		Bullet	99.653	38147JWH1	Goldman Sachs Bank Usa	
4/15/2019	Non-Callable CD	248,000	1yr Bullet	1.1500	4/15/2019		Bullet	100.000	94768NKM5	Webster Bank Na	
5/24/2019	Non-Callable Corporate	250,000	1.1yr Bullet	1.7500	5/24/2019		Bullet	98.945	94988J5D5	Wells Fargo Bank Na	
6/19/2019	Non-Callable Agency	400,000	1.2yr Bullet	1.3750	6/19/2019		Bullet	98.921	3133EHZF3	Federal Farm Credit Bank	
7/16/2019	Non-Callable CD	250,000	1.3yr Bullet	1.2000	7/16/2019		Bullet	98.540	204161AE3	Communitybank Texas Na	
8/2/2019	Non-Callable Agency	250,000	1.3yr Bullet	0.8750	8/2/2019		Bullet	98.186	3135GON33	Fannie Mae	
9/1/2019	Taxable Muni	100,000	3.4yr-NC-17Month	3.1500	9/1/2021	9/1/2019	Anytime	100.808	522364W38	Leawood Ks	
9/12/2019	Non-Callable Agency	535,000	1.4yr Bullet	1.3750	9/12/2019		Bullet	98.589	3133EHYJ6	Federal Farm Credit Bank	
9/27/2019	Non-Callable CD	225,000	1.5yr Bullet	1.7000	9/27/2019		Bullet	100.000	254673DH6	Discover Bank	
10/1/2019	Taxable Muni	80,000	1.5yr Bullet	2.0000	10/1/2019		Bullet	99.330	365591WD4	Gardner Ks	
10/2/2019	Non-Callable Agency	100,000	1.5yr Bullet	1.2500	10/2/2019		Bullet	98.487	3137EADM8	Freddie Mac	
10/28/2019	Non-Callable CD	147,000	1.6yr Bullet	2.0000	10/28/2019		Bullet	100.000	140420XC9	Capital One Bank Usa Na	
11/15/2019	Non-Callable Agency	100,000	1.6yr Bullet	1.1500	11/15/2019		Onetime	98.059	3130A8VB6	Federal Home Loan Bank	
12/2/2019	Non-Callable CD	250,000	1.6yr Bullet	1.5000	12/2/2019		Bullet	100.000	55266CP59	Mb Financial Bank Na	
1/22/2020	Non-Callable CD	248,000	1.8yr Bullet	1.4500	1/22/2020		Bullet	100.000	549103SV2	Luana Savings Bank	
2/10/2020	Non-Callable CD	249,000	1.8yr Bullet	1.4000	2/10/2020		Bullet	98.022	12325EHB1	Business Bk Of St. Louis	
2/19/2020	Non-Callable CD	249,000	1.9yr Bullet	1.4000	2/19/2020		Bullet	97.935	20364ABF1	Community Finl Svcs Bank	
3/26/2020	Non-Callable CD	248,000	2yr Bullet	1.8000	3/26/2020		Bullet	98.522	88413QBD9	Third Fed Sav&Ln Clevlnd	
4/1/2020	Non-Callable Agency	130,000	2yr Bullet	1.5000	4/1/2020		Bullet	98.119	3133ECKE3	Federal Farm Credit Bank	
4/6/2020	Non-Callable Agency	185,000	2yr Bullet	1.6000	4/6/2020		Bullet	98.362	3133EHEZ2	Federal Farm Credit Bank	
5/31/2020	Treasury	500,000	2.2yr Bullet	1.5000	5/31/2020		Bullet	98.183	912828XE5	Us Treasury N/B	
7/13/2020	Non-Callable CD	249,000	2.3yr Bullet	1.6500	7/13/2020		Bullet	100.000	51210SMC8	Lakeside Bank	
8/12/2020	Non-Callable Corporate	313,000	2.3yr Bullet	5.2000	8/12/2020		Bullet	105.679	717081DR1	Pfizer Inc	
9/11/2020	Non-Callable Agency	250,000	2.4yr Bullet	2.8750	9/11/2020		Bullet	100.943	313370U55	Federal Home Loan Bank	
12/1/2020	Taxable Muni	130,000	2.6yr Bullet	3.0000	12/1/2020		Bullet	99.477	215615EJ0	Cook Cnty Il High Sch Dist #21	
1/20/2021	Non-Callable CD	247,000	2.8yr Bullet	1.9500	1/20/2021		Bullet	100.000	05580AFZ2	Bmw Bank North America	
3/24/2021	Non-Callable CD	249,000	3yr Bullet	1.4000	3/24/2021		Bullet	96.065	29367RHQ2	Enterprise Bank/Pa	
4/6/2021	Non-Callable CD	249,000	3yr Bullet	1.4000	4/6/2021		Bullet	96.118	32110YGX7	First Natl Bk Of America	
4/8/2021	Non-Callable CD	249,000	3yr Bullet	1.4000	4/8/2021		Bullet	96.097	108622EV9	Bridgewater Bk Bloom Mn	
5/17/2021	Non-Callable Corporate	300,000	3.1yr Bullet	2.7500	5/17/2021		Bullet	99.340	89236TBJ3	Toyota Motor Credit Corp	
1/13/2022	Non-Callable CD	249,000	3.8yr Bullet	2.0500	1/13/2022		Bullet	100.000	857894SK6	Stearns Bank Na	
2/17/2022	Non-Callable CD	247,000	3.9yr Bullet	2.1500	2/17/2022		Bullet	100.000	06251AP53	Bank Hapoalim Bm Ny	
2/28/2022	Non-Callable CD	249,000	3.9yr Bullet	2.0000	2/28/2022		Bullet	100.000	2626N5F0	Enerbank Usa	
3/1/2022	Non-Callable CD	247,000	3.9yr Bullet	2.0500	3/1/2022		Bullet	100.000	90984P5A9	United Community Bank	
3/21/2022	Non-Callable CD	247,000	3.9yr Bullet	2.1500	3/21/2022		Bullet	100.000	080515BV0	Belmont Savings Bank	
4/1/2022	Non-Callable CD	247,000	4yr Bullet	2.0000	4/1/2022		Bullet	100.000	98878BQS0	Zb Na	
4/5/2022	Non-Callable CD	247,000	4yr Bullet	2.4500	4/5/2022		Bullet	100.000	02587DN38	American Expr Centurion	
4/14/2022	Non-Callable CD	247,000	4yr Bullet	2.2500	4/14/2022		Bullet	100.000	29976D2Q2	Everbank/Jacksonville Fl	
5/3/2022	Non-Callable CD	247,000	4.1yr Bullet	2.3500	5/3/2022		Bullet	100.000	02587CEM8	American Express Bk Fsb	
5/5/2022	Non-Callable CD	247,000	4.1yr Bullet	2.0000	5/5/2022		Bullet	100.000	74267GVX2	Cibc Bank Usa	
5/23/2022	Non-Callable CD	150,000	4.1yr Bullet	2.0000	5/23/2022		Bullet	100.000	20070PAJ6	Commerce State Bank	
8/9/2022	Non-Callable Corporate	500,000	4.3yr Bullet	2.8500	8/9/2022		Bullet	97.692	02209SAN3	Altria Group Inc	





4/6/18

# KMIT Investments, 2017-2022

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Remaining Total	#
2017									\$ 750 re-invested	\$ 576 cashd out	\$ 400 re-invested	\$ 248 cashd out	\$ -	0
2018	\$ 248 cashd out	\$ 1,000 cashd out	\$ 248 cashd out	\$ -	\$ 741 5/9+5/12+5/21	\$ 590 6/7+6/7+6/25	\$ 493 7/9+7/16	\$ 737 8/9+8/14+8/27	\$ 260 9/1	\$ 327 10/1+10/15	\$ 500 11/27	\$ 560 12/1+12/3	\$ 4,208,000	17
2019	\$ -	\$ -	\$ 743 3/11+3/21+3/26	\$ 248 4/15	\$ 250 5/24	\$ 400 6/19	\$ 250 7/16	\$ 248 8/2	\$ 760 9/12 + 9/27	\$ 327 10/1+10/2+10/28	\$ 100 11/15	\$ 250 12/2	\$ 3,576,000	15
2020	\$ 248 1/22	\$ 498 2/10+2/19	\$ 248 3/26	\$ 315 4/1+4/6	\$ 747 5/12+5/31	\$ - OK	\$ 249 7/13	\$ 313 8/12	\$ 250 9/11	\$ -	\$ -	\$ 130 12/1	\$ 2,998,000	12
2021	\$ 247 1/20	\$ -	\$ 249 3/24	\$ 498 4/6+4/8	\$ 300 5/17	\$ -	\$ -	\$ -	\$ 100 9/1	\$ -	\$ -		\$ 1,394,000	6
2022	\$ 249 1/13	\$ 496 2/17+2/28	\$ 247 3/1	\$ 741 4/1+4/5+4/14	\$ 644 5/3+5/5+5/23	\$ -	\$ -	\$ 500 8/9	\$ -	\$ -	\$ -		\$ 2,877,000	11
2023													\$ -	
2024													\$ -	
9/15/17	NONE	NONE										NONE	\$ 15,053,000	61
4/7/18														#

monthly numbers are shown in 1,000s



# KMIT Investments, 2017-2028

as of 9/15/17

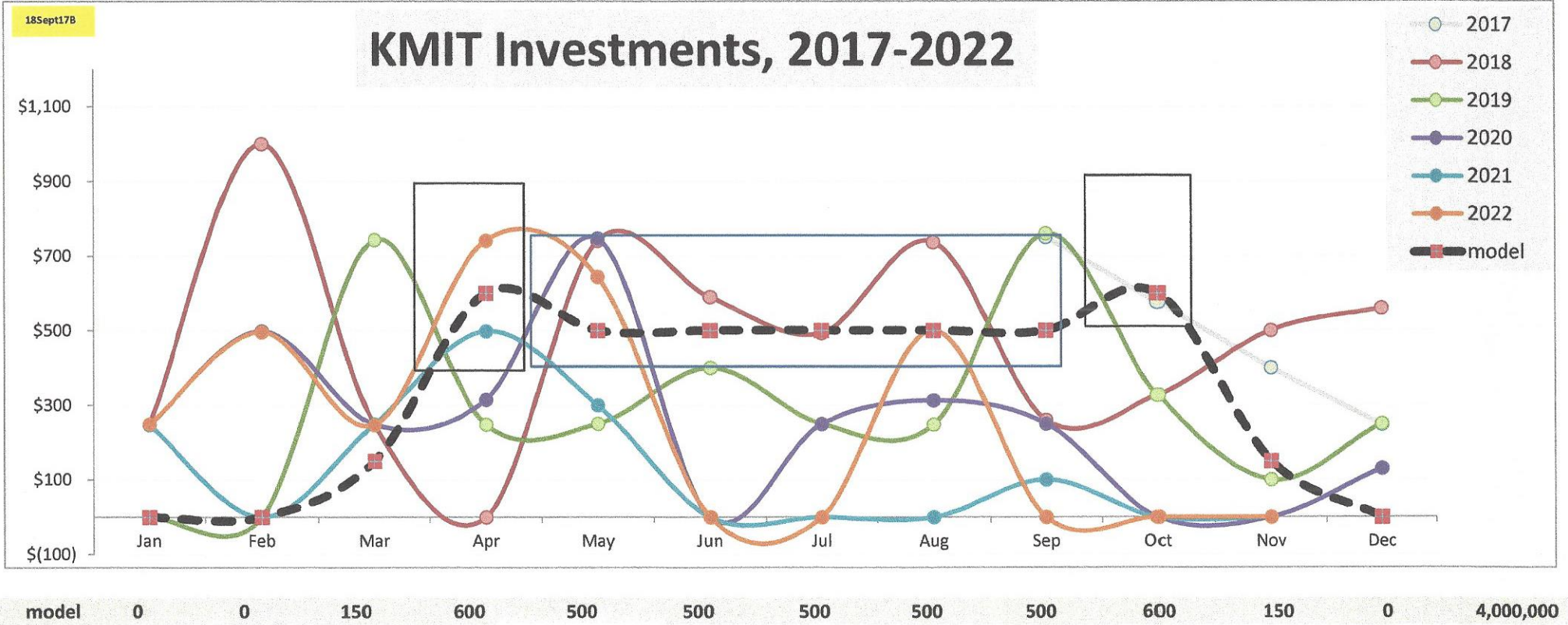
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	total	#
2017									\$ 750 9/20	\$ 329 10/1+10/2	\$ 400 11/28	\$ 248 12/5	\$ 1,727,000	5
2018	\$ 248 1/29	\$ 1,000 2/27	\$ 248 3/5	ok	\$ 249 5/21	\$ 100 6/25	\$ 248 7/16	\$ 247 8/27	\$ 260 9/1	\$ 327 10/1+10/15	\$ 500 11/27	\$ 560 12/1+12/3	\$ 3,987,000	13
2019	\$ -	\$ -	\$ 743 3/11+3/21+3/26	\$ 248 4/15	\$ -	\$ -	\$ 250 7/16	\$ -	\$ -	\$ 227 10/1+10/28	\$ -	\$ 250 12/2	\$ 1,718,000	9
2020	\$ 248 1/22	\$ 498 2/10+2/19	\$ 248 3/26	ok	\$ 747 5/12+5/31	\$ - OK	\$ 249 7/13	\$ 313 8/12	\$ 250 9/11	\$ -	\$ -	\$ 130 12/1	\$ 2,683,000	10
2021	\$ 247 1/20	\$ -	\$ 249 3/24	\$ 498 4/6+4/8	\$ 300 5/17	\$ -	\$ -	\$ -	\$ 100 9/1	\$ -	\$ -	\$ -	\$ 1,394,000	6
2022	\$ 249 1/13	\$ 496 2/17+2/28	\$ 247 3/1	\$ 741 4/1+4/5+4/14	\$ 644 5/3+5/5+5/23	\$ -	\$ -	\$ 500 8/9	\$ -	\$ -	\$ -	\$ -	\$ 2,877,000	11
2023													\$ -	
2024													\$ -	
9/15/17	last	next to last	second	FIRST				second	last	\$ 14,386,000				54
	NONE	NONE	small	LARGE	medium	medium	medium	medium	medium	LARGE	small	NONE		#

monthly numbers are shown in 1,000s



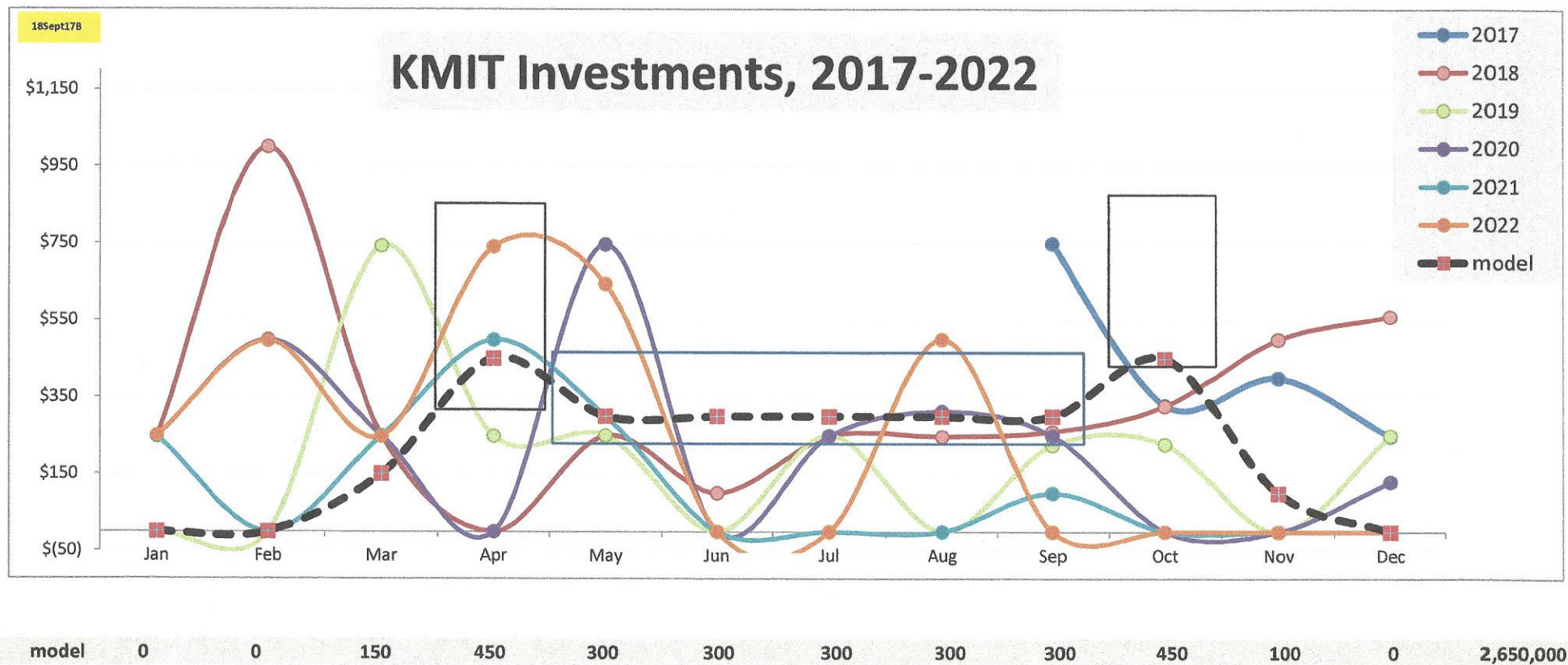
4/6/18

# KMIT Investments, 2017-2022



9/18/17

## KMIT Investments, 2017-2022



# 2018 Market Review/Action Plan

KMIT St Pop		2014 est'd					Notes
Mkt	Rank	City	Population	KMIT	KERIT	Other	
1	15	<b>Dodge City</b>	28,117	1			re-joined 1/1/17
2	16	<b>Garden City</b>	27,004	1			
3	17	Junction City	24,665		1		
4	18	Emporia	24,560			1	self-insured
5	19	Derby	23,234	X	1		
6	20	Prairie Village	21,877		1		
7	21	<b>Hays</b>	21,044	1			
8	22	Liberal	21,012			1	last quoted in 2016 (fourth time quoted...every 3 yrs)
9	23	Gardner	20,667		1		
10	24	<b>Pittsburg</b>	20,394	1			
11	25	<b>Newton</b>	19,120	1			
12	26	<b>Great Bend</b>	15,840	1			
13	27	McPherson	13,189		1		electric city
14	28	<b>El Dorado</b>	12,879	1			
15	29	<b>Andover</b>	12,509	1			
16	30	Ottawa	12,403		1		
17	31	Winfield	12,258		1		electric city
18	32	<b>Arkansas City</b>	12,205	1			
19	33	Lansing	11,713		1		
20	34	Merriam	11,290		1		
21	35	<b>Haysville</b>	11,112	1			
22	36	<b>Atchison</b>	10,771	1			
23	37	<b>Parsons</b>	10,174	1			
24	38	Coffeyville	9,876	X	1		electric city (has left KMIT twice)
25	39	Mission	9,501	X	1		
26	40	Chanute	9,295		1		electric city
27	41	<b>Augusta</b>	9,242	1			
28	42	<b>Independence</b>	9,162	1			
29	43	<b>Wellington</b>	7,942	1			
30	44	<b>Fort Scott</b>	7,874	1			
31	45	Park City	7,556	X		1	
32	46	<b>Bonner Springs</b>	7,314	1			
33	47	<b>Bel Aire</b>	7,284	1			
34	48	<b>Valley Center</b>	7,057	1			
35	49	Pratt	6,963			1	electric city
36	50	<b>Roeland Park</b>	6,840	1			
37	51	<b>Abilene</b>	6,590	1			
38	52	<b>Eudora</b>	6,303	1			
39	53	Mulvane	6,289			1	electric city
40	54	<b>Ulysses</b>	6,160	1			
41	55	<b>De Soto</b>	6,038	1			
42	56	<b>Spring Hill</b>	5,896	X		1	left KMIT in 2018
43	57	<b>Paola</b>	5,593	1			
44	58	Iola	5,553			1	electric city
45	59	Colby	5,388			1	electric city
46	60	<b>Concordia</b>	5,311	1			



# 2018 Market Review/Action Plan

47	61	<b>Tonganoxie</b>	5,190	<b>1</b>		
48	62	<b>Basehor</b>	5,119	<b>1</b>		
49	63	<b>Baldwin City</b>	4,585	<b>1</b>		
50	64	Goddard	4,692		1	
51	65	<b>Wamego</b>	4,578	<b>1</b>		
52	66	<b>Goodland</b>	4,554	<b>1</b>		
53	67	<b>Russell</b>	4,484	<b>1</b>		
54	68	<b>Edwardsville</b>	4,380	<b>1</b>		
55	69	<b>Osawatomie</b>	4,357	<b>1</b>		
56	70	Louisburg	4,322		1	
57	71	<b>Clay Center</b>	4,177	<b>1</b>		
58	72	Baxter Springs	4,073	<b>X</b>	1	
59	73	<b>Maize</b>	4,073	<b>1</b>		
60	74	<b>Larned</b>	4,023	<b>1</b>		
61	75	Fairway	3,969		1	
62	76	Hugoton	3,966		1	electric city
63	77	<b>Rose Hill</b>	3,960	<b>1</b>		
64	78	Scott City	3,927		1	
65	79	Beloit	3,792	<b>X</b>	1	electric city
66	80	Lyons	3,737		1	
67	81	Hesston	3,734	<b>X</b>	1	
68	82	Mission Hills	3,597		1	
69	83	Frontenac	3,444		1	
70	84	<b>Lindsborg</b>	3,438	<b>1</b>		
71	85	Holton	3,316		1	electric city
72	86	Garnett	3,295		1	electric city
73	87	<b>Marysville</b>	3,295	<b>1</b>		
74	88	<b>Columbus</b>	3,186	<b>1</b>		
75	89	<b>Hiawatha</b>	3,108	<b>1</b>		
76	90	<b>Kingman</b>	3,094	<b>1</b>		
77	91	<b>Ellsworth</b>	3,076	<b>1</b>		
78	92	<b>Galena</b>	2,966	<b>1</b>		
79	93	<b>Hillsboro</b>	2,893	<b>1</b>		
80	94	<b>Osage City</b>	2,862	<b>1</b>		
81	95	Norton	2,846		1	electric city
82	96	<b>Girard</b>	2,773	<b>1</b>		
83	97	<b>Hoisington</b>	2,664	<b>1</b>		
84	98	St. Marys	2,664		1	electric city--not a League member
85	99	Burlington	2,635		1	
86	100	Sabetha	2,564		1	electric city
87	101	Phillipsburg	2,556		1	Quoted in 2009 and 2013; quoted in 2018-- <b>NO</b>
88	102	South Hutchinson	2,544		1	
89	103	<b>Clearwater</b>	2,531	<b>1</b>		
90	104	Eureka	2,485	<b>X</b>	1	
91	105	<b>Herington</b>	2,413	<b>1</b>		
92	106	<b>Neodesha</b>	2,400	<b>1</b>		
93	107	<b>Fredonia</b>	2,372	<b>1</b>		
94	108	<b>Sterling</b>	2,303	<b>1</b>		

# 2018 Market Review/Action Plan

95	109	<b>Cherryvale</b>	2,283	<b>1</b>		
96	110	Cimarron	2,240		1	
97	111	Anthony	2,234		1	electric city--quoted in 2017
98	112	Lakin	2,180		1	
99	113	<b>Cheney</b>	2,153	<b>1</b>		
100	114	<b>Ogden</b>	2,138	<b>1</b>		
101	115	Caney	2,125		1	not currently a prospect
102	116	Holcomb	2,120	<b>X</b>	1	
103	117	<b>Elkhart</b>	2,113	<b>1</b>		
104	118	<b>Council Grove</b>	2,105	<b>1</b>		
105	119	Ellinwood	2,098		1	
106	120	<b>Halstead</b>	2,084	<b>1</b>		
107	121	<b>Oakley</b>	2,075	<b>1</b>		
108	122	Ellis	2,074		1	
109	123	<b>Minneapolis</b>	2,029	<b>1</b>		
110	124	<b>Medicine Lodge</b>	2,021	<b>1</b>		
111	125	Seneca	2,006		1	electric city
112	126	<b>Belleville</b>	1,917	<b>1</b>		
113	127	Kechi	1,982		1	
114	128	Humboldt	1,886		1	
115	129	<b>Marion</b>	1,861	<b>1</b>		
116	130	<b>Wellsville</b>	1,822	<b>1</b>		
117	131	<b>WaKeeney</b>	1,797	<b>1</b>		
118	132	<b>North Newton</b>	1,788	<b>1</b>		
119	133	<b>Oswego</b>	1,781	<b>1</b>		
120	134	Syracuse	1,750		1	
121	135	<b>Oberlin</b>	1,749	<b>1</b>		
122	136	<b>Horton</b>	1,732	<b>1</b>		
123	137	<b>Moundridge</b>	1,726	<b>1</b>		
124	138	<b>Edgerton</b>	1,703	<b>1</b>		
125	139	<b>Sedgwick</b>	1,701	<b>1</b>		
126	140	<b>Douglass</b>	1,692	<b>1</b>		
127	141	<b>Grandview Plaza</b>	1,670	<b>1</b>		
128	142	<b>Smith Center</b>	1,641	<b>1</b>		
129	143	Meade	1,637	<b>X</b>	1	
130	144	<b>Belle Plaine</b>	1,627	<b>1</b>		
131	145	<b>Westwood</b>	1,534	<b>1</b>		
132	146	<b>Leoti</b>	1,496	<b>1</b>		
133	147	<b>Arma</b>	1,464	<b>1</b>		JOINED IN 2017
134	148	<b>Hill City</b>	1,454	<b>1</b>		
135	149	Ness City	1,454		1	Quoted in 2018-- <b>NO</b>
136	150	<b>Kinsley</b>	1,451	<b>1</b>		
137	151	Towanda	1,427		1	
138	152	Silver Lake	1,426		1	
139	153	<b>Johnson City</b>	1,413	<b>1</b>		
140	154	Carbondale	1,405		1	
141	155	Sublette	1,399		1	
142	156	<b>Harper</b>	1,398	<b>1</b>		JOINED IN 2017

# 2018 Market Review/Action Plan

143	157	Osborne	1,396		1	
144	158	<b>Chapman</b>	1,379	<b>1</b>		
145	159	Inman	1,374		1	Quoted in 2018-- <b>NO</b>
146	160	Colwich	1,362		1	
147	161	Wathena	1,352		1	
148	162	Yates Center	1,350		1	
149	163	Buhler	1,335		1	
150	164	<b>Stockton</b>	1,315	<b>1</b>		
151	165	<b>St. Francis</b>	1,312	<b>1</b>		
152	166	La Crosse	1,290		1	
153	167	<b>Lincoln Center</b>	1,266	<b>1</b>		
154	168	<b>St. John</b>	1,244	<b>1</b>		
155	169	<b>Conway Springs</b>	1,239	<b>1</b>		
156	170	<b>Haven</b>	1,225	<b>1</b>		JOINED IN 2017
157	171	Victoria	1,225		1	
158	172	Atwood	1,222		1	
159	173	Auburn	1,217		1	
160	174	Elwood	1,204		1	Quoted in 2018-- <b>NO</b>
161	175	Plainville	1,189		1	
162	176	Hoxie	1,189	<b>X</b>	1	
163	177	Pleasanton	1,180		1	
164	178	Valley Falls	1,158	<b>X</b>	1	
165	179	<b>Peabody</b>	1,156	<b>1</b>		
166	180	Rossville	1,156		1	
167	181	<b>Satanta</b>	1,117	<b>1</b>		
168	182	<b>La Cygne</b>	1,116	<b>1</b>		
169	183	Erie	1,108		1	
170	184	Plains	1,093		1	
171	185	Chetopa	1,091		1	KMIT declined to quote 3 times
172	186	Washington	1,087		1	
173	187	<b>Oskaloosa</b>	1,086	<b>1</b>		
174	188	<b>Sedan</b>	1,065	<b>1</b>		
175	189	Solomon	1,061		1	
176	190	<b>Altamont</b>	1,049	<b>1</b>		
177	191	Nickerson	1,041		1	
178	192	Caldwell	1,034	<b>X</b>	1	
179	193	Lyndon	1,030		1	
180	194	Overbrook	1,029		1	
181	195	Kiowa	1,028		1	
182	196	Oxford	1,022		1	
183	197	Highland	1,015		1	
184	198	<b>Stafford</b>	1,002	<b>1</b>		
185	199	Dighton	1,000	[990?]	1	Quoted in 2018-- <b>NO</b>
Mkt	RANK					

# 2018 Market Review/Action Plan

	KMIT	KERIT	Other
ALL Cities between 1,000 and 28,117	99	14	72
Total in Market 185	53.5%	7.6%	38.9%
1,000-2,000	36	0	38
Total in this Sub-Set 74	48.6%	0%	51.4%
2,000-5,000	35	2	32
Total in this Sub-Set 68	51.5%	2.9%	47.1%
5,000-10,000	15	3	7
Total in this Sub-Set 25	60.0%	12.0%	28.0%
10,000-20,000	8	5	0
Total in this Sub-Set 13	61.5%	38.5%	0.0%
20,000-28,117	4	4	2
Total in this Sub-Set 10	40.0%	40.0%	20.0%

# 2018 KMIT Marketing Season

Quotes	City	Pop	Primary Market?	Premium		NEW City	Status	Details	Date	P&I		
				Pro-Rated	Annualized							
1	Rozel	152	No	\$ 2,171	\$ 2,381	1	admitted 2/1	issued through KFSA (Hutch)	NA	MPR		
2	Phillipsburg	2,534	1	\$ 18,132	\$ 24,220	NO	bid opened 3/5 no dec. yet	issued to Mark Lowry, agent	3/27	decided to stay with EMC	MPR	
3	Inman	1,361	1	\$ 6,489	\$ 8,667	NO	quote issued for 4/1 start	issued to KFSA (Cheryl Cox, C	3/9	decided to stay put	MPR	
4	Ness City	1,407	1	\$ 4,774	\$ 6,377	NO	quote issued for 4/1 start	to City Clerk Wanda Gabel	3/27	decided to stay with EMC	KCAMP	
5	Colony	404	No	\$ 1,650	\$ 2,205	NO	quote issued for 4/1 start	City Clerk Phyllis Gettler	3/29	decided to stay with EMC	KCAMP	
6	Dighton	990	1	\$ 11,387	\$ 15,210	NO	quote issued for 4/1 start	City Clerk Chelle Anderson	3/26	decided to stay with EMC	KCAMP	
7	Minneola	707	No	\$ 3,490	\$ 4,661	NO	quote issued for 4/1 start	released to Tim McClure (KF	3/15	decided to stay with EMC	other	MPR never provided quote
8	Beloit	3,790	1	\$ 26,004	\$ 34,735	NO	REV quote issued for 4/1 start	released to Cheryl Cox, KFSA	3/29	decided to stay with EMC	MPR	
9	Elwood	1,188	1	\$ 9,198	\$ 12,286	NO	REV quote issued for 4/1 start	Brandon Tritten, Olin Miller I	3/29	decided to stay put	unk	
10	Windom	128	No	\$ 750	\$ 887	NO	quote issued for 4/1 start	Mike Sikora (Conrady)	3/29	decided to stay put	other	
11	Holyrood	436	No	\$ 2,324	\$ 3,105	NO	quote issued for 4/1 start	Cheryl Cox, KFSA	3/29	decided to stay put	MPR	
12	Garden Plain	894	No	\$ 3,552	\$ 5,328		quote issued for 5/1 start	Kathy Brier, United Ins Group	4/13		unk	incumbent agent
	Auburn	1,218	1				maybe next year	City Clerk Carol Erickson	3/9	KCAMP can't cover gas	KCAMP	
	avg	1,170	0	\$ 2,171	\$ 2,381	1						
	big	2,534	New	2018 Premium	Annualized	New Cities						
	little	128	Primary Mkt	added	added							

market app %	50.0%
avg pop of mkt	1,878
non-mkt apps %	50.0%
avg pop of non mkt	454

86,369	120,062
quoted totals	

# Phillipsburg Quote

**Don Osenbaugh**

---

**From:** Mark Lowry [mark@heritageinsurancegroup.net]  
**Sent:** Tuesday, March 6, 2018 8:11 AM  
**To:** 'Don Osenbaugh'  
**Subject:** City of Phillipsburg

Don, The bid for the City of Phillipsburg was last night. it went fairly well, but overall we were just a little high.

Here is the bid result with the work comp broken out of the bid.

Company	Work Comp Premium	Total Premium
State National	\$24,064	\$91,196
Bitco		
BCS		
Travelers	\$23,053	\$99,177
KMIT	\$24,220	\$122,123
EMC	\$28,022	\$124,491

I am not completely clear on the lowest two bids and what is included. Seems a little funny they are so much lower. The City of Phillipsburg will make a decision in the next couple weeks.

My package bid was competitive and very comprehensive compared to the others. I may not be in the running for the package, but I am going to make sure they know they can accept the KMIT program separate from the package. Even at a slightly higher rate I feel the safety resources and assistance with KMIT is well worth the difference in the premium.

I saw where KMIT is hosting a meeting in Hays on Trenching and Excavation next week at the Hays Recreation Commission conference room. Would it be a possibility that we could invite two attendees from the City of Phillipsburg as a prospective member? I think if we can get them to understand the value of this type of training it might push them over the top to KMIT. I would be happy to send an email to Brenda Chance and copy you to invite two employees to this meeting and have her contact you to get registered. That way you can also have a chance to promote KMIT as well. Just let me know what you think.

Overall the quote I provided with Midwest Public Risk was very comprehensive and was far better in coverage than the others, but it also was a little more expensive. Once again I feel the product is better, but fear the city is looking solely at price tag.

Let me know what you think about inviting them to the training.

Thanks for your help.

Mark Lowry



Endorsed Local Provider by Dave Ramsey



Dighton



EMPLOYERS MUTUAL CASUALTY COMPANY

QUOTE NUMBER: H827479-02

**Q U O T A T I O N**  
**WORKERS' COMPENSATION AND EMPLOYERS' LIABILITY INSURANCE**

QUOTATION IS VALID: FROM 02/13/18 TO 04/01/18  
PROPOSED POLICY PERIOD: FROM 04/01/18 TO 04/01/19

PREPARED FOR:	PRESENTED BY:
CITY OF DIGHTON	RODENBEEK & GREEN AGENCY
PO BOX 848	601 S MAIN ST
DIGHTON KS 67839-0848	PO BOX 110
	SCOTT CITY KS 67871-0110

AGENCY BILL  
INSURED IS: MUNICIPAL  
BUS DESC: MUNICIPALITY  
INTRASTATE ID: 150164176  
FED. EMPLOYER'S ID: 486010357  
SIC CODE: 9011

AGENT: AL 6861  
AGENT PHONE: (620)872-5803

THE PROPOSED POLICY PROVIDES WORKERS' COMPENSATION AND EMPLOYERS' LIABILITY  
COVERAGE AS REQUIRED BY GOVERNING LAWS FOR THE FOLLOWING STATES: KS

**EMPLOYERS' LIABILITY LIMITS:**

BODILY INJURY BY ACCIDENT	\$ 500,000	EACH ACCIDENT
BODILY INJURY BY DISEASE	\$ 500,000	EACH EMPLOYEE
BODILY INJURY BY DISEASE	\$ 500,000	POLICY LIMIT

SEE CLASSIFICATION OF OPERATIONS SCHEDULE ATTACHED

PREMIUM SUBTOTAL - SEE SCHEDULE ATTACHED	\$ 14,900.00
ADJUSTMENT FOR DEBIT/CREDIT SCHEDULE MODIFICATION	\$ 1,470.00
LESS: ESTIMATED PREMIUM DISCOUNT	\$ -561.00
EXPENSE CONSTANT	\$ 160.00

MINIMUM PREMIUM \$1075  
KANSAS

ESTIMATED POLICY PREMIUM \$ 15,869.00

**TOTAL ESTIMATED POLICY PREMIUM \$ 15,869.00**

INTERIM ADJUSTMENTS WILL BE MADE: ANNUALLY

*EMC Annualized  
\$15,210*

ISSUED FROM: EMC INSURANCE CO, 245 N WACO ST STE 330, WICHITA, KS 67202

AS QUOTED ON: 02/13/18 (BPP)

Prepared for: CITY OF DIGHTON

011/011 SM 58 of 67

## 2018 Premium Collection Process

161 members (including Rozel and LKM)

**Total Est'd Premium Paid (at Renewal) \$ 4,923,357**

*\$ 4,627,956*

## 2018 Payroll Audit Process (for 2017 payroll)

'Overpaid' (est'd HIGH)	107 members	<b>\$ (491,948)</b>
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'Underpaid' (est'd LOW)*	43 members	<b>\$ 173,263</b>
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**Difference\* (amount KMIT refunded to cities) \$ (318,685)**

## Estimated v Actual 2017 Premium

Estimated	\$ 5,326,572
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Actual (Audited)	\$ 5,007,887
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**Difference \$ (318,685) -6.0%**

\*Dodge City makes this somewhat of a misleading number. DC UNDERPAID (estimated LOW) by \$113,134.



# **Non-Agenda Information and Background Material**

# KANSAS MUNICIPAL INSURANCE TRUST

## Board of Trustees Minutes from December 15, 2017

*Approved in Bel Aire, February 23, 2018*

**Meeting Convened:** Friday, September 17, 2017, in the Haysville Activity Center, in Haysville, KS. The meeting was called to order by KMIT President Randy Frazer at 9:03 A.M.

**Welcome:** Haysville Mayor Bruce Armstrong gave an opening welcome, highlighting the wonderful new Haysville Activity Center.

**Members Present:** *Board Members Present:* President Frazer (Moundridge), Vice President David Dillner (El Dorado), Treasurer Kerry Rozman (Clay Center), Past President Tim Hardy (Elkhart), Ty Lasher (Bel Aire), Janie Cox (Haysville), Carey Steier (Pittsburg), Michael Reagle (Garden City), Keith Schlaegel (Stockton), and Michael Webb (Edwardsville). *Staff:* Barbie Kifer (CORnerstone), Jess Cornejo (CORnerstone), Chris Retter (IMA), Paul Davis (CORnerstone), Gene Miller (TRISTAR), Renee Rhodes (IMA), and Don Osenbaugh (KMIT Pool Administrator). *Guests:* Deanna Furman (IMA), Lana McPherson (De Soto, Advisory Board Member) and Mac Manning (Retired, Advisory Board Member).

**Trustee Absences/Quorum Declaration:** Greg DuMars (Lindsborg) was absent. A quorum was declared by Frazer.

### Minutes:

**1. September, 2017 (Wichita):** Motion to approve as written by Lasher; seconded by Dillner. Approved unanimously.

**2. November 1, 2017 (Special Phone Meeting):** Motion to approve as written by Webb; seconded by Dillner. Approved unanimously.

### Financial Reports:

- a. September 30, 2017 Financials
- b. October 31, 2017 Financials
- c. November 30, 2017 Financials
- d. Third Quarter (9/30) 2017 KID Financial Report
- e. November 30, 2017 Cash/Investments Summary

Motion to approve both of the above reports made by Dillner; second by Rozman. Approved unanimously.

**Reserve Advisory and Settlement Authority:** Miller presented the following claims--

1. Claim #17691834 (Andover)--Reserve Advisory only.
2. Claim #17678313 (Neodesha)--Reserve Advisory only.
3. Claim #17684266 (Abilene)--Reserve Advisory only.
4. Claim #17693708 (Newton)--Reserve Advisory only.
5. Claim #2017076629 (Bonner Springs)--Reserve Advisory only.
6. Claim #17686110 (Wamego)--Reserve Advisory only.

**Loss Control Activities:** Rhodes reviewed the 2017 losses summaries, and presented an overview of the upcoming activities of her group, including the annually-updated audit checklist, and resources available to member cities.

**Excess Insurance Renewal:** Cornejo reviewed a summary spreadsheet of the excess insurance over the last five years, and the quote from Safety National for 2018. Following a motion by Dillner and a second by Schlaegel, the Board voted unanimously to keep the coverage level the same, with a deposit (estimated) premium of \$503,508.

**Directors and Officers (E&O) Liability Insurance:** Following a review of options by Cornejo, the Board voted unanimously to keep the (2018) coverage, through Lloyd's of London, at the same level as previous years, for a premium amount of \$15,939.22. Motion by Dillner; second by Rozman.

**KMU Contract for Services:** Osenbaugh presented a proposed contract for services between KMIT and the Kansas Municipal Utilities (KMU). A motion to approve the contract was made by Dillner and seconded by Lasher. Following a long discussion, Dillner withdrew his motion.

Following the above discussion, Hardy stated that he felt that an ad hoc committee should be appointed to look at the administrative needs of KMIT and other issues, and named Dillner, Rozman, Schlaegel and Lasher to be on the committee. Motion by Hardy, second by Webb. Unanimous.

**2018 KMIT Operating Budget:** Osenbaugh presented the 2018 Budget. The budget was unanimously approved as presented following a motion by Lasher and a second by Dillner.

**CORnerstone/IMA Year-In-Review:** Davis gave a report on the year.

**KMIT Year-In-Review:** Osenbaugh gave a report on the year.

**Other Business:** Osenbaugh gave a brief update:

1. The newsletter is changing to a email-only distribution. The last printed edition is due out now.
2. Pricing Day resulted in a final estimated-projected 2018 'risk' amount of approximately (\$625,000).

**Adjournment:** Motion to adjourn by Reagle; second by Dillner. Unanimous. Adjourned at 11:15 A.M.

  
Don Osenbaugh, Pool Administrator (acting as Trustee-Designated Secretary)

# **2018 KMIT Trustee Meeting Schedule**

Friday, February 23--Bel Aire

Friday, April 27--Garden City\*

Friday, June 29--McPherson (KMU)\*\*

Friday, August 24--Edwardsville\*\*

Sunday, October 7--Topeka (immediately after annual meeting)

Friday, December 7--Wichita (IMA)

\*Supervisor Seminar in Dodge City on 4/26

\*\*Supervisor Seminar in same city the day before



## Don Osenbaugh

---

**From:** Joanie Melchert [Joanie.Melchert@tristargroup.net]  
**Sent:** Thursday, March 22, 2018 2:58 PM  
**To:** Dortha Bird; Don Osenbaugh  
**Subject:** RE: OPTUM - TRISTAR's Pharmacy Provider

Happy Thursday! Thank you for your questions yesterday. :-)

This change should be fairly seem-less to the injured workers other than they'll receive a new pharmacy card and will need to provide that card to the Pharmacy where scripts are being filled.

OPTUM has a Customer Service Team dedicated specifically to TRISTAR so Adjusters will be well taken care of. OPTUM is available 24 hours a day / 7 days a week. I've worked with OPTUM for the past 3 years and have received excellent customer service with every call. I've even been able to reach them on weekends to get a script authorized through or an emergent enrollment taken care of.

System changes aren't expected other than TRISTAR's IT Department will add our Kansas clients to the daily feed between TRISTAR Managed Care and OPTUM for EOB processing.

The main reason for the change is consistency for injured workers and our Adjusters, added efficiencies with the enrollment process and the overall processing of the pharmacy invoices (all electronic). Also, we are hopeful that clients will see some additional cost savings in light of OPTUM's overall PPO network and penetration rate.

I'm meeting with our team and OPTUM tomorrow so will see if they have some comparison reports that they can provide to show the advantages of being with their group from a cost perspective.

\*OPTUM does have a First Fill Program so that service would remain in place. We'll ensure that those entities interested in participating in the First Fill Program are set up to distribute OPTUM First Fill cards.

Please let me know if you have any additional questions. If not, I'll reach out to you once I have more information regarding the logistics and what all involved parties can expect through transition.

I'll keep you posted on the cost comparison reports from OPTUM and will share once I receive.

Best Regards,

Joanie Melchert  
Branch Manager  
TRISTAR Risk Management  
Office: 907-258-8200 Ext.1512  
Fax: 907-258-8282  
Mobile: 907-244-1504  
[Joanie.Melchert@tristargroup.net](mailto:Joanie.Melchert@tristargroup.net)

-----Original Message-----

**From:** Dortha Bird [<mailto:Dortha@kworcc.com>]  
**Sent:** Tuesday, March 20, 2018 4:35 PM  
**To:** Don Osenbaugh; Joanie Melchert

Subject: RE: OPTUM - TRISTAR's Pharmacy Provider

Good questions. Also, I'd like to get the instructions/forms out to the members asap...April fools is coming like a freight train already.

Thank you.

Dortha  
KWORCC  
1-877-357-1069

---

From: Don Osenbaugh [dosenbaugh@cox.net]  
Sent: Tuesday, March 20, 2018 6:46 PM  
To: Joanie Melchert  
Cc: Dortha Bird  
Subject: Re: OPTUM - TRISTAR's Pharmacy Provider

Joanie,

What change will our claimants see?

Is there any cost difference?

What change does this mean for our adjusters, such as availability, etc.?

What are the 'system' changes, if any?

Why this change being made?

Thanks.

Don Osenbaugh

On Mar 20, 2018, at 6:03 PM, Joanie Melchert  
<[Joanie.Melchert@tristargroup.net](mailto:Joanie.Melchert@tristargroup.net)<<mailto:Joanie.Melchert@tristargroup.net>>> wrote:

Hi Dortha and Don -

I hope you both are doing great!

I wanted to let you know that we're looking to bring our Wichita, Kansas clients under TRISTAR's pharmacy provider, OPTUM, effective April 1, 2018. I believe your groups are currently utilizing MyMatixx for pharmacy services.

I should have more information on the logistics of this change in the next couple of days but wanted to check in with you both to see if you have any questions or concerns regarding this change before we move forward.

I look forward to hearing from you!

Best Regards,

Joanie Melchert  
Branch Manager  
TRISTAR Risk Management  
Office: 907-258-8200 Ext.1512  
Fax: 907-258-8282

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# KMIT NOTES

Volume 1, Issue 1

March 15, 2018

## Introducing 'KMIT NOTES'

KMIT's long-running newsletter is being remodeled. CompControl (and City Safe) has been officially 'retired', after a nice run of some 25 years.

The current plan is that KMIT Notes will be published via email (only), on or about the 15th of each 'odd-numbered' month.

As you can see, the newsletter will be shorter, with emphasis on pool news, 'happening' stories, links to longer stories, and upcoming events. More like news 'Notes'!

Like all new start-ups, this will be a work-in-progress.

We also hope to be able to feature more Best Practices from our members. So, if you are doing something unique or innovative to make your city safer or to help work comp processes, let us know.

## 2018 Supervisor Training Series Opens in Dodge City

KMIT's **2018 Supervisor Training Seminar Series 'Spring/Summer Leg'** kicks off in **Dodge City, on Thursday, April 26**. The opening phase of the 'tour' also includes stops in **McPherson (at KMU) on June 28**, and in **Edwardsville on August 23**. ALL 2018 seminars will be 1-4 PM.

These sessions are designed to make sure all supervisors (at all levels of the



city organization, from 'lead person' up to, and including, City Clerk and City Administrator/Manager) are tuned into the Best Practices to follow in order to manage the city's work comp program most effectively.

The compact (three stops in eight days) **Fall Leg** of this year's tour will feature presentations in: **Hays** (September 19), **Augusta** (September 20) and **Fort Scott** (September 27).

Contact **KMIT Administrative Manager Kyle Johnston** to sign up.

## Quarterly Claims 'Loss Runs'

KMIT provides quarterly update reports on all the claims incurred by each member (city). This listing will show the name of the injured employee (claimant), the day the injury occurred, and the dollar amounts of the components of the cost of the claim. The 'Loss Runs' will be digitally distributed (via email--no longer mailed), to each city's primary contact person, on or about the following dates each year: January 15, April 15, July 15, and October 15.

The Loss Runs will show all 'active' claims that the City has on the books.

**\*It is important to note that the quarterly report updates contain some private personnel information which should be considered confidential.**

Any questions about the Loss Runs should be directed to KMIT Administrative Manager Kyle Johnston or to KMIT Pool Administrator Don Osenbaugh.

## Rozel is Newest KMIT Member

The City of Rozel joined KMIT on February 1, thus becoming current KMIT member #161.

Rozel is a city with a population of 152, and is located in Pawnee County, 21 miles west of Larned along K-156.

The Mayor of Rozel is Nancy Wilson, and the City Clerk is Helen Thorne.

Welcome to KMIT!

## Is This a Work Comp Claim?



If there is ever ANY question about whether or not a situation might be a work comp claim that needs to be reported, **PLEASE** pick up the phone and call KMIT Claims Manager Gene Miller (TRISTAR), at (844) 702-2353, ext. 4711. It usually helps to talk over something by phone. Life gets complicated now and then; so does Work Comp. Gene and KMIT Adjuster Andrea Neff [TRISTAR, (844) 702-2353, ext. 3469] are always ready and willing to field your work comp questions, of ANY kind. They are our **KMIT PROS**--use them! This is one of the many things that makes your KMIT Pool stand out. KMIT works for CITIES. Therefore, you are KMIT.

## LINKS TO WORK COMP ARTICLES & RESOURCES

**Get Workers Moving to Reduce Workplace Injuries.** "The complete lack of movement is causing a variety of health problems — and upping the number and costs of workers' compensation claims." [Click here for full story \[from the Workers' Comp Watch newsletter 1/2/2018\]](#)

**Six Signs of a False Workers' Compensation Claim.** We know that the overwhelming majority of work comp claims are valid, but [here are some things to keep in mind \[from the Workers' Comp Watch newsletter 1/17/18\]](#).

Though **Work Comp Fraud** is rare, it does exist. If you are aware of an instance of possible fraud, contact your KMIT Claims Manager Gene Miller, or report by email to [KDOL.WCFraud@ks.gov](mailto:KDOL.WCFraud@ks.gov); phone 785-296-4000 (opt. 4) or call toll free (800) 332-0353 (opt. 3).

**Ombudsman Services** - The Work Comp Division (of the Kansas Department of Labor) employs full-time personnel who specialize in aiding injured workers, employers and insurance professionals with claims information and problems arising from job-related injuries and illnesses. Contact [KDOL.WC@ks.gov](mailto:KDOL.WC@ks.gov) for more information.

**Disability Compensation Benefits** - Categories can be found at: <https://www.dol.ks.gov/WorkComp/injwkr.aspx>.

**KMIT Members** [Click here for the updated list.](#)

## UPCOMING EVENTS

**MARCH 21-23**  
CCMFOA Spring  
Conference  
(Wichita)

**APRIL 11-13**  
Kansas/Missouri  
PRIMA Conference  
(Lake of the Ozarks)

**APRIL 22**  
KMIT Supervisor  
Seminar  
(Dodge City)

**APRIL 23**  
KMIT Trustee Meeting  
(Garden City)

**MAY 2-4**  
KMU Annual  
Conference  
(Wichita)

**JUNE 28**  
KMIT Supervisor  
Seminar  
(KMU-McPherson)

**JUNE 29**  
KMIT Trustee Meeting  
(McPherson)

**Questions about a potential claim?  
Call KMIT Claims Manager Gene Miller at  
(844) 702-2353 (Ext. 4711)**

## **CONTACT KMIT:**

**Don Osenbaugh**

KMIT Pool Administrator

Phone: (316) 259-3847

Email: [dosenbaugh@cox.net](mailto:dosenbaugh@cox.net)

**Kyle Johnston**

KMIT Administrative Manager

Phone: (316) 266-6233

Email: [kyle.johnston@corisksol.com](mailto:kyle.johnston@corisksol.com)

**Gene Miller**

KMIT Claims Manager

Phone: (844) 702-2353, ext. 4711

Email: [Gene.Miller@tristargroup.net](mailto:Gene.Miller@tristargroup.net)

**Renee Rhodes**

KMIT Risk Control Manager

Mobile: (316) 250-2121; Office: (316) 266-6345

Email: [renee.rhodes@imacorp.com](mailto:renee.rhodes@imacorp.com)



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## Don Osenbaugh

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**From:** Don Osenbaugh [dosenbaugh@cox.net]  
**Sent:** Wednesday, March 28, 2018 12:56 PM  
**To:** James W. Parrish  
**Cc:** Mike O'Neal; Cindy Luxem; Don McNeely; Dorothy Pope; Doug Hamilton; Reasoner, Ed; Kevin McFarland; lance.cowell@yahoo.com; tcox@krha.org; Kayron Ronni Anderson; dorthabird@kworcc.com; Paul Davis; Jeff Siler; Lance Cowell; John Crowley; Adam Mills  
**Subject:** Re: HB 2487

KMIT agrees with KWORCC.

Don Osenbaugh

On Mar 28, 2018, at 12:55 PM, James W. Parrish <[jamesparrish@kworcc.com](mailto:jamesparrish@kworcc.com)> wrote:

Mike,

This is a bad idea and a bad bill. I have discussed with Dortha and other KWORCC staff and have the following reasons to oppose this legislation. Incidentally, we have conveyed our objections to Mr. Scott Heidner, Executive Director of the Kansas Self-Insurers Association which is opposing this legislation.

1. How will the Kansas Insurance Commissioner ("Commissioner") make the determination of liability? The experience is on the mods for only three years, and it may take more than a year for the Commissioner to make a determination. What do we do in the mean time?
2. If we start letting the Commissioner weigh in on the mod calculations, it erodes the structure of using claims experience as a basis for premium calculations. Also, it creates a potential for arbitrary actions for individual cases and removes the consistency which levels the playing field for all claims under current procedures. It has the potential of setting bad precedent for the industry, in general.
3. Even if there is finally a determination of liability on someone else and we subrogate back, rarely do insurers get a substantial amount of our money back (the attorney takes 1/3rd on the recovery).
4. This does violence to the whole idea of "no fault" workers compensation coverage in exchange for giving up right to sue the employer. Are we not causing a rift between employer/employee vis-à-vis motor vehicle accident claims when there's more weight on whether the employee is "at fault?"
5. Rather than changing our whole WC system in this regard, why not negotiate with the entities that have the "no mod higher than 1.10" provision to make this exception in the event of no liability motor vehicle accidents. Are we involving government (Statute and Commissioner) where it doesn't belong?

James W. Parrish, Administrator  
Kansas Workers Risk Cooperative for Counties  
<http://www.kworcc.com>

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---

**From:** Mike O'Neal <[mike.oneal@onealconsulting.org](mailto:mike.oneal@onealconsulting.org)>  
**Sent:** Wednesday, March 28, 2018 10:23 AM  
**To:** Mike O'Neal <[mike.oneal@onealconsulting.org](mailto:mike.oneal@onealconsulting.org)>  
**Cc:** Cindy Luxem <[cluxem@khca.org](mailto:cluxem@khca.org)>; Don Osenbaugh <[dosenbaugh@cox.net](mailto:dosenbaugh@cox.net)>; Don McNeely

<[dmcneely@kansasdealers.org](mailto:dmcneely@kansasdealers.org)>; Dorothy Pope <[poped@marc.org](mailto:poped@marc.org)>; Doug Hamilton <[doug@kbig.biz](mailto:doug@kbig.biz)>; Reasoner, Ed <[ereasoner@thomasmcgee.com](mailto:ereasoner@thomasmcgee.com)>; James Parrish <[jwp@parrishhotels.com](mailto:jwp@parrishhotels.com)>; Kevin McFarland <[kevin@leadingagekansas.org](mailto:kevin@leadingagekansas.org)>; [lance.cowell@yahoo.com](mailto:lance.cowell@yahoo.com); [tcov@krha.org](mailto:tcov@krha.org); Kayron Ronni Anderson <[kanderson@khsc.org](mailto:kanderson@khsc.org)>; Paul Davis <[paul.davis@corisksol.com](mailto:paul.davis@corisksol.com)>; Jeff Siler <[jsiler@krha.org](mailto:jsiler@krha.org)>; Lance Cowell <[lcowell@cisinsurancesolutions.com](mailto:lcowell@cisinsurancesolutions.com)>; John Crowley <[jcrowley@mwbc.com](mailto:jcrowley@mwbc.com)>; Adam Mills <[amills@krha.org](mailto:amills@krha.org)>  
**Subject:** HB 2487

Fee Sweep participants

On an unrelated topic, I was asked by an insurance industry lobbyist friend whether any of the WC Funds had weighed in on HB 2487, which would modify the calculation of experience mods in the event of an auto accident resulting in injury or death and where the accident was not caused or contributed to by the employer/employee and the vehicle was not being used for work. I wasn't familiar with the bill and no one had asked me about it before this contact. I understand the Kansas Self-Insurers Assoc. opposes it. It was voted out of Committee yesterday apparently and may be worked in the House as early as tomorrow. I said I'd get an e-mail out to see if any of you had input you wished for me to pass along. The concern is that if there is an adjustment of the experience mod for a particular employer then the balance of the experience is shared by the rest. This appears to have been introduced on the basis of one case where the experience mod adjustment for the employer caused them to be disqualified for work with Frito Lay Co. I'm told only one other state has done this.

Let me know if you have anything you wish for me to pass along.

Mike O'Neal  
Attorney at Law  
O'Neal Consulting, LLC  
800 SW Jackson St., Suite 818  
Topeka, KS. 66612-1244  
[mike.oneal@onealconsulting.org](mailto:mike.oneal@onealconsulting.org)  
620-727-0003

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# KMIT Member List

## April 1, 2018

	Member City	Population [1]	Date Joined	FTE [2]
1	Abilene	6,590	4/1/96	63.0
2	Admire	154	4/1/06	2.0
3	Allen	175	4/11/00	1.0
4	Altamont	1,049	4/1/94	12.0
5	Andale	981	5/1/94	4.0
6	Andover	12,509	4/1/95	72.0
7	Arkansas City	12,205	4/1/05	144.0
8	Arma	1,464	4/1/17	12.0 <i>est</i>
9	Atchison	10,771	4/1/94	109.0
10	Atlanta	194	4/1/04	1.0
11	Augusta	9,242	1/1/02	110.0
12	Baldwin City	4,585	4/1/94	40.0
13	Basehor	5,119	4/1/96	22.0
14	Bel Aire	7,284	4/1/09	60.0
15	Belle Plaine	1,627	4/1/12	10.0
16	Belleville	1,917	4/1/04	28.0
17	Bennington	665	4/1/06	2.0
18	Benton	872	4/1/12	6.0
19	Beverly	159	8/9/98	1.0
20	Bird City	439	1/15/94	3.0
21	Blue Mound	275	1/1/09	2.0
22	Blue Rapids	997	4/1/05	5.0
23	Bonner Springs	7,553	1/1/94	81.0
24	Brewster	304	4/1/94	1.0
25	Centralia	508	4/1/94	3.0
26	Chapman	1,417	4/1/12	13.0
27	Chautauqua	106	4/1/96	1.0
28	Cheney	2,153	1/1/94	18.0
29	Cherryvale	2,283	2/1/94	21.0
30	Clay Center	4,177	7/1/04	40.0
31	Clearwater	2,531	4/1/10	7.0
32	Columbus	3,186	4/1/02	34.0
33	Concordia	5,311	1/1/96	60.0
34	Conway Springs	1,239	4/1/94	8.0
35	Council Grove	2,106	4/1/94	26.0

# KMIT Member List

## April 1, 2018

36	<b>Cullison</b>	104	4/1/01	3.0	
37	<b>Damar</b>	132	3/1/05	1.0	
38	<b>De Soto</b>	6,038	4/1/94	30.0	
39	<b>Dodge Ctiy</b>	28,117	1/1/17	225.0	<i>est</i>
40	<b>Douglass</b>	1,692	4/1/03	7.0	
41	<b>Eastborough</b>	769	11/15/04	7.0	
42	<b>Edgerton</b>	1,703	12/11/00	9.0	
43	<b>Edwardsville</b>	4,380	4/1/07	41.5	
44	<b>El Dorado</b>	12,879	4/1/09	133.0	
45	<b>Elkhart</b>	2,113	1/1/94	13.0	
46	<b>Ellsworth</b>	3,076	4/1/06	24.0	
47	<b>Esbon</b>	98	4/1/94	3.0	
48	<b>Eudora</b>	6,303	4/1/03	39.0	
49	<b>Florence</b>	444	4/1/06	4.0	
50	<b>Ford</b>	220	4/1/01	2.0	
51	<b>Fort Scott</b>	7,874	1/1/94	82.0	
52	<b>Fowler</b>	560	6/8/95	2.0	
53	<b>Frankfort</b>	711	4/1/96	4.0	
54	<b>Fredonia</b>	2,372	4/1/03	35.0	
55	<b>Galena</b>	2,966	1/1/94	39.0	
56	<b>Garden City</b>	27,004	1/1/13	306.0	
57	<b>Girard</b>	2,773	1/1/04	35.0	
58	<b>Glasco</b>	487	4/1/94	3.0	
59	<b>Glen Elder</b>	435	4/1/95	4.0	
60	<b>Goodland</b>	4,554	1/1/94	57.0	
61	<b>Goessel</b>	514	4/1/16	7.5	
62	<b>Grainfield</b>	275	7/9/01	1.0	
63	<b>Grandview Plaza</b>	1,670	4/1/04	10.0	
64	<b>Great Bend</b>	15,840	1/1/02	150.0	
65	<b>Greeley</b>	296	3/9/98	2.0	
66	<b>Grenola</b>	203	4/1/94	1.0	
67	<b>Grinnell</b>	258	8/14/06	1.5	
68	<b>Halstead</b>	2,084	1/1/94	22.0	
69	<b>Hamilton</b>	255	4/1/06	2.5	
70	<b>Harper</b>	1,398	4/1/17	15.0	<i>est</i>
71	<b>Hartford</b>	367	4/1/06	3.0	

# KMIT Member List

## April 1, 2018

72	<b>Haven</b>	1,225	4/1/17	12.0	<i>est</i>
73	<b>Hays</b>	21,044	4/1/13	181.0	
74	<b>Haysville</b>	11,112	4/1/01	76.0	
75	<b>Herington</b>	2,413	4/1/14	37.5	
76	<b>Hiawatha</b>	3,108	6/4/95	26.0	
77	<b>Hill City</b>	1,454	4/1/95	17.0	
78	<b>Hillsboro</b>	2,893	4/1/95	26.0	
79	<b>Hoisington</b>	2,664	1/1/94	40.0	
80	<b>Horton</b>	1,732	4/1/02	25.0	
81	<b>Independence</b>	9,162	3/1/94	144.0	
82	<b>Jetmore</b>	864	4/1/94	6.0	
83	<b>Johnson City</b>	1,413	4/1/94	14.0	
84	<b>Kingman</b>	3,094	4/1/95	37.0	
85	<b>Kinsley</b>	1,451	1/1/94	11.0	
86	<b>La Cygne</b>	1,116	4/1/09	9.0	
87	<b>Lake Quivira</b>	934	12/1/14	10.0	<i>est</i>
88	<b>Larned</b>	4,023	4/1/08	56.0	
89	<b>LKM</b>	NA	4/1/94	15.0	
90	<b>Lecompton</b>	637	4/1/07	2.0	
91	<b>Lenora</b>	240	4/1/97	2.0	
92	<b>Leoti</b>	1,496	4/1/02	8.0	
93	<b>Lincoln Center</b>	1,266	9/3/02	12.0	
94	<b>Lindsborg</b>	3,438	4/1/12	31.0	
95	<b>Logan</b>	569	4/1/13	4.0	
96	<b>Lucas</b>	393	6/1/94	4.0	
97	<b>Madison</b>	661	4/1/17	5.0	<i>est</i>
98	<b>Maize</b>	4,073	6/25/94	19.0	
99	<b>Marion</b>	1,861	4/1/15	32.0	
100	<b>Marysville</b>	3,295	10/1/94	36.0	
101	<b>McFarland</b>	257	4/1/94	1.0	
102	<b>Medicine Lodge</b>	2,021	4/11/95	19.0	
103	<b>Melvern</b>	369	4/1/96	2.0	
104	<b>Minneapolis</b>	2,029	1/1/94	25.0	
105	<b>Moline</b>	344	4/1/94	3.0	
106	<b>Montezuma</b>	979	4/1/94	6.0	
107	<b>Mound City</b>	682	4/1/96	5.0	



# KMIT Member List

## April 1, 2018

108	<b>Moundridge</b>	1,726	4/1/12	17.0
109	<b>Neodesha</b>	2,400	4/1/98	49.0
110	<b>Neosho Rapids</b>	262	4/1/06	2.5
111	<b>Newton</b>	19,120	1/1/94	176.0
112	<b>North Newton</b>	1,788	4/1/13	5.0
113	<b>Oakley</b>	2,075	4/1/13	27.5
114	<b>Oberlin</b>	1,749	1/15/94	15.0
115	<b>Ogden</b>	2,138	4/1/01	8.0
116	<b>Olpe</b>	537	4/1/94	2.0
117	<b>Osage City</b>	2,862	4/1/94	35.0
118	<b>Osawatomie</b>	4,357	4/1/08	75.0
119	<b>Oskaloosa</b>	1,086	4/1/94	5.0
120	<b>Oswego</b>	1,781	4/1/95	21.0
121	<b>Palco</b>	282	4/1/04	2.5
122	<b>Paola</b>	5,593	4/1/94	60.0
123	<b>Parsons</b>	10,174	4/1/05	133.0
124	<b>Peabody</b>	1,156	4/1/01	9.0
125	<b>Pittsburg</b>	20,394	1/1/14	250.0
126	<b>Princeton</b>	267	4/1/94	5.5
127	<b>Ramona</b>	181	4/1/06	1.0
128	<b>Ransom</b>	289	1/1/95	2.0
129	<b>Reading</b>	228	4/1/06	2.0
130	<b>Roeland Park</b>	6,840	12/31/00	31.0
131	<b>Rose Hill</b>	3,960	4/1/94	23.0
132	<b>Rozel</b>	152	2/1/18	4.0
133	<b>Russell</b>	4,484	1/1/94	75.0
134	<b>Satanta</b>	1,117	4/1/02	4.0
135	<b>Scranton</b>	693	4/1/12	6.0
136	<b>Sedan</b>	1,065	7/1/94	11.0
137	<b>Sedgwick</b>	1,701	4/1/94	9.0
138	<b>Sharon Springs</b>	756	4/1/06	8.5
139	<b>Smith Center</b>	1,641	4/1/13	21.5
140	<b>Spearville</b>	806	5/8/00	4.0
141	<b>St. Francis</b>	1,312	4/1/05	20.0
142	<b>St. John</b>	1,244	4/1/16	15.5
143	<b>Stafford</b>	1,002	4/1/03	14.0



# KMIT Member List

## April 1, 2018

144	<b>Sterling</b>	2,303	4/1/15	16.5
145	<b>Stockton</b>	1,315	4/1/02	50.0
146	<b>Sylvan Grove</b>	268	4/1/12	2.0
147	<b>Tampa</b>	108	4/1/06	1.0
148	<b>Tescott</b>	318	4/1/95	2.0
149	<b>Tipton</b>	207	7/27/01	2.0
150	<b>Tonganoxie</b>	5,192	4/1/97	28.0
151	<b>Turon</b>	378	9/10/95	2.0
152	<b>Ulysses</b>	6,160	3/31/95	40.0
153	<b>Valley Center</b>	7,057	4/15/94	45.0
154	<b>WaKeeney</b>	1,797	4/1/03	20.0
155	<b>Wakefield</b>	967	1/1/95	3.0
156	<b>Walton</b>	239	4/1/94	2.0
157	<b>Wamego</b>	4,578	1/1/94	40.0
158	<b>Wellington</b>	7,942	4/1/95	123.0
159	<b>Wellsville</b>	1,822	3/31/01	10.0
160	<b>Westwood</b>	1,534	7/1/12	13.0
<b>Total</b>		<b>496,826</b>		<b>4,854</b>
<b>Small</b>		<b>98</b>		<b>1</b>
<b>Large</b>		<b>28,117</b>		<b>306</b>
<b>Median</b>		<b>1,496</b>		<b>12</b>
<b>Avg</b>		<b>3,125</b>		<b>30</b>
<b>City Pop.</b>				<b>FTE</b>
<b>Member City</b>				
		<b>Largest to Smallest</b>		
1	Dodge City	28,117		
2	Garden City	27,004		
3	Hays	21,044		
4	Pittsburg	20,394		
5	Newton	19,120		
6	Great Bend	15,840		
7	El Dorado	12,879		
8	Andover	12,509		

# KMIT Member List

## April 1, 2018

9	Arkansas City	12,205
10	Haysville	11,112
11	Atchison	10,771
12	Parsons	10,174
13	Augusta	9,242
14	Independence	9,162
15	Wellington	7,942
16	Fort Scott	7,874
17	Bonner Springs	7,553
18	Bel Aire	7,284
19	Valley Center	7,057
20	Roeland Park	6,840
21	Abilene	6,590
22	Eudora	6,303
23	Ulysses	6,160
24	De Soto	6,038
25	Paola	5,593
26	Concordia	5,311
27	Tonganoxie	5,192
28	Basehor	5,119
29	Baldwin City	4,585
30	Wamego	4,578
31	Goodland	4,554
32	Russell	4,484
33	Edwardsville	4,380
34	Osawatomie	4,357
35	Clay Center	4,177
36	Maize	4,073
37	Larned	4,023
38	Rose Hill	3,960
39	Lindsborg	3,438
40	Marysville	3,295
41	Columbus	3,186
42	Hiawatha	3,108
43	Kingman	3,094
44	Ellsworth	3,076
45	Galena	2,966
46	Hillsboro	2,893
47	Osage City	2,862
48	Girard	2,773
49	Hoisington	2,664
50	Clearwater	2,531

# KMIT Member List

## April 1, 2018

51	Herington	2,413
52	Neodesha	2,400
53	Fredonia	2,372
54	Sterling	2,303
55	Cherryvale	2,283
56	Cheney	2,153
57	Ogden	2,138
58	Elkhart	2,113
59	Council Grove	2,106
60	Halstead	2,084
61	Oakley	2,075
62	Minneapolis	2,029
63	Medicine Lodge	2,021
64	Belleville	1,917
65	Marion	1,861
66	Wellsville	1,822
67	WaKeeney	1,797
68	North Newton	1,788
69	Oswego	1,781
70	Oberlin	1,749
71	Horton	1,732
72	Moundridge	1,726
73	Edgerton	1,703
74	Sedgwick	1,701
75	Douglass	1,692
76	Grandview Plaza	1,670
77	Smith Center	1,641
78	Belle Plaine	1,627
79	Westwood	1,534
80	Leoti	1,496
81	Arma	1,464
82	Hill City	1,454
83	Kinsley	1,451
84	Chapman	1,417
85	Johnson City	1,413
86	Harper	1,398
87	Stockton	1,315
88	St. Francis	1,312
89	Lincoln Center	1,266
90	St. John	1,244
91	Conway Springs	1,239
92	Haven	1,212

# KMIT Member List

## April 1, 2018

93	Peabody	1,156
94	Satanta	1,117
95	La Cygne	1,116
96	Oskaloosa	1,086
97	Sedan	1,065
98	Altamont	1,049
99	Stafford	1,002
100	Blue Rapids	997
101	Andale	981
102	Montezuma	979
103	Wakefield	967
104	Lake Quivira	934
105	Benton	872
106	Jetmore	864
107	Spearville	806
108	Eastborough	769
109	Sharon Springs	756
110	Frankfort	711
111	Scranton	693
112	Mound City	682
113	Bennington	665
114	Madison	661
115	Lecompton	637
116	Logan	569
117	Fowler	560
118	Olpe	537
119	Goessel	514
120	Centralia	508
121	Glasco	487
122	Florence	444
123	Bird City	439
124	Glen Elder	435
125	Lucas	393
126	Turon	378
127	Melvern	369
128	Hartford	367
129	Moline	344
130	Tescott	318
131	Brewster	304
132	Greeley	296
133	Ransom	289
134	Palco	282

# KMIT Member List

## April 1, 2018

135	Grainfield	275
136	Blue Mound	275
137	Sylvan Grove	268
138	Princeton	267
139	Neosho Rapids	262
140	Grinnell	258
141	McFarland	257
142	Hamilton	255
143	Lenora	240
144	Walton	239
145	Reading	228
146	Ford	220
147	Tipton	207
148	Grenola	203
149	Atlanta	194
150	Ramona	181
151	Allen	175
152	Beverly	159
153	Admire	154
154	Rozel	152
155	Damar	132
156	Tampa	108
157	Chautauqua	106
158	Cullison	104
159	Esbon	98
<b>Current Board Member</b>		
Past Board Member		

# KMIT Trustee Terms, 2001 - Present

									term limit	End
pos	Name	City	Title	Appointed	Elect 1	Elect 2	Elect 3	Elect 4	date	Date
1	Gary Meagher	Lindsborg	City Administrator	Jun-98						Aug-98
1	Ron Pickman	Goodland	City Manager	N/A	Oct-98	Oct-00	Oct-02			Oct-04
1	Cheryl Beatty [3]	Eudora	City Manager	N/A	Oct-04	Oct-06	Oct-08			Apr-09
1	Herb Llewellyn	El Dorado	City Manager	Jun-09	Oct-09 <sup>1</sup>	Oct-10	Oct-12			Oct-14
1	<b>David Dillner</b>	<b>El Dorado<sup>5</sup></b>	<b>City Manager</b>	<b>N/A</b>	<b>Oct-14</b>	<b>Oct-16</b>	<b>Oct-18</b>		Oct-20	
2	Nancy Calkins	Ft. Scott	City Clerk	N/A	Oct-00					May-01
2	Keith DeHaven	Sedgwick	Mayor	Jun-01	Oct-01	Oct-03	Oct-05			Jun-07
2	Sasha Stiles	Andover	City Administrator	N/A	Oct-07	Oct-09	Oct-11			Oct-13
2	Kathy Axelson	Rose Hill	City Administrator	N/A	Oct-13					Mar-14
2	<b>Randy Frazer</b>	<b>Moundridge</b>	<b>City Adm/City Clerk</b>	<b>May-14</b>	<b>Oct-14<sup>1</sup></b>	<b>Oct-17</b>	<b>Oct-16</b>	<b>Oct-19</b>	Oct-21	
3	Cherise Tieben	Dodge City	HR Director	Jun-99	Oct-00					Oct-01
3	Larry Kenton	Dodge City	Risk Mgr	Oct-01 <sup>2</sup>	Oct-01 <sup>2</sup>					Apr-02
3	Howard Partington	Great Bend	City Administrator	Apr-02	Oct-02	Oct-04	Oct-06			Oct-08
3	Jane Longmeyer	Dodge City	HR Officer	N/A	Oct-08					Dec-08
3	Daron Hall	Ulysses	City Administrator	Jun-09	Oct-09 <sup>1</sup>	Oct-10				Mar-12
3	<b>Tim Hardy</b>	<b>Elkhart</b>	<b>City Administrator</b>	<b>Jun-12</b>	<b>Oct-12</b>	<b>Oct-14</b>	<b>Oct-16</b>		Oct-18	
4	Mark Arbuthnot	Abilene	City Manager	?	?					Oct-01
4	Carol Eddington	Oswego	Deputy City Clerk	N/A	Oct-01	Oct-03	Oct-05			Oct-07
4	Bobby Busch	Neodesha	City Clerk	N/A	Oct-07	Oct-09	Oct-11			Oct-13
4	Tim Vandall	Elsworth	City Administrator	N/A	Oct-13					May-15
4	<b>Janie Cox</b>	<b>Haysville</b>	<b>City Clerk</b>	<b>N/A</b>	<b>Oct-15</b>	<b>Oct-17</b>	<b>Oct-19</b>		Oct-21	
5	Paul Sasse	Independence	City Manager	?	?					Oct-01
5	Cheryl Lanoue	Concordia	City Clerk	N/A	Oct-01	Oct-03	Oct-05			Aug-06
5	Sharon Brown	Clay Center	Mayor	N/A	Oct-06 <sup>1</sup>	Oct-07	Oct-09			Apr-11
5	Debbie Price	Marysville	City Clerk	Apr-10	Oct-11	Oct-13	Oct-15			Oct-17
5	<b>Greg DuMars</b>	<b>Lindsborg</b>	<b>City Administrator</b>	<b>N/A</b>	<b>Oct-17</b>	<b>Oct-19</b>	<b>Oct-21</b>		Oct-23	
6	Jane Henry	Derby	Environ/Safety Dir	N/A	Oct-96	Oct-98				May-00
6	Shawne Boyd	Derby	HR Coord	?-00	Oct-00					Oct-02
6	David Alfaro	Augusta	Assist. City Mgr.	N/A	Oct-02	Oct-04				Apr-06
6	Steve Archer	Arkansas City	City Manager	Apr-06	Oct-06	Oct-08	Oct-10			Dec-10
6	Debra Mootz	Roeland Park	City Clerk/DOF	Dec-10	Oct-11 <sup>1</sup>	Oct-12				Aug-14
6	Nathan McCommon	Tonganoxie	City Manager	N/A	Oct-14					Oct-16
6	<b>Mike Webb</b>	<b>Edwardsville</b>	<b>City Manager</b>	<b>N/A</b>	<b>Oct-16</b>	<b>Oct-18</b>	<b>Oct-20</b>		Oct-22	
7	Max Mize	Kingman	Mayor	N/A	Oct-96	Oct-98	Oct-00			Apr-01
7	Gary Hobbie	Russell	City Manager	Jun-01	Oct-01 <sup>1</sup>	Oct-02	Oct-04	Oct-06		Oct-07
7	Larry Paine	Hillsboro	City Administrator	N/A	Oct-07 <sup>1</sup>	Oct-08	Oct-10	Oct-12		Oct-14
7	<b>Kerry Rozman</b>	<b>Clay Center</b>	<b>City Clerk</b>	<b>N/A</b>	<b>Oct-14</b>	<b>Oct-16</b>	<b>Oct-18</b>		Oct-20	
8	Ted Stolfus	Bonner Spgs	Mayor	May-97	Oct-99					Apr-01
8	Nancy Calkins	Mission	City Clerk	Jun-01	Oct-01 <sup>4</sup>	Oct-02				Oct-04
8	Ty Lasher	Cheney	City Administrator	N/A	Oct-04	Oct-06				Jun-07
8	Toby Dougherty	Hays	City Manager	Jun-07	Oct-07 <sup>1</sup>	Oct-08	Oct-10			Oct-11
8	<b>Keith Schlaegel</b>	<b>Stockton</b>	<b>City Manager</b>	<b>N/A</b>	<b>Oct-11<sup>1</sup></b>	<b>Oct-12</b>	<b>Oct-14</b>	<b>Oct-16</b>	Oct-18	
9	Carl Myers	Wellington	City Manager	Jul-97	Oct-97	Oct-99				Oct-01
9	Rhonda Schuetz	Hiawatha	City Clerk	N/A	Oct-01	Oct-03				Sep-04
9	Lana McPherson	De Soto	City Clerk	N/A	Oct-04 <sup>1</sup>	Oct-05	Oct-07	Oct-09		Oct-11
9	Clausie Smith	Bonner Spgs	Mayor	N/A	Oct-11					Apr-13
9	Fred Gress	Parsons	City Manager	Apr-13	Oct-13					Aug-14
9	<b>Ty Lasher</b>	<b>Bel Aire</b>	<b>City Manager</b>	<b>N/A</b>	<b>Oct-14<sup>1</sup></b>	<b>Oct-15</b>	<b>Oct-17</b>	<b>Oct-19</b>	Oct-21	
10	Tim Richards	Newton	Commissioner	Jul-97	Oct-97					Apr-99
10	Willis Heck	Newton	Mayor	May-99	Oct-99	Oct-01				Oct-03
10	Linda Jones	Osage City	City Clerk	N/A	Oct-03	Oct-05	Oct-07			Oct-09
10	Doug Gerber	Goodland	City Manager	Oct-09	Oct-11	Oct-13				Apr-14
10	Megan Fry	Pittsburg	HR Director	Mar-14	Oct-14 <sup>1</sup>					Jan-15
10	Jay Byers	Pittsburg	Assist. City Mgr.	Mar-15	Oct-15					Mar-16
10	<b>Carey Simons</b>	<b>Pittsburg</b>	<b>HR Benefits Mgr.</b>	<b>Mar-16</b>	<b>Oct-17</b>	<b>Oct-17</b>	<b>Oct-19</b>		Oct-21	
11	Jim Beadle	De Soto	Mayor	Jan-94	?					Jan-97
11	Kelly DeMeritt	Atchison	Assist. City Mgr	May-97	Oct-97	Oct-99	Oct-01			Oct-03
11	Bill Powers	Ulysses	City Administrator	N/A	Oct-03					Jan-04
11	Bud Newberry [2]	Derby	City Planner	Jan-04	Oct-04	Oct-05	Oct-07			Oct-09
11	Mac Manning	Peabody	City Adm/Clerk	Oct-09	Oct-11					Dec-12
11	Michelle Stegman	Garden City	HR Director	Jan-13	Oct-13					Apr-15
11	<b>Michael Reagel</b>	<b>Garden City</b>	<b>Police Captain</b>	<b>May-15</b>	<b>Oct-15</b>	<b>Oct-17</b>			Oct-19	

<sup>1</sup> One-year term

<sup>2</sup> Appointed to Board while at Elkhart; moved on to Ulysses in June '04; moved on to Derby in Dec '07

<sup>3</sup> First elected to the Board while in Kingman; moved on to Eudora in July '05

<sup>4</sup> First elected to the Board while in Ft. Scott; moved on to Mission in ?

## Don Osenbaugh

---

**From:** Myles Bancroft [mbancroft@legacypcpartners.com]  
**Sent:** Monday, April 2, 2018 8:54 AM  
**To:** myles@legacynationalaudit.com  
**Cc:** Vince Purpura; Emil Moskowitz  
**Subject:** LEGACY NEWS! More to follow in the next few days...

Last Friday, March 30th, Legacy finalized a deal, joining with Cal Inspection Bureau to create a new, national premium audit company - **LEGACY NATIONAL AUDIT BUREAU, LLC**.

Back in 2004 I assisted Cal Inspection Bureau in forming a premium audit unit and have consulted with them, on and off, since that time. Their owner, Emil Moskowitz and I began discussing this "merger" over a year ago (actually a number of years ago). Finally, the timing seemed right.

Vince, Steph and I will continue to run the audit company and, at some point, we'll begin unwinding our inspection ops into Cal's, since that is their primary competency.

As far as day-to-day operations go, not much will change. Processes will all remain the same (we will have a new bank account for ACH deposits). Other than that, there should be nothing our clients will need to do to adapt. If you are on a system-to-system with us, that will continue without interruption.

We are getting to an age where we want to work with people we really like and that includes both our internal partners and YOU. Emil fits the bill. He's a former professional stand-up comedian, attorney, commercial actor and has been in this business for over 30 years. He believes in business relationships, not just business transactions. As such, our companies share very similar cultural values.

To learn more, you can visit our new website:

[www.legacynationalaudit.com](http://www.legacynationalaudit.com)

We look forward to the myriad advancements this change will allow us to make. As always, thank you for your partnership and for the trust you continue to place in us on a daily basis.



--

Myles Bancroft, APA, ALCM  
*Legacy P&C Partners, Inc.*  
P.O. Box 2219  
Camden, SC 29020  
Cell: [614.634.3078](tel:614.634.3078)  
Fax: [803.310.9453](tel:803.310.9453)

**KRIS W. KOBACH**  
Secretary of State



Memorial Hall, 1st Floor  
120 S.W. 10th Avenue  
Topeka, KS 66612-1594  
(785) 296-4564

## STATE OF KANSAS

February 23, 2018

Don Osenbaugh  
KMIT Pool Administrator  
2250 N rock Rd  
Ste 118-PMB302  
Wichita, KS 67226

**Re: Interlocal Cooperation Agreement between:**  
**KMIT and the Members Present at Annual Meeting**

Dear Mr. Osenbaugh:

Your documents relating to the above-mentioned Interlocal Cooperation Agreement have been filed with our office.

Should you have any additional questions, do not hesitate to contact our office.

Sincerely,

A handwritten signature in cursive script that reads "Linda Borrer".

Linda Borrer  
Administration Specialist



**From:** Mike O'Neal [mailto:mike.oneal@onealconsulting.org]

**Sent:** Tuesday, March 20, 2018 2:02 PM

**To:** Mike O'Neal

**Cc:** Cindy Luxem; Don Osenbaugh; Don McNeely; Dorothy Pope; Doug Hamilton; Reasoner, Ed; jimparrish@kworcc.com; Kevin McFarland; lance.cowell@yahoo.com; tcx@krha.org; Kayron Ronni Anderson; Paul Davis; Jeff Siler; Lance Cowell; John Crowley; Adam Mills

**Subject:** Re: Fee Sweep case

Fee Sweep case participants

I have not heard back yet from the Kansas Insurance Department in response to our formal demand for refund of assessments for the 3 years in question, although their attorney says a response is imminent.

In the meantime I wanted to report on the status of another fee sweep. Last year the Legislature passed HB 2054 which cracks down on future fee sweeps. In the same session the Legislature passed 2 more sweeps involving the Insurance Department! These were for around \$8M each from the KID's Service Regulation Fund. One was for FY '18 and one for upcoming FY '19. Entities paying into this fund have not been financially impacted because KID has been absorbing these sweeps in the past. Monday, I was able to get the House Appropriations Committee to reverse the sweep for FY '19, which starts July 1. I briefed the Committee on the sweep and it's illegality and cautioned them to be vigilant in the future when sweeps were proposed. I mention this to advise that the Committee listened and acted appropriately. This bodes well for the future. However, we need to be vigilant that the Administration, whoever it is, does not continue to look at these funds as a source of revenue.

While entities such as yours have not been impacted by this particular sweep, inasmuch as the KID has been absorbing them, it does beg the question of the appropriate level of assessment. \$8M is a good deal of money and if the Department has been collecting this amount but not using it for the purpose of regulation because the Administration has swept it, this suggests to me that future assessments should be adjusted accordingly to raise only the amount of funds necessary to operate. That's a question for another day perhaps but I wanted to put it on your radar.

I'll let you know as soon as I get a response from KID.

Mike O'Neal

Attorney at Law

O'Neal Consulting, LLC

800 SW Jackson St., Suite 818

Topeka, KS. 66612-1244

[mike.oneal@onealconsulting.org](mailto:mike.oneal@onealconsulting.org)

620-727-0003

This message, as well as any attached document, contains information that is confidential and privileged, or may contain attorney work product. The information is intended only for the use of

the addressee named above. If you are not the intended recipient, you are hereby notified that any disclosure, copying, or distribution of this email or attached documents, or taking any action in reliance on the contents of this message or its attachments is strictly prohibited, and may be unlawful. If you have received this message in error, please (1) immediately notify me by reply email, (2) do not review, copy, save, forward, or print this email or any of its attachments, and (3) immediately delete and destroy this email, its attachments and all copies thereof. Unintended transmission does not constitute waiver of the attorney-client privilege or any other privilege.

On Feb 19, 2018, at 3:05 PM, Mike O'Neal <[mike.oneal@onealconsulting.org](mailto:mike.oneal@onealconsulting.org)> wrote:

Work Comp Fund fee sweep participants

By way of update, this is to advise that I have all assessment information from all clients for the 3 consecutive fiscal years in question. I have sent that information along to the attorney handling our case in the Kansas Insurance Department, with my formal demand for refund of all three years, based on a review and analysis of Fund balances over the past several years and currently. I'm told they are in the final review process and that I should have an administrative decision shortly (whatever that means). I've found that "time" is relative in this case. In the meantime, I'm assuming that their administrative decision or next offer will be something less than all years. I'll of course pass along all communications. Some options to consider may include a combination of refund and credit against future assessments. Please feel free to share your views of what each of you would find acceptable by way of settlement of our claim for assessment refund. We have a valid claim for all three years. From their perspective we were successful in getting only one-year's worth of sweeps restored but they did not get past sweeps restored. The same bill that caused our cash sweep also cancelled provisions requiring the State to repay over time the sweeps from 2002. Ironically, that was an amendment I got put into the bill in 2003. Still, in looking at the health of their fund balances over time, we have a good argument that paying back all 3 years worth of assessments for you twelve funds only will not jeopardize the Fund in any way.

Mike O'Neal  
Attorney at Law  
O'Neal Consulting, LLC  
800 SW Jackson St., Suite 818  
Topeka, KS. 66612-1244  
[mike.oneal@onealconsulting.org](mailto:mike.oneal@onealconsulting.org)