



# **Board of Trustees**

**Board Meeting**  
**June 26, 2020**  
**Skype Teleconference**  
**9:00 AM**

# **BOARD OF TRUSTEES MEETING**

## **KANSAS MUNICIPAL INSURANCE TRUST (KMIT)**

9:00 AM, Friday, June 26, 2020

Via SKYPE

### **AGENDA**

1. Call-To-Order (President Ty Lasher)
2. Local Welcome (if any)
3. Trustee Absences/Quorum Declaration (Lasher)
4. Minutes Approval: ONLINE (via Skype), April 24, 2020 (Lasher)
5. Financial Reports (Kifer)
  - a. April, 2020 Financials
  - b. May 31, 2020 Financials
  - c. Audited 2020 First Quarter KID Report
  - d. Audited [Revised] 2019 Fourth Quarter KID Report
  - e. May 31, 2020 Cash/Investment Summary [Osenbaugh]
6. [9:30] Annual Financial Audit (Stuart Bach—Summers, Spencer & Co)
7. Claims: Settlements and Advisories (Miller)
8. Risk Control: Report (Rhodes)
9. Introduction of New Members (Osenbaugh)
10. Appointment of 2020/2021 Nomination Committee (Lasher)
11. Other
12. Adjourn

# KANSAS MUNICIPAL INSURANCE TRUST

## Board of Trustees Minutes from April 24, 2020

*Unapproved*

**Meeting Convened:** Friday, April 24, 2020, ONLINE (via Skype). The meeting was called to order by President Ty Lasher at 9:04 A.M.

**Absences/Quorum Declaration:** Lasher declared a quorum, with no Trustee absences.

**Members Present:** *Board Members Present:* President Ty Lasher (Bel Aire), Vice President Greg DuMars (Lindsborg), Treasurer Deb Needleman (Fort Scott), Immediate Past President David Dillner (El Dorado), Randy Frazer (Moundridge), Jonathan Mitchell (Hoisington), Kelly McElroy (Newton), Barack Matite (Eudora), Janie Cox (Haysville), Andrew Finzen (Goodland), Hardy Howard (WaKeeney), and *ex-officio Trustee* Jeff Morris (Coffeyville Community College). *Staff:* Barbie Kifer (CORnerstone), Kyle Johnston (CORnerstone), Jess Cornejo (CORnerstone), Renee Rhodes (IMA), Gene Miller (CIS), and Don Osenbaugh (KMIT Pool Administrator). *Guests:* John Burrows (CIS) and Lance Cowell (CIS).

**Minutes Approval:** The minutes from the Moundridge meeting of February 28, 2020 were unanimously approved as written, following a motion by Dillner and a second by Needleman.

### **Financial Reports (Kifer):**

1. February 29, 2020 Financials
2. March 31, 2020 Financials
3. January 31, 2020 Financials
4. Second Quarter REVISED (6/30) 2019 KID Report
5. First Quarter (3/31) 2020 KID Report
6. March 31, 2020 Cash Investment Summary [Osenbaugh]

The motion to approve the above reports was made by Dillner; seconded by Mitchell. Approved unanimously.

**Annual (Milliman) Actuary Review:** Cornejo presented a review of the 2019 actuarial report, as prepared by Milliman. Report filed. One highlight of the report is a reduction in the amount of IBNR (Incurred But Not Reported) of \$371,537 (since last year's report), which, generally speaking, indicates an increase in Fund Balance (Net Worth).

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

1. Claim #18735622 (Stafford). Request to settle in the amount of \$37,250 approved unanimously upon a motion by Dillner; second by Mitchell.
2. 002824030691901 (Independence). Settlement previously approved (via email) by Board. Final settlement was ultimately \$27,500 LESS than had been approved earlier.
3. 19754179 (Garden City). Reserve Increase Advisory.
4. 19798106 (Osawatomie). Reserve Increase Advisory.
5. 19798478 (Dodge City). Reserve Increase Advisory.
6. 19800187 (Independence). Reserve Increase Advisory.
7. 20790014 (Hiawatha). Reserve Increase Advisory.
8. 20790116 (Great Bend). Reserve Increase Advisory.

A lengthy discussion followed, concerning the various possible effects of COVID-19, including expansion of legal coverage requirements, loss of premium revenue because of laid off employees and/or paid leave, insufficient rates to cover added coverage requirements, etc.

**Loss Control Activities:** Rhodes gave an update/review of risk control activities. Annual certification reviews are being held via phone only, with site visits being put off indefinitely. Trainings on hold.

**Other:** Osenbaugh gave a brief report, including:

1. KMIT added no members this spring, but did work up four quotes for cities;
2. Marketing work with Kansas community colleges has been put on hold until later this year;
3. The City of St. John will be leaving KMIT on July 1;
4. The Supervisor Seminar scheduled for WaKeeney on June 25 will be cancelled;
5. The Trustee meeting scheduled for WaKeeney is still on for now, but could be moved to Skype. That decision will be made about June 1.

**Adjournment:** Meeting was adjourned at 10:36 A.M., following a motion by Mitchell; second by Matite.

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



# KMIT Balance Sheet

April 30, 2020

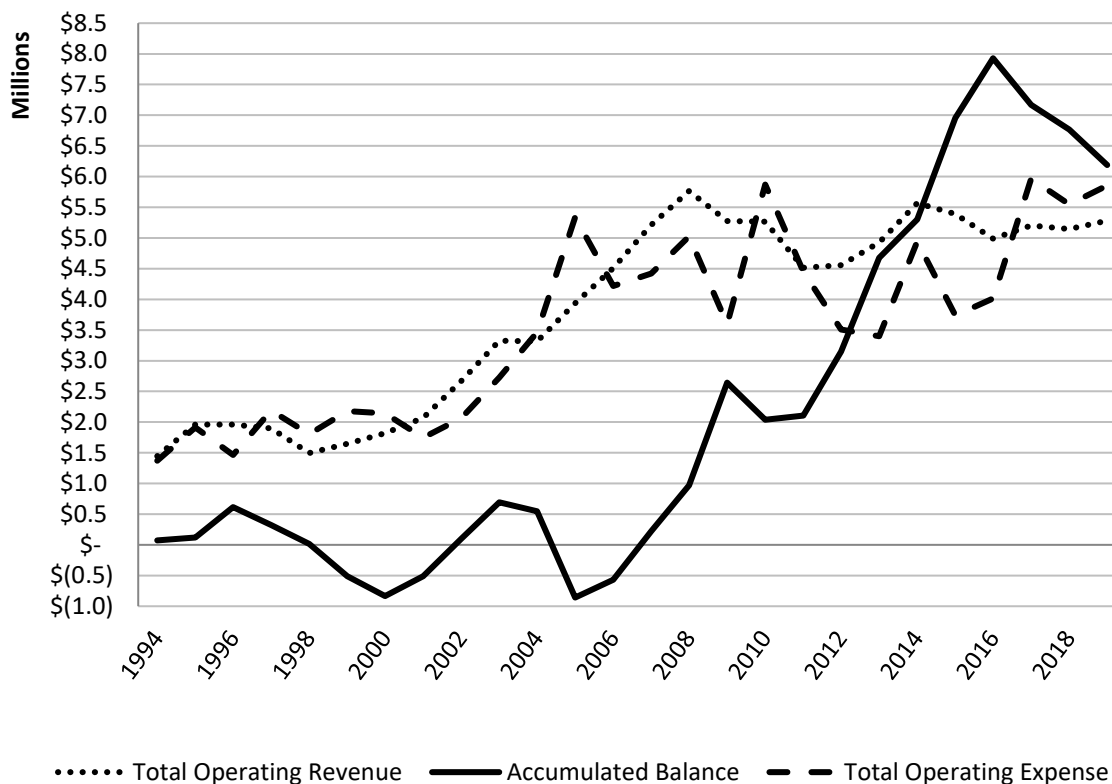
## ASSETS

Checking Accounts	\$	177,275
Investments	\$	18,607,160
Accrued Interest	\$	287,435
Accounts Receivable	\$	183,005
Excess Premium Receivable	\$	(69,937)
Specific Recoverable	\$	1,142,738
Aggregate Recoverable	\$	7,011
Prepaid Expenses	\$	475,232
<b>Total Assets</b>	<b>\$</b>	<b>20,809,919</b>

## LIABILITIES & EQUITY

Accounts Payable	\$	42,969
Excess Premium Payable	\$	-
Reserve for Losses	\$	5,752,400
IBNR Reserve	\$	5,364,626
Deposits on Premium	\$	3,327,362
Accrued Taxes and Assessments	\$	316,349
<b>Total Liabilities</b>	<b>\$</b>	<b>14,803,706</b>
<b>Total Equity</b>	<b>\$</b>	<b>6,006,214</b>
<b>Total Liabilities and Equity</b>	<b>\$</b>	<b>20,809,920</b>

## KMIT Financial Overview



# KMIT Profit and Loss

April 30, 2020

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
	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	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	\$ 5,213,859
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	\$ 52,768
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>	<b>\$ 5,266,627</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 493,213</b>	<b>\$ 456,865</b>	<b>\$ 450,529</b>	<b>\$ 437,027</b>	<b>\$ 533,041</b>	<b>\$ 650,341</b>	<b>\$ 738,003</b>	<b>\$ 816,777</b>	<b>\$ 906,450</b>	<b>\$ 915,316</b>	<b>\$ 950,687</b>	<b>\$ 951,285</b>	<b>\$ 1,032,121</b>
<b>CLAIMS FUND EXPENSE</b>																	
Claims Paid Expense	\$ 716,700	\$ 1,049,152	\$ 790,461	\$ 2,073,604	\$ 2,116,607	\$ 1,797,420	\$ 1,455,927	\$ 1,097,367	\$ 1,211,714	\$ 1,915,255	\$ 2,292,696	\$ 3,969,186	\$ 2,632,300	\$ 2,813,415	\$ 3,361,064	\$ 2,043,795	\$ 3,940,174
Claims Paid Adjusting Expense	\$ 25,541	\$ 54,345	\$ 46,583	\$ 90,802	\$ 88,153	\$ 144,237	\$ 124,543	\$ 83,207	\$ 129,112	\$ 149,377	\$ 150,419	\$ 249,887	\$ 183,162	\$ 194,746	\$ 240,347	\$ 137,288	\$ 190,951
Claims Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 286,091	\$ 123,923	\$ 23,666	\$ -	\$ -	\$ 32,500	\$ 37,317	\$ 73,692	\$ 58,504	\$ 65,918	\$ 69,349	\$ 10,543	\$ 233,958
Claims Reserves Adjusting Expense	\$ -	\$ -	\$ -	\$ -	\$ 30,317	\$ 18,465	\$ 9,180	\$ -	\$ -	\$ 14,419	\$ 420	\$ 6,617	\$ 18,589	\$ 14,491	\$ 13,996	\$ 7,701	\$ 30,729
IBNR Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 22,616	\$ 37,350	\$ 34,383	\$ 49,940	\$ 81,737	\$ 104,510	\$ 93,801
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	\$ 351,375
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (477,155)	\$ (81,921)	\$ (9,278)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Recovery Expense	\$ -	\$ -	\$ -	\$ (268,748)	\$ (813,662)	\$ (242,325)	\$ -	\$ -	\$ -	\$ (400,137)	\$ -	\$ (188,126)	\$ -	\$ (53,999)	\$ (66,549)	\$ -	\$ (43)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,011)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ (352,627)	\$ -	\$ (112,699)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Claims Fund Expense</b>	<b>\$ 893,634</b>	<b>\$ 1,313,638</b>	<b>\$ 970,420</b>	<b>\$ 1,660,153</b>	<b>\$ 1,309,807</b>	<b>\$ 1,720,214</b>	<b>\$ 1,690,858</b>	<b>\$ 1,307,742</b>	<b>\$ 1,530,284</b>	<b>\$ 2,078,404</b>	<b>\$ 2,724,902</b>	<b>\$ 4,523,078</b>	<b>\$ 3,311,362</b>	<b>\$ 3,505,239</b>	<b>\$ 4,072,735</b>	<b>\$ 2,645,773</b>	<b>\$ 4,840,945</b>
<b>Total Operating Expense</b>	<b>\$ 1,370,771</b>	<b>\$ 1,915,183</b>	<b>\$ 1,463,098</b>	<b>\$ 2,187,817</b>	<b>\$ 1,803,020</b>	<b>\$ 2,177,079</b>	<b>\$ 2,141,387</b>	<b>\$ 1,744,769</b>	<b>\$ 2,063,325</b>	<b>\$ 2,728,745</b>	<b>\$ 3,462,905</b>	<b>\$ 5,339,855</b>	<b>\$ 4,217,812</b>	<b>\$ 4,420,554</b>	<b>\$ 5,023,422</b>	<b>\$ 3,597,058</b>	<b>\$ 5,873,066</b>
<b>BALANCES</b>																	
KMIT Statutory Fund Balance	\$ 74,486	\$ 43,543	\$ 494,861	\$ (290,597)	\$ (304,663)	\$ (528,011)	\$ (322,001)	\$ 322,581	\$ 606,319	\$ 598,236	\$ (147,189)	\$ (1,405,788)	\$ 289,314	\$ 795,046	\$ 741,549	\$ 1,677,971	\$ (606,439)
<b>Accumulated Balance</b>	<b>\$ 74,486</b>	<b>\$ 118,029</b>	<b>\$ 612,890</b>	<b>\$ 322,293</b>	<b>\$ 17,630</b>	<b>\$ (510,381)</b>	<b>\$ (832,382)</b>	<b>\$ (509,801)</b>	<b>\$ 96,517</b>	<b>\$ 694,753</b>	<b>\$ 547,564</b>	<b>\$ (858,224)</b>	<b>\$ (568,910)</b>	<b>\$ 226,136</b>	<b>\$ 967,685</b>	<b>\$ 2,645,655</b>	<b>\$ 2,039,216</b>

# KMIT Profit and Loss

April 30, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2020	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>REVENUE FUND</b>												
Direct Premium Earned	\$ 4,442,326	\$ 4,484,533	\$ 4,853,835	\$ 5,460,344	\$ 5,261,044	\$ 4,829,526	\$ 4,984,618	\$ 4,860,795	\$ 4,911,620	\$ 1,725,449	\$ 5,400,000	\$ 97,439,332
Interest Income	\$ 72,925	\$ 70,104	\$ 71,861	\$ 107,601	\$ 128,600	\$ 160,374	\$ 220,606	\$ 283,636	\$ 369,499	\$ 138,140	\$ 310,000	\$ 3,557,875
Miscellaneous Income	\$ 1,441	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,701
<b>Total Operating Revenue</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>\$ 5,205,224</b>	<b>\$ 5,144,431</b>	<b>\$ 5,281,119</b>	<b>\$ 1,863,588</b>	<b>\$ 5,710,000</b>	<b>\$ 101,007,908</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 963,642</b>	<b>\$ 928,584</b>	<b>\$ 991,447</b>	<b>\$ 1,064,724</b>	<b>\$ 1,038,250</b>	<b>\$ 1,099,633</b>	<b>\$ 1,161,661</b>	<b>\$ 1,142,481</b>	<b>\$ 1,166,642</b>	<b>\$ 428,251</b>	<b>\$ 1,379,880</b>	<b>\$ 21,415,993</b>
<b>CLAIMS FUND EXPENSE</b>												
Claims Paid Expense	\$ 2,815,322	\$ 1,920,351	\$ 1,709,322	\$ 3,908,747	\$ 1,755,235	\$ 1,696,041	\$ 2,341,895	\$ 2,222,862	\$ 1,520,493	\$ 119,089	\$ -	\$ 55,286,193
Claims Paid Adjusting Expense	\$ 148,923	\$ 171,765	\$ 129,703	\$ 163,509	\$ 163,767	\$ 149,396	\$ 189,369	\$ 168,894	\$ 119,082	\$ 4,221	\$ -	\$ 3,691,330
Claims Reserve Expense	\$ 32,581	\$ 39,217	\$ 24,862	\$ 664,938	\$ 105,175	\$ 129,602	\$ 1,007,012	\$ 281,526	\$ 1,337,383	\$ 409,491	\$ -	\$ 5,047,247
Claims Reserves Adjusting Expense	\$ 3,512	\$ 3,874	\$ 5,273	\$ 35,605	\$ 17,188	\$ 35,644	\$ 112,920	\$ 68,753	\$ 203,645	\$ 53,816	\$ -	\$ 705,153
IBNR Reserve Expense	\$ 151,276	\$ 118,364	\$ 143,847	\$ 210,389	\$ 199,924	\$ 454,816	\$ 676,429	\$ 1,156,813	\$ 980,349	\$ 848,081	\$ -	\$ 5,364,626
Excess Work Comp Insurance	\$ 336,966	\$ 337,595	\$ 395,128	\$ 432,750	\$ 456,352	\$ 451,042	\$ 476,604	\$ 505,765	\$ 529,181	\$ 184,137	\$ 553,000	\$ 8,114,728
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ (574,384)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,142,738)
Specific Recovery Expense	\$ -	\$ (9,965)	\$ -	\$ (964,948)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,008,501)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,011)
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (465,326)
<b>Claims Fund Expense</b>	<b>\$ 3,488,579</b>	<b>\$ 2,581,202</b>	<b>\$ 2,408,136</b>	<b>\$ 3,876,606</b>	<b>\$ 2,697,642</b>	<b>\$ 2,916,540</b>	<b>\$ 4,804,229</b>	<b>\$ 4,404,612</b>	<b>\$ 4,690,134</b>	<b>\$ 1,618,835</b>	<b>\$ 553,000</b>	<b>\$ 73,585,702</b>
<b>Total Operating Expense</b>	<b>\$ 4,452,221</b>	<b>\$ 3,509,786</b>	<b>\$ 3,399,583</b>	<b>\$ 4,941,330</b>	<b>\$ 3,735,892</b>	<b>\$ 4,016,173</b>	<b>\$ 5,965,890</b>	<b>\$ 5,547,093</b>	<b>\$ 5,856,776</b>	<b>\$ 2,047,085</b>	<b>\$ 1,932,880</b>	<b>\$ 95,001,695</b>
<b>BALANCES</b>												
KMIT Statutory Fund Balance	\$ 64,471	\$ 1,044,851	\$ 1,526,112	\$ 626,615	\$ 1,653,751	\$ 973,728	\$ (760,666)	\$ (402,663)	\$ (575,657)	\$ (183,497)	\$ 3,777,120	\$ 6,006,214
Accumulated Balance	\$ 2,103,687	\$ 3,148,539	\$ 4,674,651	\$ 5,301,266	\$ 6,955,017	\$ 7,928,745	\$ 7,168,079	\$ 6,765,416	\$ 6,189,759	\$ 6,006,262		

## KMIT Admin Expenses

April 30, 2020

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
	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	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	\$ 94,214	\$ 93,637
Directors and Officers Insurance	\$ -	\$ 489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,367	\$ 18,542	\$ 15,857	\$ 15,942
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	\$ 34,318	\$ 2,657
Bank Fees	\$ 1,249	\$ 4,735	\$ 579	\$ 658	\$ 263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,638	\$ 2,758	\$ 9,239
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>\$ 147,147</b>	<b>\$ 121,475</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	\$ 48,525	\$ 49,030
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	\$ 3,476	\$ 3,500
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	\$ 28,363	\$ 57,704
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
KDOL Annual Assessment Fee	\$ 9,073	\$ 15,053	\$ 12,420	\$ 42,620	\$ 41,763	\$ 46,553	\$ 39,816	\$ 30,884	\$ 34,311	\$ 40,676	\$ 56,435	\$ 73,145	\$ 79,497	\$ 79,728	\$ 85,006	\$ 58,798	\$ 100,674
<b>Sub Total</b>	<b>\$ 95,360</b>	<b>\$ 77,466</b>	<b>\$ 56,291</b>	<b>\$ 105,257</b>	<b>\$ 90,697</b>	<b>\$ 81,217</b>	<b>\$ 72,449</b>	<b>\$ 55,599</b>	<b>\$ 69,799</b>	<b>\$ 95,423</b>	<b>\$ 136,584</b>	<b>\$ 202,854</b>	<b>\$ 166,902</b>	<b>\$ 163,117</b>	<b>\$ 175,323</b>	<b>\$ 139,162</b>	<b>\$ 210,908</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	\$ 18,608	\$ 31,565
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	\$ 13,750	\$ 14,000
Risk Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 50,000	\$ 50,000	\$ 60,000	\$ 70,000	\$ 70,000	\$ 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	\$ 145,000	\$ 145,000
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	\$ 175,000	\$ 195,000
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	\$ 225,000	\$ 225,000
Payroll Audits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,088	\$ 9,840	\$ 12,042	\$ -	\$ 14,562	\$ 15,684	\$ 18,370	\$ 17,617	\$ 19,173
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>\$ 664,975</b>	<b>\$ 699,738</b>
<b>Administration Fund Expense</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 493,213</b>	<b>\$ 456,865</b>	<b>\$ 450,529</b>	<b>\$ 437,027</b>	<b>\$ 533,041</b>	<b>\$ 650,341</b>	<b>\$ 738,003</b>	<b>\$ 816,777</b>	<b>\$ 906,450</b>	<b>\$ 915,316</b>	<b>\$ 950,687</b>	<b>\$ 951,285</b>	<b>\$ 1,032,121</b>

## KMIT Admin Expenses

April 30, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2020	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	\$ 82,860	\$ 96,481	\$ 102,636	\$ 97,189	\$ 97,505	\$ 90,158	\$ 104,978	\$ 100,830	\$ 88,386	\$ 41,495	\$ 154,000	\$ 1,538,888
Directors and Officers Insurance	\$ 16,038	\$ 16,488	\$ 17,224	\$ 15,956	\$ 15,667	\$ 15,970	\$ 15,939	\$ 15,939	\$ 16,604	\$ 5,535	\$ 18,000	\$ 222,557
Meetings/Travel	\$ 829	\$ 4,881	\$ 19,334	\$ 29,749	\$ 19,897	\$ 22,638	\$ 20,165	\$ 21,479	\$ 22,157	\$ 1,670	\$ 23,000	\$ 177,419
Contingencies/Miscellaneous	\$ 1,708	\$ 3,175	\$ 3,623	\$ 4,385	\$ 3,884	\$ 2,594	\$ (2,597)	\$ 8,234	\$ 12,481	\$ 12,422	\$ 12,000	\$ 389,949
Bank Fees	\$ 5,776	\$ 4,159	\$ 7,528	\$ 4,460	\$ 5,998	\$ 6,333	\$ 7,391	\$ 6,764	\$ 6,691	\$ 2,524	\$ 8,000	\$ 79,743
Write Off	\$ (104)	\$ -	\$ -	\$ -	\$ -	\$ 464	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ 361
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	\$ 3,978	\$ 5,939	\$ 750	\$ 10,000	\$ 37,399
<b>Sub Total</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>\$ 155,276</b>	<b>\$ 157,223</b>	<b>\$ 152,257</b>	<b>\$ 64,396</b>	<b>\$ 226,000</b>	<b>\$ 2,447,963</b>
<b>REGULATORY</b>												
Kansas Insurance Dept (KID) Premium Tax	\$ 40,919	\$ 43,445	\$ 44,349	\$ 51,057	\$ 48,309	\$ 46,830	\$ 48,311	\$ 43,572	\$ 44,324	\$ -	\$ 50,000	\$ 892,270
KID Pool Assessment	\$ 3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,701
KID Workers Compensation Assessment	\$ 65,962	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 671,063
KID State Audit	\$ 12,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 35,115	\$ 78,271	\$ 80,352	\$ 126,194	\$ 70,011	\$ 74,196	\$ 116,544	\$ 98,907	\$ 103,387	\$ -	\$ 220,000	\$ 1,629,428
<b>Sub Total</b>	<b>\$ 157,648</b>	<b>\$ 121,716</b>	<b>\$ 124,701</b>	<b>\$ 177,251</b>	<b>\$ 118,320</b>	<b>\$ 121,026</b>	<b>\$ 164,855</b>	<b>\$ 142,478</b>	<b>\$ 147,711</b>	<b>\$ -</b>	<b>\$ 270,000</b>	<b>\$ 3,270,114</b>
<b>CONTRACTURAL</b>												
Financial Audit	\$ 12,023	\$ 11,738	\$ 11,904	\$ 15,803	\$ 13,803	\$ 12,000	\$ 13,165	\$ 13,624	\$ 26,423		\$ 27,000	\$ 357,286
Actuarial	\$ 14,000	\$ 14,250	\$ 14,250	\$ 15,000	\$ 14,500	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000		\$ 16,000	\$ 276,395
Risk Management	\$ 70,000	\$ 70,000	\$ 170,000	\$ 170,000	\$ 170,000	\$ 190,000	\$ 205,000	\$ 210,700	\$ 216,900	\$ 110,875	\$ 221,750	\$ 2,033,475
Risk Control	\$ 145,000	\$ 145,000	\$ 150,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 155,000	\$ 160,800	\$ 164,100	\$ 85,375	\$ 170,750	\$ 3,109,348
Claims Adjusting	\$ 185,000	\$ 185,000	\$ 185,000	\$ 185,000	\$ 205,000	\$ 205,000	\$ 210,000	\$ 216,300	\$ 222,789	\$ 102,083	\$ 240,000	\$ 4,627,431
Risk Analysis	\$ -	\$ -	\$ -	\$ 9,671	\$ 14,651	\$ 27,647	\$ 12,113	\$ 25,720	\$ 17,675	\$ 11,250	\$ 18,000	\$ 118,726
POET	\$ -	\$ -	\$ -	\$ -	\$ 7,425	\$ 10,513	\$ 20,138	\$ 24,000	\$ 24,713	\$ 6,525	\$ 25,000	\$ 93,313
Pool Admin Services	\$ 230,000	\$ 230,004	\$ 75,600	\$ 81,900	\$ 98,560	\$ 99,360	\$ 102,240	\$ 105,120	\$ 108,000	\$ 36,960	\$ 110,880	\$ 4,210,760
Payroll Audits	\$ 19,000	\$ 16,318	\$ 16,000	\$ 20,143	\$ 19,923	\$ 19,954	\$ 23,175	\$ 23,224	\$ 23,000		\$ 22,000	\$ 298,111
Rating Services	\$ 22,650	\$ 6,636	\$ 18,702	\$ 10,887	\$ 754	\$ 27,105	\$ 11,595	\$ 12,072	\$ 11,805		\$ -	\$ 122,206
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 348	\$ 1,393	\$ 1,396	\$ 469	\$ -	\$ 3,606
Web Hosting	\$ 1,155	\$ 1,187	\$ 2,663	\$ 3,439	\$ 2,846	\$ 2,193	\$ 3,758	\$ 2,327	\$ 2,373		\$ -	\$ 21,940
Endorsement Fee	\$ -	\$ -	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 447,500
<b>Sub Total</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>\$ 841,530</b>	<b>\$ 842,780</b>	<b>\$ 866,673</b>	<b>\$ 386,037</b>	<b>\$ 883,880</b>	<b>\$ 15,720,097</b>
<b>Administration Fund Expense</b>	<b>\$ 963,642</b>	<b>\$ 928,584</b>	<b>\$ 991,447</b>	<b>\$ 1,064,724</b>	<b>\$ 1,038,250</b>	<b>\$ 1,099,633</b>	<b>\$ 1,161,661</b>	<b>\$ 1,142,481</b>	<b>\$ 1,166,642</b>	<b>\$ 428,251</b>	<b>\$ 1,379,880</b>	<b>\$ 21,438,175</b>

# KMIT Balance Sheet

May 31, 2020

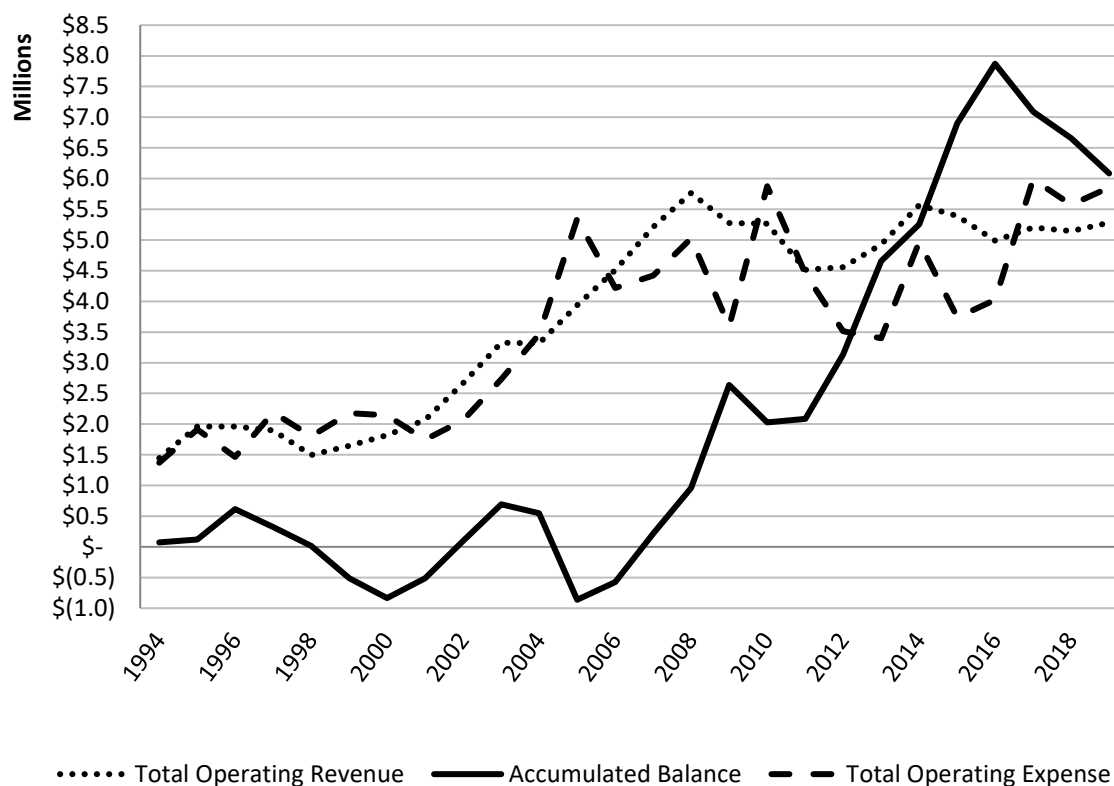
## ASSETS

Checking Accounts	\$	882,635
Investments	\$	17,760,020
Accrued Interest	\$	290,033
Accounts Receivable	\$	46,429
Excess Premium Receivable	\$	(70,444)
Specific Recoverable	\$	1,142,738
Aggregate Recoverable	\$	7,011
Prepaid Expenses	\$	415,784
<b>Total Assets</b>	<b>\$</b>	<b>20,474,206</b>

## LIABILITIES & EQUITY

Accounts Payable	\$	42,969
Excess Premium Payable		
Reserve for Losses	\$	5,785,397
IBNR Reserve	\$	5,449,490
Deposits on Premium	\$	2,896,816
Accrued Taxes and Assessments	\$	457,323
<b>Total Liabilities</b>	<b>\$</b>	<b>14,631,994</b>
<b>Total Equity</b>	<b>\$</b>	<b>5,842,211</b>
<b>Total Liabilities and Equity</b>	<b>\$</b>	<b>20,474,206</b>

## KMIT Financial Overview



# KMIT Profit and Loss

May 31, 2020

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
	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	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	\$ 5,213,859
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	\$ 52,768
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>	<b>\$ 5,266,627</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 493,628</b>	<b>\$ 456,508</b>	<b>\$ 450,713</b>	<b>\$ 437,026</b>	<b>\$ 533,041</b>	<b>\$ 652,094</b>	<b>\$ 738,591</b>	<b>\$ 818,255</b>	<b>\$ 907,552</b>	<b>\$ 916,701</b>	<b>\$ 952,335</b>	<b>\$ 952,651</b>	<b>\$ 1,036,010</b>
<b>CLAIMS FUND EXPENSE</b>																	
Claims Paid Expense	\$ 716,700	\$ 1,049,152	\$ 790,461	\$ 2,073,604	\$ 2,117,927	\$ 1,797,647	\$ 1,455,927	\$ 1,097,367	\$ 1,211,714	\$ 1,915,255	\$ 2,292,696	\$ 3,971,124	\$ 2,632,688	\$ 2,814,538	\$ 3,361,151	\$ 2,043,839	\$ 3,941,146
Claims Paid Adjusting Expense	\$ 25,541	\$ 54,345	\$ 46,583	\$ 90,802	\$ 88,157	\$ 144,237	\$ 124,543	\$ 83,207	\$ 129,112	\$ 149,377	\$ 150,419	\$ 249,887	\$ 183,162	\$ 194,766	\$ 240,351	\$ 137,288	\$ 190,951
Claims Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 284,772	\$ 123,696	\$ 23,666	\$ -	\$ -	\$ 32,500	\$ 37,317	\$ 71,754	\$ 58,116	\$ 64,794	\$ 69,263	\$ 10,499	\$ 232,986
Claims Reserves Adjusting Expense	\$ -	\$ -	\$ -	\$ -	\$ 30,313	\$ 18,465	\$ 9,180	\$ -	\$ -	\$ 14,419	\$ 420	\$ 6,617	\$ 18,589	\$ 14,470	\$ 13,992	\$ 7,701	\$ 30,729
IBNR Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 22,616	\$ 37,350	\$ 34,383	\$ 49,940	\$ 81,737	\$ 104,510	\$ 93,801
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	\$ 351,375
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (477,155)	\$ (81,921)	\$ (9,278)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Recovery Expense	\$ -	\$ -	\$ -	\$ (268,748)	\$ (813,662)	\$ (242,325)	\$ -	\$ -	\$ -	\$ (400,137)	\$ -	\$ (188,126)	\$ -	\$ (53,999)	\$ (66,549)	\$ -	\$ (43)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,011)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ (352,627)	\$ -	\$ (112,699)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Claims Fund Expense</b>	<b>\$ 893,634</b>	<b>\$ 1,313,638</b>	<b>\$ 970,420</b>	<b>\$ 1,660,153</b>	<b>\$ 1,309,807</b>	<b>\$ 1,720,214</b>	<b>\$ 1,690,858</b>	<b>\$ 1,307,742</b>	<b>\$ 1,530,284</b>	<b>\$ 2,078,404</b>	<b>\$ 2,724,902</b>	<b>\$ 4,523,078</b>	<b>\$ 3,311,362</b>	<b>\$ 3,505,239</b>	<b>\$ 4,072,735</b>	<b>\$ 2,645,773</b>	<b>\$ 4,840,945</b>
<b>Total Operating Expense</b>	<b>\$ 1,370,771</b>	<b>\$ 1,915,183</b>	<b>\$ 1,463,098</b>	<b>\$ 2,187,817</b>	<b>\$ 1,803,435</b>	<b>\$ 2,176,722</b>	<b>\$ 2,141,571</b>	<b>\$ 1,744,768</b>	<b>\$ 2,063,325</b>	<b>\$ 2,730,499</b>	<b>\$ 3,463,493</b>	<b>\$ 5,341,333</b>	<b>\$ 4,218,915</b>	<b>\$ 4,421,939</b>	<b>\$ 5,025,070</b>	<b>\$ 3,598,424</b>	<b>\$ 5,876,955</b>
<b>BALANCES</b>																	
KMIT Statutory Fund Balance	\$ 74,486	\$ 43,543	\$ 494,861	\$ (290,597)	\$ (305,078)	\$ (527,654)	\$ (322,185)	\$ 322,582	\$ 606,319	\$ 596,482	\$ (147,777)	\$ (1,407,266)	\$ 288,211	\$ 793,661	\$ 739,901	\$ 1,676,604	\$ (610,328)
Accumulated Balance	\$ 74,486	\$ 118,029	\$ 612,890	\$ 322,293	\$ 17,215	\$ (510,439)	\$ (832,624)	\$ (510,043)	\$ 96,276	\$ 692,758	\$ 544,981	\$ (862,285)	\$ (574,074)	\$ 219,587	\$ 959,488	\$ 2,636,092	\$ 2,025,765

# KMIT Profit and Loss

May 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2020	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>REVENUE FUND</b>												
Direct Premium Earned	\$ 4,442,326	\$ 4,484,533	\$ 4,853,835	\$ 5,460,344	\$ 5,261,044	\$ 4,829,526	\$ 4,984,618	\$ 4,860,795	\$ 4,911,620	\$ 2,156,811	\$ 5,400,000	\$ 97,870,695
Interest Income	\$ 72,925	\$ 70,104	\$ 71,861	\$ 107,601	\$ 128,600	\$ 160,374	\$ 220,606	\$ 283,636	\$ 369,499	\$ 174,892	\$ 310,000	\$ 3,594,627
Miscellaneous Income	\$ 1,441	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,701
<b>Total Operating Revenue</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>\$ 5,205,224</b>	<b>\$ 5,144,431</b>	<b>\$ 5,281,119</b>	<b>\$ 2,331,703</b>	<b>\$ 5,710,000</b>	<b>\$ 101,476,023</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 966,141</b>	<b>\$ 930,096</b>	<b>\$ 993,094</b>	<b>\$ 1,092,317</b>	<b>\$ 1,041,860</b>	<b>\$ 1,106,946</b>	<b>\$ 1,183,780</b>	<b>\$ 1,169,498</b>	<b>\$ 1,165,020</b>	<b>\$ 550,521</b>	<b>\$ 1,379,880</b>	<b>\$ 21,643,402</b>
<b>CLAIMS FUND EXPENSE</b>												
Claims Paid Expense	\$ 2,817,542	\$ 1,920,351	\$ 1,709,322	\$ 3,909,528	\$ 1,874,728	\$ 1,697,074	\$ 2,352,014	\$ 2,228,922	\$ 1,571,427	\$ 155,146	\$ -	\$ 55,518,988
Claims Paid Adjusting Expense	\$ 148,923	\$ 171,765	\$ 129,703	\$ 163,509	\$ 163,775	\$ 149,669	\$ 189,455	\$ 168,982	\$ 122,960	\$ 7,877	\$ -	\$ 3,699,348
Claims Reserve Expense	\$ 32,742	\$ 39,217	\$ 24,862	\$ 664,157	\$ 9,224	\$ 128,569	\$ 996,893	\$ 270,478	\$ 1,293,536	\$ 589,937	\$ -	\$ 5,058,979
Claims Reserves Adjusting Expense	\$ 6,512	\$ 3,874	\$ 5,273	\$ 35,605	\$ 17,180	\$ 35,370	\$ 111,734	\$ 64,953	\$ 193,489	\$ 87,533	\$ -	\$ 726,418
IBNR Reserve Expense	\$ 145,895	\$ 118,364	\$ 143,847	\$ 210,389	\$ 176,383	\$ 454,816	\$ 677,529	\$ 1,165,511	\$ 979,540	\$ 952,879	\$ -	\$ 5,449,490
Excess Work Comp Insurance	\$ 336,966	\$ 337,595	\$ 395,128	\$ 432,750	\$ 456,352	\$ 451,042	\$ 476,604	\$ 505,765	\$ 529,181	\$ 230,171	\$ 553,000	\$ 8,160,762
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ (574,384)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,142,738)
Specific Recovery Expense	\$ -	\$ (9,965)	\$ -	\$ (964,948)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,008,501)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,011)
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (465,326)
<b>Claims Fund Expense</b>	<b>\$ 3,488,579</b>	<b>\$ 2,581,202</b>	<b>\$ 2,408,136</b>	<b>\$ 3,876,606</b>	<b>\$ 2,697,642</b>	<b>\$ 2,916,540</b>	<b>\$ 4,804,229</b>	<b>\$ 4,404,612</b>	<b>\$ 4,690,134</b>	<b>\$ 2,023,543</b>	<b>\$ 553,000</b>	<b>\$ 73,990,410</b>
<b>Total Operating Expense</b>	<b>\$ 4,454,720</b>	<b>\$ 3,511,298</b>	<b>\$ 3,401,230</b>	<b>\$ 4,968,923</b>	<b>\$ 3,739,502</b>	<b>\$ 4,023,486</b>	<b>\$ 5,988,009</b>	<b>\$ 5,574,110</b>	<b>\$ 5,855,154</b>	<b>\$ 2,574,064</b>	<b>\$ 1,932,880</b>	<b>\$ 95,633,812</b>
<b>BALANCES</b>												
KMIT Statutory Fund Balance	\$ 61,972	\$ 1,043,339	\$ 1,524,466	\$ 599,022	\$ 1,650,142	\$ 966,415	\$ (782,784)	\$ (429,679)	\$ (574,035)	\$ (242,360)	\$ 3,777,120	\$ 5,842,211
Accumulated Balance	\$ 2,087,736	\$ 3,131,075	\$ 4,655,541	\$ 5,254,562	\$ 6,904,704	\$ 7,871,119	\$ 7,088,334	\$ 6,658,656	\$ 6,084,621	\$ 5,842,260		



# KMIT Admin Expenses

May 31, 2020

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
	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	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	\$ 94,214	\$ 93,637
Directors and Officers Insurance	\$ -	\$ 489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,367	\$ 18,542	\$ 15,857	\$ 15,942
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	\$ 34,318	\$ 2,657
Bank Fees	\$ 1,249	\$ 4,735	\$ 579	\$ 658	\$ 263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,638	\$ 2,758	\$ 9,239
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>\$ 147,147</b>	<b>\$ 121,475</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	\$ 48,525	\$ 49,030
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	\$ 3,476	\$ 3,500
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	\$ 28,363	\$ 57,704
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
KDOL Annual Assessment Fee	\$ 9,073	\$ 15,053	\$ 12,420	\$ 42,620	\$ 42,178	\$ 46,196	\$ 40,001	\$ 30,883	\$ 34,311	\$ 42,429	\$ 57,023	\$ 74,623	\$ 80,600	\$ 81,113	\$ 86,654	\$ 60,164	\$ 104,563
<b>Sub Total</b>	<b>\$ 95,360</b>	<b>\$ 77,466</b>	<b>\$ 56,291</b>	<b>\$ 105,257</b>	<b>\$ 91,112</b>	<b>\$ 80,860</b>	<b>\$ 72,633</b>	<b>\$ 55,598</b>	<b>\$ 69,799</b>	<b>\$ 97,177</b>	<b>\$ 137,172</b>	<b>\$ 204,332</b>	<b>\$ 168,004</b>	<b>\$ 164,502</b>	<b>\$ 176,971</b>	<b>\$ 140,528</b>	<b>\$ 214,797</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	\$ 18,608	\$ 31,565
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	\$ 13,750	\$ 14,000
Risk Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 50,000	\$ 50,000	\$ 60,000	\$ 70,000	\$ 70,000	\$ 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	\$ 145,000	\$ 145,000
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	\$ 175,000	\$ 195,000
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	\$ 225,000	\$ 225,000
Payroll Audits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,088	\$ 9,840	\$ 12,042	\$ -	\$ 14,562	\$ 15,684	\$ 18,370	\$ 17,617	\$ 19,173
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>\$ 664,975</b>	<b>\$ 699,738</b>
<b>Administration Fund Expense</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 493,628</b>	<b>\$ 456,508</b>	<b>\$ 450,713</b>	<b>\$ 437,026</b>	<b>\$ 533,041</b>	<b>\$ 652,094</b>	<b>\$ 738,591</b>	<b>\$ 818,255</b>	<b>\$ 907,552</b>	<b>\$ 916,701</b>	<b>\$ 952,335</b>	<b>\$ 952,651</b>	<b>\$ 1,036,010</b>

## KMIT Admin Expenses

May 31, 2020

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2020	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	\$ 82,860	\$ 96,481	\$ 102,636	\$ 97,189	\$ 97,505	\$ 90,158	\$ 104,978	\$ 100,830	\$ 91,715	\$ 53,408	\$ 154,000	\$ 1,554,130
Directors and Officers Insurance	\$ 16,038	\$ 16,488	\$ 17,224	\$ 15,956	\$ 15,667	\$ 15,970	\$ 15,939	\$ 15,939	\$ 16,604	\$ 6,918	\$ 18,000	\$ 223,940
Meetings/Travel	\$ 829	\$ 4,881	\$ 19,334	\$ 29,749	\$ 19,897	\$ 22,638	\$ 20,165	\$ 21,479	\$ 22,157	\$ 1,670	\$ 23,000	\$ 177,419
Contingencies/Miscellaneous	\$ 1,708	\$ 3,175	\$ 3,623	\$ 4,385	\$ 3,884	\$ 2,594	\$ (2,597)	\$ 8,234	\$ 12,481	\$ 12,422	\$ 12,000	\$ 389,949
Bank Fees	\$ 5,776	\$ 4,159	\$ 7,528	\$ 4,460	\$ 5,998	\$ 6,333	\$ 7,391	\$ 6,764	\$ 6,691	\$ 3,135	\$ 8,000	\$ 80,354
Write Off	\$ (104)	\$ -	\$ -	\$ -	\$ -	\$ 464	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ 361
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	\$ 3,978	\$ 5,939	\$ 750	\$ 10,000	\$ 37,399
<b>Sub Total</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>\$ 155,276</b>	<b>\$ 157,223</b>	<b>\$ 155,586</b>	<b>\$ 78,303</b>	<b>\$ 226,000</b>	<b>\$ 2,465,200</b>
<b>REGULATORY</b>												
Kansas Insurance Dept (KID) Premium Tax	\$ 40,919	\$ 43,445	\$ 44,349	\$ 51,057	\$ 48,309	\$ 46,830	\$ 48,311	\$ 43,572	\$ 44,324	\$ 11,560	\$ 50,000	\$ 903,830
KID Pool Assessment	\$ 3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,701
KID Workers Compensation Assessment	\$ 65,962	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 671,063
KID State Audit	\$ 12,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 37,614	\$ 79,784	\$ 81,999	\$ 153,787	\$ 73,620	\$ 81,510	\$ 138,663	\$ 125,923	\$ 98,436	\$ 27,604	\$ 220,000	\$ 1,758,842
<b>Sub Total</b>	<b>\$ 160,147</b>	<b>\$ 123,229</b>	<b>\$ 126,348</b>	<b>\$ 204,844</b>	<b>\$ 121,929</b>	<b>\$ 128,339</b>	<b>\$ 186,974</b>	<b>\$ 169,495</b>	<b>\$ 142,760</b>	<b>\$ 39,164</b>	<b>\$ 270,000</b>	<b>\$ 3,411,088</b>
<b>CONTRACTURAL</b>												
Financial Audit	\$ 12,023	\$ 11,738	\$ 11,904	\$ 15,803	\$ 13,803	\$ 12,000	\$ 13,165	\$ 13,624	\$ 26,423		\$ 27,000	\$ 357,286
Actuarial	\$ 14,000	\$ 14,250	\$ 14,250	\$ 15,000	\$ 14,500	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000		\$ 16,000	\$ 276,395
Risk Management	\$ 70,000	\$ 70,000	\$ 170,000	\$ 170,000	\$ 170,000	\$ 190,000	\$ 205,000	\$ 210,700	\$ 216,900	\$ 133,050	\$ 221,750	\$ 2,055,650
Risk Control	\$ 145,000	\$ 145,000	\$ 150,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 155,000	\$ 160,800	\$ 164,100	\$ 102,450	\$ 170,750	\$ 3,126,423
Claims Adjusting	\$ 185,000	\$ 185,000	\$ 185,000	\$ 185,000	\$ 205,000	\$ 205,000	\$ 210,000	\$ 216,300	\$ 222,789	\$ 122,500	\$ 240,000	\$ 4,647,848
Risk Analysis	\$ -	\$ -	\$ -	\$ 9,671	\$ 14,651	\$ 27,647	\$ 12,113	\$ 25,720	\$ 17,675	\$ 11,250	\$ 18,000	\$ 118,726
POET	\$ -	\$ -	\$ -	\$ -	\$ 7,425	\$ 10,513	\$ 20,138	\$ 24,000	\$ 24,713	\$ 6,525	\$ 25,000	\$ 93,313
Pool Admin Services	\$ 230,000	\$ 230,004	\$ 75,600	\$ 81,900	\$ 98,560	\$ 99,360	\$ 102,240	\$ 105,120	\$ 108,000	\$ 46,200	\$ 110,880	\$ 4,220,000
Payroll Audits	\$ 19,000	\$ 16,318	\$ 16,000	\$ 20,143	\$ 19,923	\$ 19,954	\$ 23,175	\$ 23,224	\$ 23,000		\$ 22,000	\$ 298,111
Rating Services	\$ 22,650	\$ 6,636	\$ 18,702	\$ 10,887	\$ 754	\$ 27,105	\$ 11,595	\$ 12,072	\$ 11,805	\$ 174	\$ -	\$ 122,380
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 348	\$ 1,393	\$ 1,396	\$ 586	\$ -	\$ 3,723
Web Hosting	\$ 1,155	\$ 1,187	\$ 2,663	\$ 3,439	\$ 2,846	\$ 2,193	\$ 3,758	\$ 2,327	\$ 2,373		\$ -	\$ 21,940
Endorsement Fee	\$ -	\$ -	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 447,500
<b>Sub Total</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>\$ 841,530</b>	<b>\$ 842,780</b>	<b>\$ 866,673</b>	<b>\$ 455,235</b>	<b>\$ 883,880</b>	<b>\$ 15,789,295</b>
<b>Administration Fund Expense</b>	<b>\$ 966,141</b>	<b>\$ 930,096</b>	<b>\$ 993,094</b>	<b>\$ 1,092,317</b>	<b>\$ 1,041,860</b>	<b>\$ 1,106,946</b>	<b>\$ 1,183,780</b>	<b>\$ 1,169,498</b>	<b>\$ 1,165,020</b>	<b>\$ 550,521</b>	<b>\$ 1,379,880</b>	<b>\$ 21,665,583</b>

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

Kansas Municipal Insurance Trust

(Name of Company)

As of 03/31/2020 Rev

(1st) 2nd 3rd 4th Quarter (CIRCLE ONE)


<b>ASSETS</b>	<b>CURRENT FISCAL YEAR TO DATE 03/31/2020 Rev</b>	<b>PREVIOUS FISCAL YEAR END 12/31/2019 Audited</b>
Administrative fund:		
Cash	\$ 117,629	\$ 135,660
Investments	0	0
Claims fund:		
Cash	358,475	498,105
Investments	19,051,384	15,490,876
Premium contributions receivable	155	911
Excess insurance recoverable on claims payments	10,470	658,040
Interest income due and accrued	200,340	118,300
Receivable from affiliates		182,528
Other assets:		
Agent Commissions Receivable	25	
Prepaid Excess Insurance	414,308	0
Prepaid Expenses	120,373	1,054
Excess Insurance Premium Receivable		
Less: Non Admitted Assets	(534,680)	(1,054)
<b>Total Assets</b>	<b>\$ 19,738,477</b>	<b>\$ 17,084,419</b>

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:

  
Don Greenbaugh 6/16/20

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> 03/31/2020 Rev</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2019 Audited</b>
Reserve for unpaid workers' compensation claims	4,319,395 \$	4,585,327
Reserve for unpaid claim adjustment expenses	695,796	842,538
Reserve for claims incurred but not reported	4,933,830	3,973,533
Unearned premium contribution	0	
Other expenses due or accrued		
Taxes, licenses and fees due or accrued	501,462	360,488
Borrowed money \$_____ and interest thereon \$_____		
Dividends payable to members		
Deposits on premium contributions	3,836,189	777,683
Excess insurance premium payable	0	0
Payable to affiliates		9,568
Accounts payable	42,969	68,312
Miscellaneous liabilities: Return Premium Payable	19,182	225,575
Total Liabilities:	\$ 14,348,822 \$	10,843,023
Special reserve funds:		
Total Special Reserve Funds		
<b><u>FUND BALANCE</u></b>		
Total Reserves and Fund Balance (Assets-Liabilities)	5,389,655 \$	6,241,396
Total Liabilities, Reserves and Fund Balance	\$ 19,738,477 \$	17,084,419

**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> 03/31/2020 Rev</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2019 Audited</b>
Underwriting Income		
Direct Premium Contributions Earned	\$ <u>1,294,087</u> \$	<u>4,911,620</u>
Deductions:		
Excess insurance premium incurred	<u>139,170</u>	<u>528,591</u>
Workers' compensation claims incurred	<u>1,197,816</u>	<u>3,322,206</u>
Claims adjustment expenses incurred	<u>(79,892)</u>	<u>334,488</u>
Other administrative expenses incurred	<u>453,571</u>	<u>1,065,976</u>
Total underwriting deductions	<u>1,710,666</u>	<u>5,251,260</u>
Net underwriting Gain or (Loss)	\$ <u>(416,580)</u> \$	<u>(339,641)</u>
Investment income		
Interest income earned (Net of investment expenses)	<u>98,464</u>	<u>369,499</u>
Other income		
Other income	<u></u>	<u></u>
Net income before dividends to members	<u>(318,115)</u>	<u>29,858</u>
Dividends to members	<u></u>	<u></u>
Net income after dividends to members	<u>(318,115)</u>	<u>29,858</u>
<b>Net Income(Loss)</b>	<b>\$ <u>(318,115)</u> \$</b>	<b><u>29,858</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> 03/31/2020 Rev	<b><u>PREVIOUS FISCAL YEAR END</u></b> 12/31/2019 Audited
Fund balance, previous period	<u>6,241,396 \$</u>	<u>6,209,106</u>
Net income (Loss)	<u>(318,115)</u>	<u>29,858</u>
Change in non-admitted assets	<u>(533,626)</u>	<u>2,432</u>
Rounding		
<u>Change in Non Admitted Assets</u>		
Change in fund balance for the period	<u>(851,741)</u>	<u>32,290</u>
Fund balance, current period	<u>5,389,655 \$</u>	<u>6,241,396</u>



Contract Year January 1, 2020 to December 31, 2020  
**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

03/31/2020 Rev

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	Direct Losses Incurred	Loss Adj. Exp. Incurred	Loss & Loss Exp Incurred	Service Agent Fees Incurred	General Expenses Incurred	Taxes, Licenses & Fees Incurred	Total Expenses 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 26	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 25	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 24	1,843,047	133,376	1,709,671	790,461	46,583	837,044	277,342	159,046	56,281	492,669	49.0%	28.8%	114,912
1	524	PCY 23	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 22	1,377,722	79,456	1,298,266	1,389,036	108,470	1,497,506	187,000	211,071	82,901	480,972	115.3%	37.0%	116,190
4	551	PCY 21	1,552,110	80,124	1,471,986	1,679,018	162,702	1,641,721	185,000	190,573	77,653	453,226	125.1%	30.8%	96,882
1	552	PCY 20	1,689,773	86,819	1,602,954	1,479,594	133,722	1,613,317	190,000	188,080	73,593	451,673	100.6%	28.2%	129,613
0	605	PCY 19	1,965,656	127,168	1,838,488	1,097,367	83,207	1,805,574	195,000	186,428	55,589	437,017	64.2%	23.8%	101,694
1	670	PCY 18	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
2	612	PCY 17	3,274,489	366,991	2,907,498	1,547,618	163,796	1,711,413	280,000	274,918	96,684	651,602	58.9%	22.4%	52,492
2	645	PCY 16	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
9	770	PCY 15	3,837,793	374,472	3,463,321	3,854,751	256,505	4,111,256	310,000	303,923	195,148	809,071	118.7%	23.4%	96,274
15	765	PCY 14	4,272,140	384,425	3,887,715	2,690,804	201,750	2,892,554	330,000	409,548	164,537	904,085	74.4%	23.3%	234,986
7	906	PCY 13	4,950,171	420,728	4,529,443	3,263,865	209,237	3,034,571	365,000	384,794	157,905	907,699	67.0%	20.0%	263,024
10	768	PCY 12	5,519,169	372,790	5,146,379	3,853,865	254,343	3,618,208	375,000	400,364	180,033	955,397	70.3%	18.6%	245,802
7	654	PCY 11	5,193,427	341,935	4,851,492	2,054,425	144,990	2,199,415	390,000	422,122	158,861	970,983	45.3%	20.0%	81,601
14	666	PCY 10	5,213,859	351,375	4,862,484	4,173,089	221,180	4,384,269	410,000	411,213	218,444	1,039,657	90.4%	21.4%	52,768
5	635	PCY 9	4,442,326	336,966	4,105,361	2,847,903	152,434	3,000,337	400,000	374,349	211,548	985,897	73.1%	24.0%	72,925
2	598	PCY 8	4,484,533	337,595	4,146,938	1,949,604	175,639	2,125,243	400,000	407,086	174,669	981,755	51.2%	23.7%	70,104
3	697	PCY 7	4,853,835	395,128	4,458,707	1,734,184	134,977	1,869,161	580,600	286,205	112,977	979,782	41.9%	22.0%	71,861
4	742	PCY 6	5,480,344	432,750	5,027,594	3,608,737	199,114	3,807,851	596,571	291,845	383,143	1,271,559	75.7%	25.3%	107,601
1	726	PCY 5	5,251,044	456,352	4,804,692	1,860,410	180,956	2,041,366	628,580	291,393	190,117	1,110,070	42.5%	23.1%	128,600
6	778	PCY 4	4,829,526	451,042	4,378,484	1,825,643	185,039	2,010,692	649,360	329,247	24,920	1,003,526	45.9%	22.9%	160,374
16	830	PCY 3	1,641,119	476,604	1,164,515	3,533,727	309,044	3,842,770	671,847	206,797	124,882	1,003,526	330.0%	86.2%	220,606
21	830	PCY 2	4,860,795	505,287	4,355,508	2,545,038	244,017	2,789,055	691,420	339,931	118,489	1,149,840	64.0%	26.4%	296,228
144	773	PCY 1	4,911,620	529,181	4,382,439	2,882,100	319,176	3,201,276	711,789	319,628	135,055	1,166,472	73.0%	26.6%	386,650
77	177	CCY	1,294,087	139,170	1,154,917	362,384	38,499	400,883	227,137	196,948	29,486	453,571	34.7%	39.3%	98,464

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.

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

Kansas Municipal Insurance Trust  
 (Name of Company)

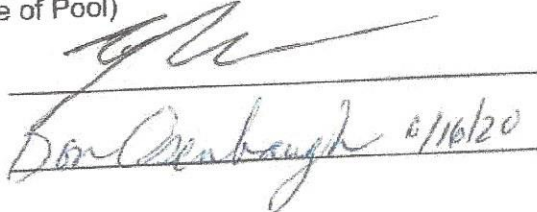
As of 12/31/2019 Audited  
 1st 2nd 3rd (4th) Quarter (CIRCLE ONE)

	<b>CURRENT FISCAL YEAR TO DATE 12/31/2019 Audited</b>	<b>PREVIOUS FISCAL YEAR END 12/31/2018 Audited</b>
<b>ASSETS</b>		
Administrative fund:		
Cash	\$ 135,660	\$ 123,631
Investments	0	0
Claims fund:		
Cash	498,105	278,127
Investments	15,490,876	16,362,826
Premium contributions receivable	911	(2,667)
Excess insurance recoverable on claims payments	658,040	33,272
Interest income due and accrued	118,300	115,826
Receivable from affiliates	182,528	148,652
Other assets:		
Agent Commissions Receivable	0	1,696
Prepaid Excess Insurance	1,054	0
Prepaid Expenses	(1,054)	3,486
Excess Insurance Premium Receivable		0
Less: Non Admitted Assets		(3,486)
<b>Total Assets</b>	\$ 17,084,419	\$ 17,063,929

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:

  
 Don Orenbaugh 6/16/20

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></b> 12/31/2019 Audited	<b><u>PREVIOUS FISCAL YEAR END</u></b> 12/31/2018 Audited
Reserve for unpaid workers' compensation claims	4,585,327 \$	4,204,760
Reserve for unpaid claim adjustment expenses	842,538	795,506
Reserve for claims incurred but not reported	3,973,533	4,163,315
Unearned premium contribution		933,558
Other expenses due or accrued		
Taxes, licenses and fees due or accrued	360,488	419,220
Borrowed money \$_____ and interest thereon \$_____		
Dividends payable to members		
Deposits on premium contributions	777,683	48,828
Excess insurance premium payable	0	238,979
Payable to affiliates	9,568	
Accounts payable	68,312	50,658
Miscellaneous liabilities: Return Premium Payable	225,575	
Total Liabilities:	\$ 10,843,023 \$	10,854,824
Special reserve funds:		
Total Special Reserve Funds		
<b><u>FUND BALANCE</u></b>		
Total Reserves and Fund Balance (Assets-Liabilities)	6,241,396 \$	6,209,106
Total Liabilities, Reserves and Fund Balance	\$ 17,084,419 \$	17,063,929

**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> 12/31/2019 Audited</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2018 Audited</b>
Underwriting Income		
Direct Premium Contributions Earned	\$ <u>4,911,620</u>	\$ <u>4,860,795</u>
Deductions:		
Excess insurance premium incurred	<u>528,591</u>	<u>505,287</u>
Workers' compensation claims incurred	<u>3,322,206</u>	<u>2,567,940</u>
Claims adjustment expenses incurred	<u>334,488</u>	<u>652,334</u>
Other administrative expenses incurred	<u>1,065,976</u>	<u>1,140,254</u>
Total underwriting deductions	<u>5,251,260</u>	<u>4,865,815</u>
Net underwriting Gain or (Loss)	\$ <u>(339,641)</u>	\$ <u>(5,020)</u>
Investment income		
Interest income earned (Net of investment expenses)	<u>369,499</u>	<u>285,121</u>
Other income		
Other income	<u>0</u>	<u>0</u>
Net income before dividends to members	<u>29,858</u>	<u>280,100</u>
Dividends to members	<u>0</u>	<u>0</u>
Net income after dividends to members	<u>29,858</u>	<u>280,100</u>
<b>Net Income(Loss)</b>	<b>\$ <u>29,858</u></b>	<b>\$ <u>280,100</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>	<b><u>PREVIOUS FISCAL YEAR END</u></b>
	12/31/2019 Audited	12/31/2018 Audited
Fund balance, previous period	<u>6,209,106 \$</u>	<u>5,931,446</u>
Net income (Loss)	<u>29,858</u>	<u>278,616</u>
Change in non-admitted assets	<u>2,432</u>	<u>(2,441)</u>
<u>Rounding</u>	<u></u>	<u></u>
<u>Change in Non Admitted Assets</u>	<u></u>	<u></u>
Change in fund balance for the period	<u>32,290</u>	<u>275,129</u>
Fund balance, current period	<u>6,241,396 \$</u>	<u>6,209,106</u>



Contract Year January 1, 2019 to December 31, 2019  
**KANSAS PREMIUM AND LOSS EXPERIENCE EXHIBIT**  
1st 2nd 3rd 4th Quarter (circle one)

NAME OF KANSAS GROUP-FUNDED POOL Kansas Municipal Insurance Trust  
12/31/2019 Workers Compensation EXPERIENCE CURRENT AS OF 12/31/2019 Audited

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	Direct Losses Incurred	Loss Adj. Exp. Incurred	Loss & Loss Exp Incurred	Service Fees Incurred	General Expenses Incurred	Taxes, Licenses & Fees Incurred	Total Expenses Incurred Col 10 + Col 11 + Col 12	Claims Ratios as a % Col 9 / Col 6	Admin. Ratios as a % Col 13 / Col 6	Investment Income Earned
0	310	PCY 25	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 24	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 23	1,843,047	133,376	1,709,671	790,461	46,583	837,044	277,342	159,046	56,281	492,669	49.0%	28.8%	114,912
1	524	PCY 22	1,754,515	117,122	1,637,393	1,804,856	90,802	1,995,658	204,543	217,864	102,541	524,948	115.8%	32.1%	142,705
2	572	PCY 21	1,377,722	79,456	1,298,266	1,401,488	108,470	1,509,957	187,000	211,073	82,901	480,972	116.3%	37.0%	116,190
4	551	PCY 20	1,552,110	80,124	1,471,986	1,560,945	147,702	1,708,647	185,000	190,573	77,653	453,226	116.1%	30.8%	96,882
1	552	PCY 19	1,689,773	86,819	1,602,954	1,479,594	133,722	1,613,317	190,000	188,080	73,593	451,673	100.6%	28.2%	129,613
0	605	PCY 18	1,965,656	127,168	1,838,488	1,097,367	83,207	1,180,574	195,000	186,428	55,589	437,017	64.2%	23.8%	101,894
1	670	PCY 17	2,616,841	189,458	2,427,383	1,211,714	129,112	1,340,826	217,500	243,407	69,799	530,706	55.2%	21.9%	50,668
2	612	PCY 16	3,274,489	366,991	2,907,498	1,509,072	158,796	1,667,867	280,000	274,918	96,684	651,602	57.4%	22.4%	52,492
2	645	PCY 15	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
10	770	PCY 14	3,837,793	374,472	3,463,321	3,857,406	258,662	4,116,068	310,000	303,923	195,148	809,071	118.8%	23.4%	96,274
15	765	PCY 13	4,272,140	384,425	3,887,715	2,690,804	201,750	2,892,554	330,000	409,548	164,537	904,085	74.4%	23.3%	234,986
7	906	PCY 12	4,950,171	420,728	4,529,443	2,825,334	209,237	3,034,571	365,000	384,794	157,905	907,699	67.0%	20.0%	263,024
11	768	PCY 11	5,519,169	372,790	5,146,379	3,363,865	254,601	3,618,466	375,000	400,364	180,033	955,397	70.3%	18.6%	245,802
8	654	PCY 10	5,193,427	341,935	4,851,492	2,091,275	154,100	2,245,375	390,000	422,122	158,861	970,983	46.3%	20.0%	81,601
16	666	PCY 9	5,213,859	351,375	4,862,484	4,176,024	224,451	4,400,475	410,000	411,213	218,444	1,039,657	90.5%	21.4%	52,768
7	635	PCY 8	4,442,326	336,966	4,105,361	2,862,734	157,478	3,020,212	400,000	374,349	211,548	985,897	73.6%	24.0%	72,925
2	598	PCY 7	4,484,533	337,595	4,146,938	1,949,604	175,639	2,125,243	400,000	407,086	174,669	981,755	51.2%	23.7%	70,104
3	697	PCY 6	4,853,835	395,128	4,458,707	1,734,184	134,977	1,869,161	580,600	286,205	112,977	979,782	41.9%	22.0%	71,861
4	742	PCY 5	5,460,344	432,750	5,027,594	4,243,723	225,614	4,469,337	596,571	291,845	383,143	1,271,559	88.9%	25.3%	107,601
2	726	PCY 4	5,261,044	456,352	4,804,692	1,810,797	180,673	1,991,469	628,560	291,393	190,117	1,110,070	41.4%	23.1%	128,600
10	778	PCY 3	4,829,526	451,042	4,378,484	1,871,148	189,093	2,060,241	649,360	329,247	24,920	1,003,526	47.1%	22.9%	160,374
23	830	PCY 2	1,641,119	476,604	1,164,515	3,553,616	322,159	3,875,775	671,847	206,797	124,882	1,003,526	332.8%	86.2%	220,606
145	830	PCY 1	4,860,795	505,287	4,355,508	2,745,643	288,912	3,034,555	691,420	339,931	118,489	1,149,840	69.7%	26.4%	296,228
266	592	CCY	5,094,502	528,591	4,565,911	2,783,355	349,445	3,132,800	711,789	219,132	135,055	1,065,976	68.6%	23.3%	369,499

PFY = Prior fiscal Year

CFY = Current Fiscal Year

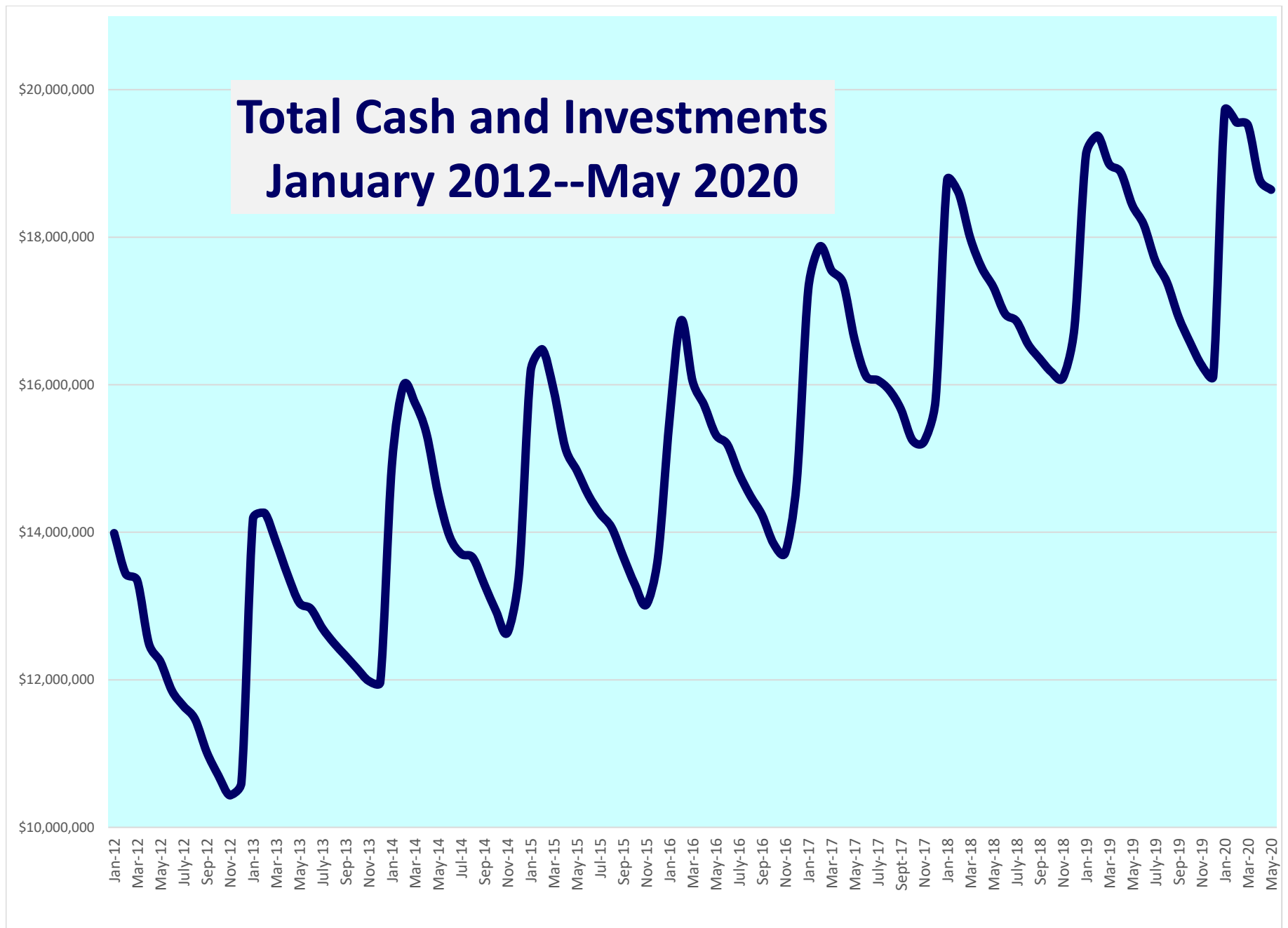
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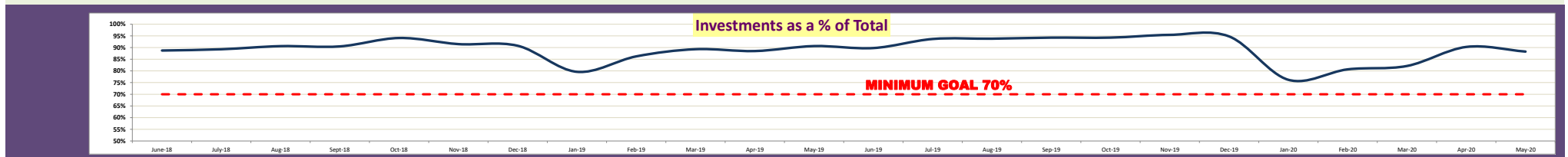
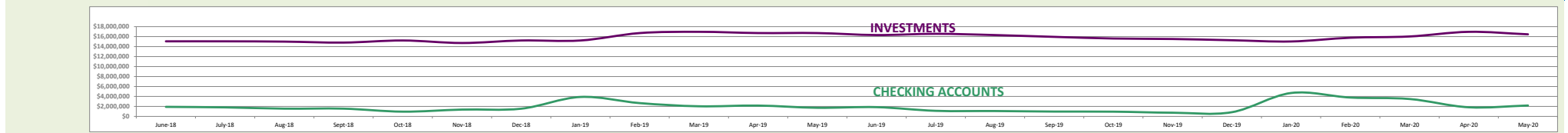
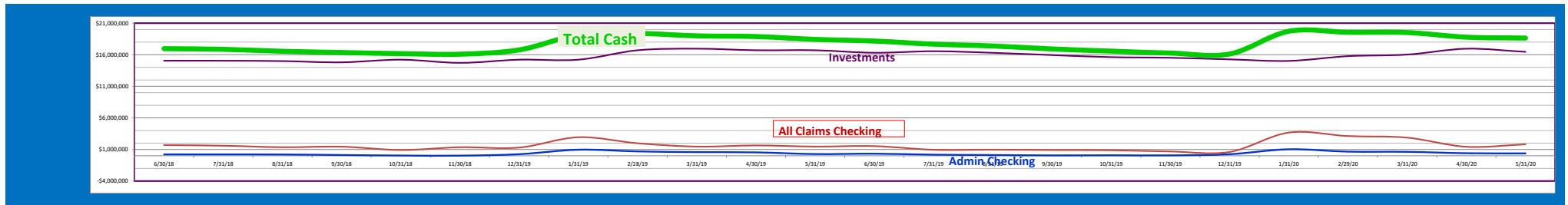
# KMIT Cash/Investment Summary

## June 30, 2018--May 31, 2020

	6/30/18	7/31/18	8/31/18	9/30/18	10/31/18	11/30/18	12/31/19	1/31/19	2/28/19	3/31/19	4/30/19	5/31/19	6/30/19	7/31/19	8/31/19	9/30/19	10/31/19	11/30/19	12/31/19	1/31/20	2/29/20	3/31/20	4/30/20	5/31/20
<b>KMIT Admin Fund</b>																								
Admin Account (CORnerstone)	220,252	216,049	201,076	116,037	38,232	20,781	248,569	960,695	691,242	578,317	533,998	269,359	327,504	168,259	116,253	59,657	77,810	61,681	246,656	1,024,521	656,266	623,126	402,802	377,714
Admin Checking	220,252	216,049	201,076	116,037	38,232	20,781	248,569	960,695	691,242	578,317	533,998	269,359	327,504	168,259	116,253	59,657	77,810	61,681	246,656	1,024,521	656,266	623,126	402,802	377,714

<b>KMIT Claims Fund</b>																								
Claims Account (CORnerstone)	1,561,469	1,584,416	1,180,787	1,262,164	660,236	1,074,711	1,139,817	2,815,102	1,847,793	1,362,985	1,426,980	1,312,072	1,364,044	952,978	878,353	826,848	832,433	620,190	206,119	3,478,534	2,907,515	2,617,125	1,331,477	1,625,650
Claims Checking Acc't (TRISTAR)	130,636	8,397	171,989	175,719	255,972	275,706	159,586	123,440	130,139	91,322	209,451	144,633	163,173	(1,579)	84,441	84,690	40,484	60,847	390,246	192,041	216,841	251,555	94,156	183,291
Claims Checking	1,692,105	1,592,813	1,352,776	1,437,883	916,209	1,350,417	1,299,403	2,938,542	1,977,933	1,454,307	1,636,431	1,456,706	1,527,218	951,399	962,794	911,537	872,917	681,037	596,365	3,670,575	3,124,356	2,868,680	1,425,633	1,808,941

<b>INVESTMENTS</b>																								
All Investments	15,051,000	15,052,000	14,994,028	14,800,000	15,220,000	14,720,000	15,220,000	15,220,000	16,708,000	16,960,000	16,712,000	16,710,000	16,313,000	16,559,000	16,309,000	15,948,000	15,621,000	15,521,000	15,271,000	15,023,000	15,775,000	16,026,000	16,956,000	16,456,000
<b>TOTAL CASH</b>	<b>16,963,358</b>	<b>16,860,862</b>	<b>16,547,880</b>	<b>16,353,920</b>	<b>16,174,441</b>	<b>16,091,198</b>	<b>16,767,971</b>	<b>19,119,237</b>	<b>19,377,174</b>	<b>18,992,624</b>	<b>18,882,429</b>	<b>18,436,065</b>	<b>18,167,721</b>	<b>17,678,658</b>	<b>17,388,047</b>	<b>16,919,194</b>	<b>16,571,727</b>	<b>16,263,718</b>	<b>16,114,021</b>	<b>19,718,096</b>	<b>19,555,622</b>	<b>19,517,806</b>	<b>18,784,435</b>	<b>18,642,655</b>
	6/30/18	7/31/18	8/31/18	9/30/18	10/31/18	11/30/18	12/31/19	1/31/19	2/28/19	3/31/19	4/30/19	5/31/19	6/30/19	7/31/19	8/31/19	9/30/19	10/31/19	11/30/19	12/31/19	1/31/20	2/29/20	3/31/20	4/30/20	5/31/20



## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Clearwater  
**Claim No.:** 20790069  
**Employee Age:** 69  
**AWW:** \$1,403.85  
**Attorneys:** Employee -None  
**Adjuster:** Gene Miller

**Date of Injury** 1/27/2020  
**Job Description:** Public Works Dir  
**Updated:** 6/1/2010  
**TTD Rate** \$666.00  
**Employer** -None

	Medical	Indemnity	Expense	Total
Reserves	\$35,000.00	\$16,500.00	\$4,500.00	\$56,000.00
Amount Paid	\$1,516.22	\$0.00	\$211.82	\$1,728.04
Outstanding	\$33,483.78	\$16,500.00	\$4,288.18	\$54,271.96

**Accident Description/Nature of Injury:**

Claimant was helping officer put a disassembled pistol together. Claimant was holding pistol slide back for extended time and left shoulder popped and gave out.

**Investigation/Compensability**

Accident was witnessed, reported promptly and accepted as compensable.

**Medical Management**

He has a pace maker so MRI cant be done. Dr Do felt he had a rotator cuff issue and surgery performed 5/29/20 and he has been released to modified duty on 6/1/20.

**Periods of Disability**

5/29/20 to 5/31/20...so 7-day waiting period not met for TT.

**Permanent Partial Impairment/Permanent Disability**

Reserves reflect 10% PP to shoulder.

**Subrogation/Other Issues**

No source for subrogation or contribution.

**Plan of Action:**

Early return to work has been achieved. We will monitor his recovery by following up after every doctor's appointment till released from medical care. A disability rating will then be obtained, settlement negotiated, Division approval obtained and file closed.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Fredonia  
**Claim No.:** 20790127  
**Employee Age:** 42  
**AWW:** \$602.59  
**Attorneys:** Employee -None  
**Adjuster:** Gene Miller

**Date of Injury** 2/14/2020  
**Job Description:** Recycling  
**Updated:** 5/19/2020  
**TTD Rate** \$401.73  
**Employer** None

	Medical	Indemnity	Expense	Total
Reserves	\$25,000.00	\$9,000.00	\$4,000.00	\$38,000.00
Amount Paid	\$8,551.78	\$0.00	\$282.01	\$8,833.79
Outstanding	\$16,448.22	\$9,000.00	\$3,717.99	\$29,166.21

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

Claimant had picked up a stack of papers to deliver, turned and left knee popped/pain.

### **Investigation/Compensability**

The injury was witnessed by coworker, promptly reported and accepted as compensable.

### **Medical Management**

Conservative treatment failed to relieve her symptoms and MRI done which revealed meniscus tear and she was referred to Dr. Do, who performed surgery 4/3/20.

### **Periods of Disability**

4/3/20 to 4/5/20....does not meet the 7-day waiting period for TT.

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

Reserves reflect 10% PP to knee

### **Subrogation/Other Issues**

There are no sources for subrogation or contribution.

### **Plan of Action:**

She continues in physical therapy and MMI expected around 6 weeks post-op.

When she is deemed MMI, a disability rating will be obtained, settlement negotiated of all outstanding issues, Division approval obtained and file closed.



## CLAIM SUMMARY-RESERVES

**Employer:** City of Maize  
**Claim No.:** 20790129  
**Employee Age:** 38  
**AWW:** \$1,069.49  
**Attorneys:** Employee No  
**Adjuster:** Gene Miller

**Date of Injury:** 3/2/2020  
**Job Description:** Police  
**Updated:** 5/1/2020  
**TTD Rate:** \$666.00  
**Employer:** No

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$35,000.00</b>	<b>\$14,000.00</b>	<b>\$4,500.00</b>	<b>\$53,500.00</b>
<b>Amount Paid</b>	<b>\$1,433.44</b>	<b>\$856.29</b>	<b>\$33.32</b>	<b>\$2,323.05</b>
<b>Outstanding</b>	<b>\$33,556.56</b>	<b>\$13,143.71</b>	<b>\$4,466.68</b>	<b>\$51,176.95</b>

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

Claimant was involved in stolen car chase. Suspect ditched his car and ran. Claimant pursued him on foot jumping fence falling on hand, then tackled suspect and struck him in face. Claimant unsure when he actually fractured his right fifth metacarpal.

### **Investigation/Compensability**

There were a number of officers at the scene who witnessed the accident. The injury promptly reported and medical treatment sought same day. Injury accepted as compensable.

### **Medical Management**

Via Christi ER referred him and ortho Dr. Lennell who performed an ORIF surgery on 3/4/20.

### **Periods of Disability**

3/3/20 to 3/18/20

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

Reserves reflect 10% to hand.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

Monitor his recovery will released MMI. Then request disability rating, negotiate full/final settlement of all outstanding issues, obtain Division approval and close file.

### CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Ulysses  
**Claim No.:** 20790164  
**Employee Age:** 53  
**AWW:** est \$1,080  
**Attorneys:** Employee - None  
**Adjuster:** Gene Miller

**Date of Injury** 3/11/2020  
**Job Description:** Water Dept  
**Updated:** 5/21/2020  
**TTD Rate** 666.00  
**Employer** -None

	Medical	Indemnity	Expense	Total
Reserves	\$25,000.00	\$15,000.00	\$3,500.00	\$43,500.00
Amount Paid	\$688.12	\$0.00	\$18.82	\$706.94
Outstanding	\$24,311.88	\$15,000.00	\$3,481.18	\$42,793.6

**Accident Description/Nature of Injury:**

Claimant was repairing water line break and twisted his right knee, felt a burning sensation while getting out of hole.

**Investigation/Compensability**

There were coworkers present but didn't report and receive medical treatment till March 16.  
Repair was completed around 2 am.

**Medical Management**

Conservative care did not relieve his symptoms and MRI was done which revealed meniscus tear and he was referred to ortho Dr. Gottschalk. Authorization give for surgery

**Periods of Disability**

No lost time to date.

**Permanent Partial Impairment/Permanent Disability**

Reserves reflect 10% PP knee.

**Subrogation/Other Issues**

No source for subrogation or contribution.

**Plan of Action:**

The doctor is to let me know when his surgery is scheduled. I will strive for early return to work with the city's modified duty work program, following surgery. I will then monitor his medical recovery will released MMI. Then obtain a disability rating, negotiate settlement of all outstanding issues, obtain Division approval and close file.re

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Marysville

**Claim No.:** 20790230

**Employee Age:** 51

**AWW:** \$

**Attorneys:** Employee - Roger Fincher

**Adjuster:** Gene Miller

**Date of Injury** 4/15/2020

**Job Description:** Asst Street Supr

**Updated:** 6/2/2020

**TTD Rate** \$

**Employer** -Ron Laskowski

	Medical	Indemnity	Expense	Total
Reserves	\$15,000.00	\$17,000.00	\$10,000.00	\$42,000.00
Amount Paid	\$1,634.18	\$0.00	\$213.01	\$1,847.19
Outstanding	\$13,365.82	\$17,000.00	\$9,786.99	\$40,152.81

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

Claimant was pulling strike board across newly poured concrete and felt pain in his left shoulder.

### **Investigation/Compensability**

He reported the injury promptly, work activities confirmed and injury accepted as compensable.

### **Medical Management**

Conservative care with the city's authorized doctor did not relieve his symptoms and a cervical MRI was ordered which revealed disc protrusion with nerve root impingement and referral to neuro. He was sent to Dr. Fritz who saw him in a tele-exam and only confirmed the MRI findings. He continues to work w/out restriction so awaiting in-person visit to learn projected treatment plan.

### **Periods of Disability**

No lost time.

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

Reserves reflect 7 ½% PP to body.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

No lost time from work to date. We will monitor his medical treatment till released MMI, then obtain disability rating, negotiate full/final settlement of all remaining issues, obtain Division approval and close file.

**CLAIM SUMMARY-RESERVE ADVISORY**

**Employer:** City of Bonner Springs  
**Claim No.:** 20790278  
**Employee Age:** 31  
**AWW:** \$1,184.38  
**Attorneys:** Employee -None  
**Adjuster:** Gene Miller

**Date of Injury** 5/5/2020  
**Job Description:** Canine Police  
**Updated:** 5/20/2020  
**TTD Rate** \$666.00  
**Employer** -None

	Medical	Indemnity	Expense	Total
Reserves	\$25,000.00	\$10,000.00	\$3,250.00	\$38,250.00
Amount Paid	\$0.00	\$0.00	\$0.00	\$0.00
Outstanding	\$25,000.00	\$10,000.00	\$3,250.00	\$38,250.00

**Accident Description/Nature of Injury:**

Claimant is enrolled in 12 week K-9 class in Minnesota and his dog bit him across four fingers on the right hand resulting in infection.

**Investigation/Compensability**

Accident witnessed by entire class, was reported promptly, received medical treatment same day and accepted as compensable.

**Medical Management**

The bite wound developed infection which did not respond to oral antibiotics. He was hospitalized and given intra-venous antibiotics with positive results.

**Periods of Disability**

5/7/20 to 5/10/20....does not meet the 7-day waiting period for TT benefits.

**Permanent Partial Impairment/Permanent Disability**

Reserves reflect 10% PP hand.

**Subrogation/Other Issues**

No source for subrogation or contribution.

**Plan of Action:**

Early return to work achieved. Will monitor his medical recovery till released from care. His class ends in June so may have to wait for him to get back to Kansas to address disability. If there is PP, will negotiate settlement of all remaining issues, obtain Division approval and close file.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Valley Center  
**Claim No.:** 20790316  
**Employee Age:** 69  
**AWW:** \$1005.11  
**Attorneys:** Employee -NA  
**Adjuster:** Gene Miller

**Date of Injury** 5/21/2020  
**Job Description:** Equip Op  
**Updated:** 6/7/2020  
**TTD Rate** \$666.00  
**Employer** -NA

	Medical	Indemnity	Expense	Total
Reserves	\$35,000.00	\$22,000.00	\$4,500.00	\$61,500.00
Amount Paid	\$0.00	\$0.00	\$0.00	\$0.00
Outstanding	\$35,000.00	\$22,000.00	\$4,500.00	\$61,500.00

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

Claimant was trimming small trees/limbs with pole saw and standing on bank with rip rap. The rock he was standing shifted, he lost his balance and fell landing on his back and left shoulder.

### **Investigation/Compensability**

The accident/injury witnessed by coworker, promptly reported and medical treatment same day. The injury has been accepted as compensable.

### **Medical Management**

He has been referred to Dr. Do for continued care. He can't have a MRI due to wires from a previous heart surgery. Torn rotator cuff is suspected but he has had a cortisone injection and undergoing a course of physical therapy in hopes of improvement without surgery. He is working modified duty.

### **Periods of Disability**

5/22/20 to 6/4/20

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

Reserves reflect 10% PP to shoulder.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

The city has a modified duty work program so will strive for early return to work after his surgery. Then follow his medical recovery till released MMI and then request a disability rating. Negotiate settlement of all outstanding issues, obtain Division approval and close file.

# **THE LAW OFFICE OF RONALD J. LASKOWSKI**

## **ATTORNEY AT LAW**

Ronald J. Laskowski (785) 231-9706 CELL  
Ron@LaskowskiLaw.com  
Kristi Davin, Legal Assistant  
Kristi@LaskowskiLaw.com

6342 SW 21<sup>ST</sup> STREET, SUITE 101  
TOPEKA, KANSAS 66615  
(785) 273-1811  
FAX (785) 273-1851

**\*Supreme Court Certified Kansas Civil Mediator\***

April 29, 2020

GENE MILLER  
CORNERSTONE RISK SOLUTIONS, LLC  
8200 E. 32<sup>ND</sup> STREET NORTH  
WICHITA KS 67226

**VIA EMAIL**

Re: Claim No. 2015071784  
Insured: City of Augusta  
Claimant: [REDACTED]  
D/A: 08/17/15

Dear Gene:

I am pleased to advise that I have finally been able to negotiate a full, final and complete settlement of the above-referenced complex workers compensation claim. The terms of the final settlement agreement are as follows:

1. Lump sum payment of **\$70,000.00** to the claimant and his attorney.
2. I have negotiated an agreement with Wesley Medical Center to reduce outstanding medical expenses that exceeded \$700,000.00 to the sum certain of **\$35,000.00**. Under the terms of this agreement, Wesley Medical Center will accept **\$35,000.00** from KMIT and will reduce the claimant's outstanding balance on all accounts to \$0.00. Wesley Medical Center has received the Release documentation I have prepared and have agreed to sign it. I should have the signed document back today.
3. Under the terms of the settlement agreement, the claimant will waive all rights to future medical, review and modification and any other benefit he may be entitled to under the Kansas Workers Compensation Act. KMIT will be responsible for all valid and authorized medical incurred up through today's date.
4. KMIT will also be responsible for other outstanding medical expense the claimant incurred in association with his hospitalizations for the back surgery and treatment for the bacterial meningitis. As best I can determine, at this point, the only significant bill

that remains is from Abay Neuroscience which was in the approximate amount of **\$8,000.00**. I have communicated with Abay, however, they have refused to respond regarding any type of compromise. There are also a few other straggler bills that are not particularly significant, and I am working on trying to resolve those on a reduced basis. I would not anticipate any additional medical expenses to exceed **\$5,000.00** on the claim and there is some chance the providers may just close their accounts. Unless it is a major complication for you, unless the claimant's counsel tells me that his client continues to be dunned for the balance, I do not intend to try and chase these providers down to offer them money. If it would be extraordinarily difficult to reopen the file at a later date, I could move forward now and try to pin the numbers down.

5. Since this claimant did apply for Social Security Disability benefits, it was my recommendation that KMIT seriously consider Medicare's interest in the case. As you are award, KMIT did expend a considerable sum of money providing treatment to this claimant. This is the type of case that can present significant Medicare exposure in the future. To significantly reduce the chances of any Medicare problems down the line, I did recommend that KMIT obtain a Medicare Set-Aside from a qualified vendor. We did accomplish that through Care Bridge. A copy of the final Care Bridge MSA in the amount of **\$14,316.59** is attached for your review. Under the terms of the settlement agreement, KMIT will fund this Medicare Set-Aside in a lump sum payment.

Taking all factors into consideration including the fact that KMIT received a negative opinion from both Dr. Dickerson as well as the court-ordered medical evaluator, Dr. Bernhardt regarding their liability for the substantial medical expenses incurred by the claimant following his emergency back surgery, I consider this settlement to be a cost-effective resolution for KMIT. Perhaps even more importantly, is the fact that we are now in a position to close out any future ongoing liability on the claim.

Settlement hearing has been scheduled for **May 4, 2020 at 3:30 p.m. before John Nodgaard**. Please forward settlement check payable to the claimant and his attorney, Larry Gurney, to my office. Mr. Gurney's Federal Tax Identification number is 48-1053858. **Please also send a separate check payable only to the claimant for the MSA. Please check your file for any applicable liens including child support. If there is a lien involved, please make sure a separate check is prepared to protect the lien.** If you need my assistance in determining if the lien is valid, do not hesitate to contact me. I will be back in touch shortly with closing report.

Sincerely,

Dictated but not read  
to expedite transmittal



Ronald J. Laskowski

RJL:kad

## Don Osenbaugh

---

**From:** Gene Miller <GMiller.KMIT@CISINSURANCESOLUTIONS.COM>  
**Sent:** Thursday, April 30, 2020 9:37 AM  
**To:** Don Osenbaugh  
**Subject:** Claim #: 2015071784 Case Name: [REDACTED] Accident  
Date: 08/17/2015  
**Attachments:** [REDACTED] CO15 Settlement.docx

Don,

Attached is a letter from our defense attorney, Ron Laskowski regarding settlement of a City of Augusta regarding a refuge worker being smashed in the compactor of a trash truck. The Board had granted me \$210,000 in their meeting February 28, 2020 and we have successfully settled the claim, for no more than \$124,316.59.

Another really good settlement.

**Gene Miller**

**KMIT Claims Adjuster** [gmliller.KMIT@cisinsurancesolutions.com](mailto:gmliller.KMIT@cisinsurancesolutions.com)

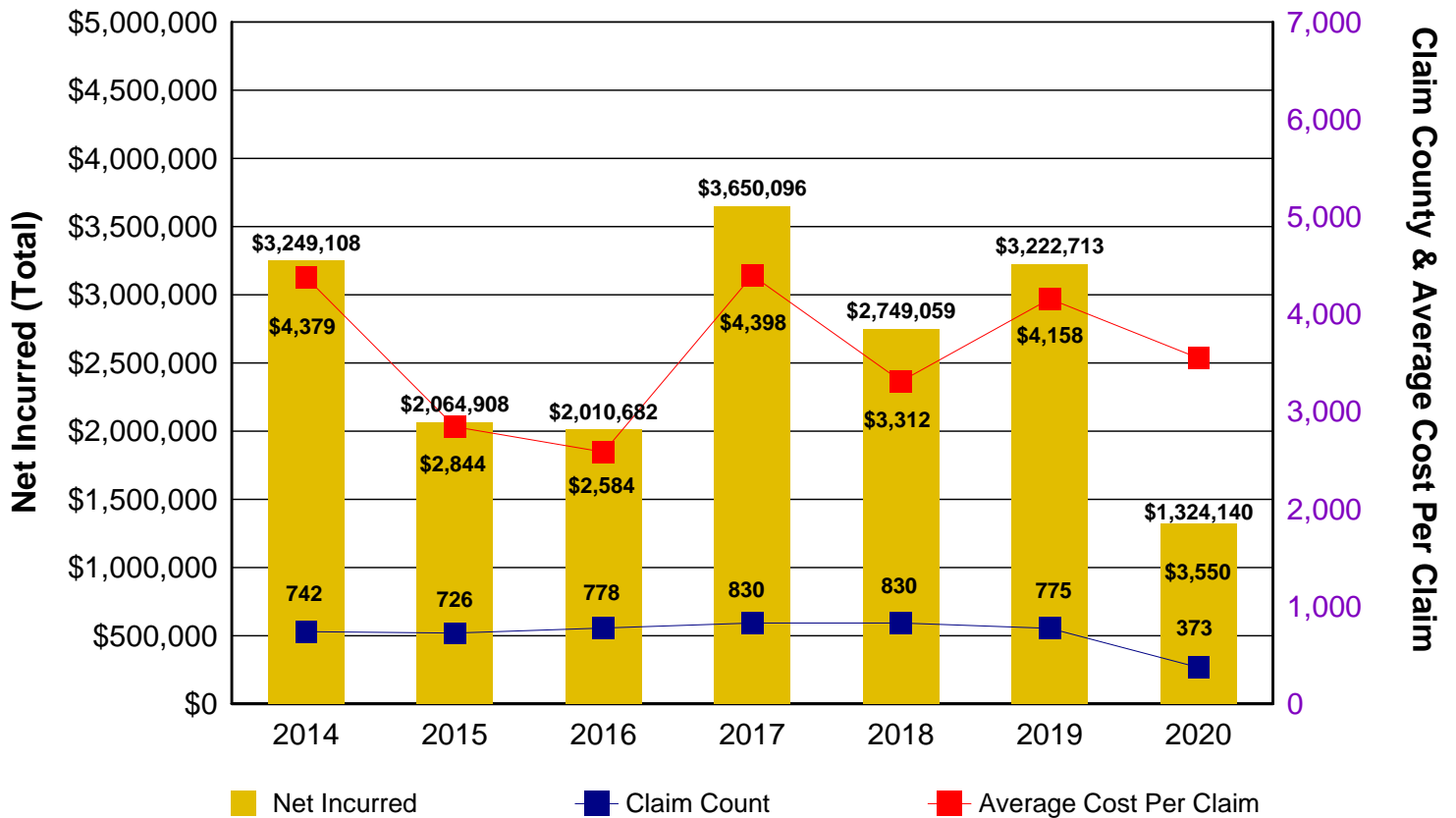
P.O. Box 26721 | Overland Park, KS 66225 | 816-214-4072 Direct | 844-682-2266 Toll-Free | 816-214-4080 Fax |





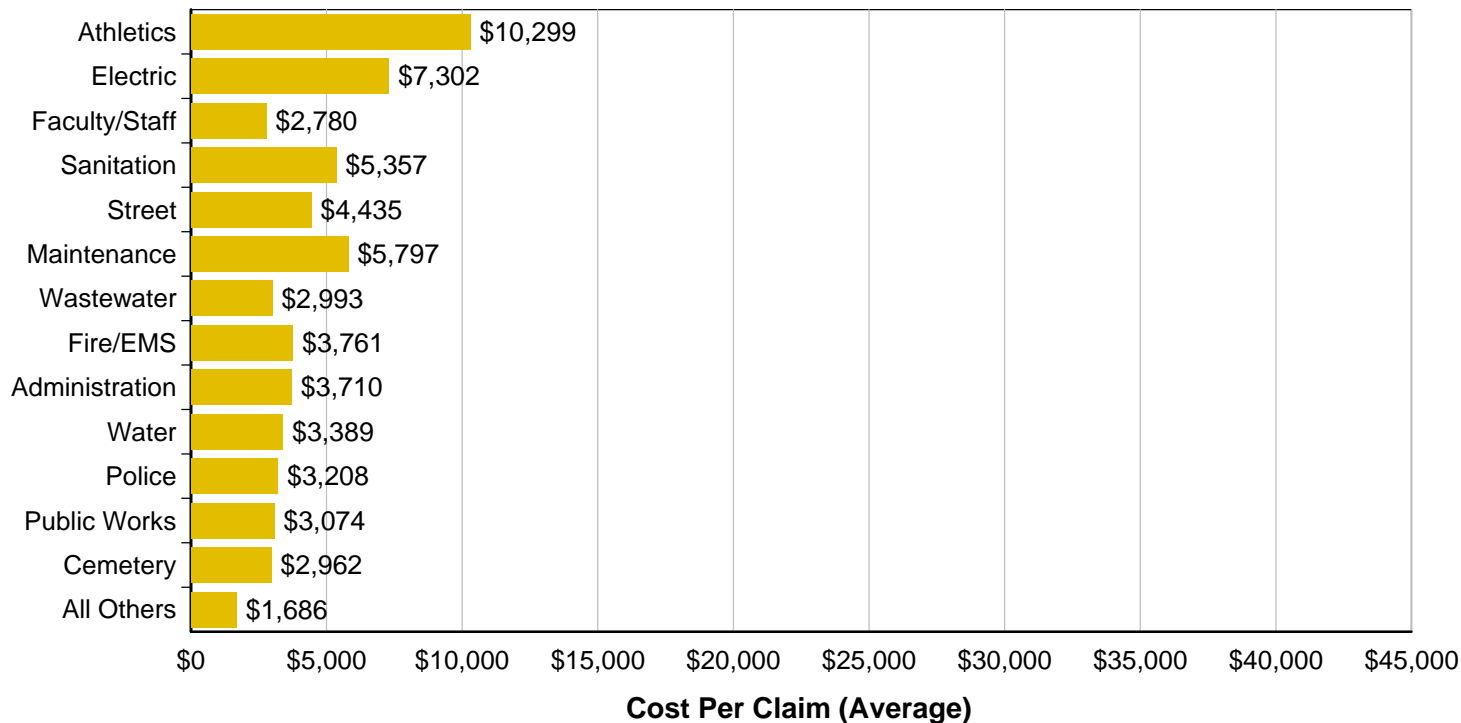
Kansas Municipal Insurance Trust  
Claim Analysis by Year  
Policy Years: 2014 through 2020  
Valued as of 6/18/2020

## Severity & Frequency By Year

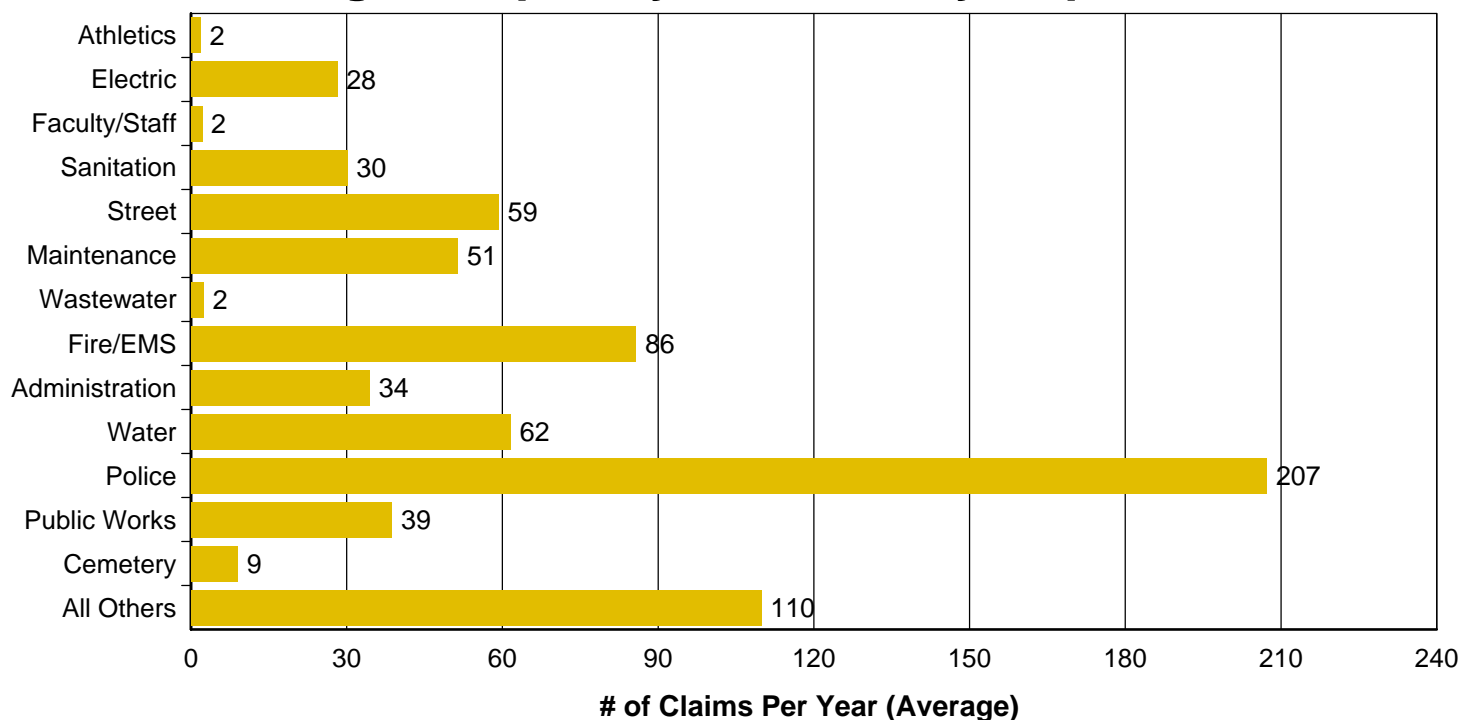




## Average Severity Per Claim By Department



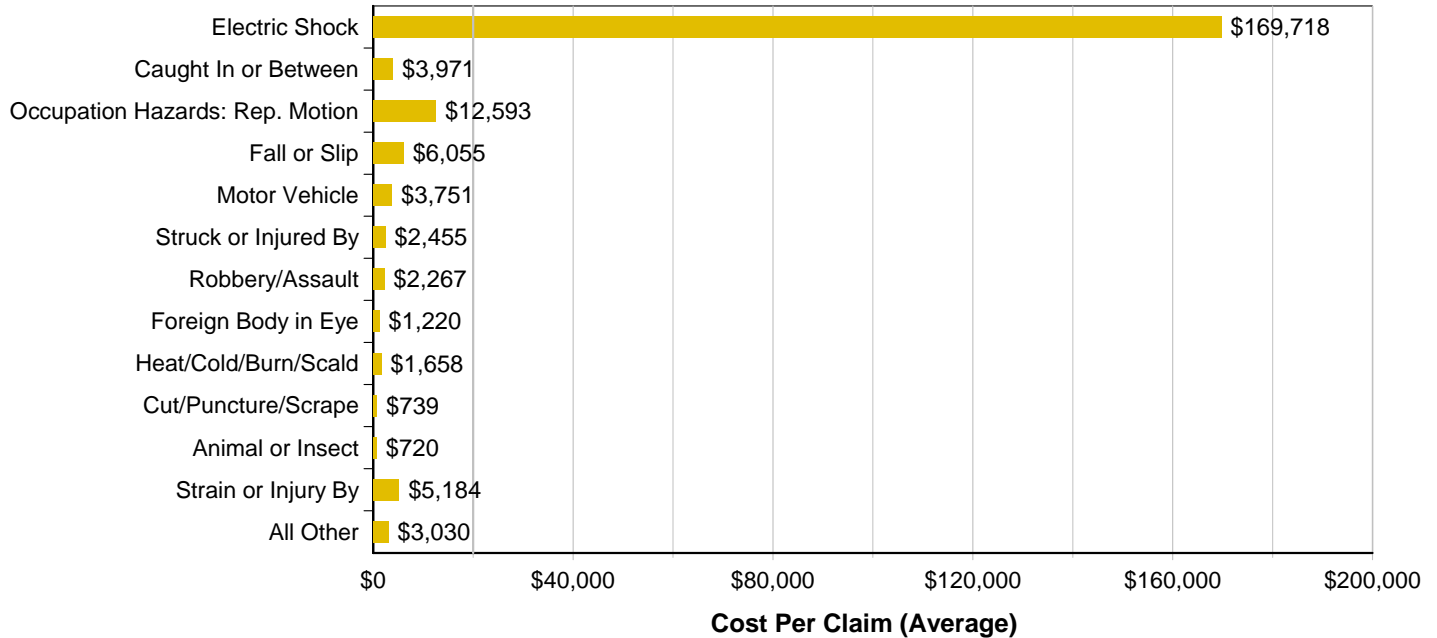
## Average Frequency Per Year By Department



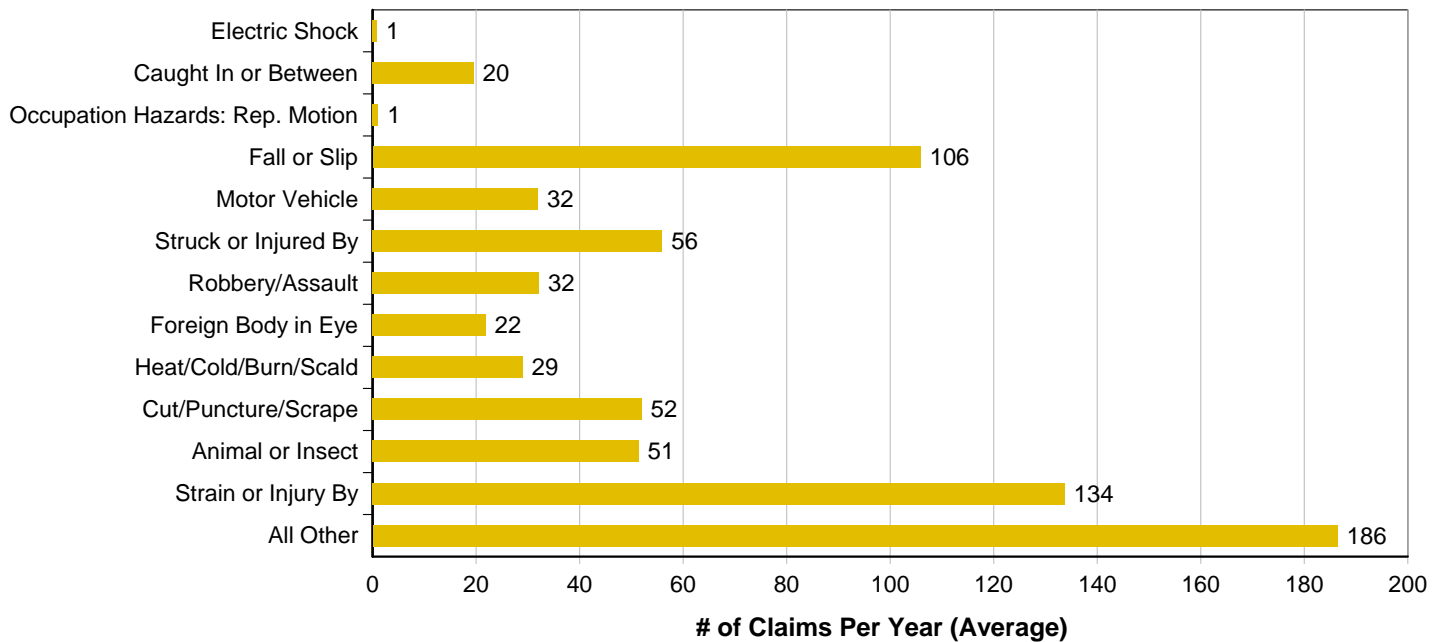
**Kansas Municipal Insurance Trust**  
**Claim Analysis by Accident Type**  
**Policy Years: 2014 through 2020**  
**Valued as of 06/18/2020**



## Average Severity Per Claim By Accident Type



## Average Frequency Per Year By Accident Type



**KMIT Loss Control: Large Loss Analysis**  
**Accident Date Range: 01/01/2014 to 06/18/2020**  
**Valued As Of 06/18/2020**

Claims \$100,000 or Greater								
Rank	Policy Year	Claim Number	Accident Date	Claim Status	City/College	Department	Accident Type	Claim Cost
01	2014	2014048019	04/14/2014	Open	Russell	Electric	Electric Shock	\$1,737,136
02	2017	2017076725	05/26/2017	Open	Osawatomie	Street	Striking Against/Stepping On	\$616,652
03	2015	2015071784	08/17/2015	Open	Augusta	Sanitation	Caught In or Between	\$483,542
04	2017	17700057	12/06/2017	Open	Wellsville	Police	Fall or Slip	\$365,000
05	2017	17701681	12/21/2017	Open	Arkansas City	Maintenance	Caught In or Between	\$343,069
06	2018	18702074	01/01/2018	Close	Wamego	Fire	Fall or Slip	\$285,881
07	2017	2017076443	05/02/2017	Open	Fort Scott	Police	Occupational Hazard	\$270,000
08	2014	2014048312	06/11/2014	Close	Lucas	Maintenance	Electric Shock	\$247,481
09	2019	19784134	08/22/2019	Open	Great Bend	Administration	Struck or Injured By	\$222,500
10	2014	2014069536	10/09/2014	Open	Atchison	Maintenance	Strain or Injury By	\$172,500
11	2019	19770864	05/14/2019	Open	Parsons	Sanitation	Fall or Slip	\$163,250
12	2018	18750143	12/11/2018	Close	Parsons	Fire	Struck or Injured By	\$160,439
13	2016	2016074973	10/11/2016	Open	Eudora	Water	Fall or Slip	\$143,786
14	2016	2016073786	04/29/2016	Re-Open	Atchison	Public Works	Strain or Injury By	\$140,685
15	2014	2014069578	10/07/2014	Open	Minneapolis	Water	Foreign Body in Eye	\$137,201
16	2014	2014069973	12/05/2014	Close	Fredonia	Police	Motor Vehicle	\$134,795
17	2017	2017076629	05/24/2017	Open	Bonner Springs	Police	Occupational Hazard	\$128,368
18	2018	18714294	03/27/2018	Close	Halstead	Maintenance	Fall or Slip	\$126,395
19	2014	2014048087	04/09/2014	Close	Arkansas City	Street	Strain or Injury By	\$124,830
20	2019	19780195	07/25/2019	Open	Arkansas City	Fire	Strain or Injury By	\$123,973
21	2014	2014048340	06/16/2014	Close	Valley Center	Maintenance	Fall or Slip	\$122,460
22	2019	19754913	01/03/2019	Open	Roeland Park	Police	Fall or Slip	\$120,000
23	2019	19788370	09/10/2019	Open	Highland Community	Athletics	Fall or Slip	\$110,750
24	2016	2016072899	01/07/2016	Close	La Cygne	Street	Strain or Injury By	\$105,289
25	2018	18735622	07/31/2018	Open	Stafford	Water	Fall or Slip	\$103,250
26	2016	2016074632	08/24/2016	Open	Girard	Electric	Strain or Injury By	\$101,043
<b>Totals - Claims \$100,000 or Greater</b>							<b>(26 Claims)</b>	<b>\$6,790,274</b>
							<b>Average:</b>	<b>\$261,164</b>

# KMIT Trustee Terms, 2010 - Present

pos	Name	City	Title	Appointed	Elect 1	Elect 2	Elect 3	Elect 4	term limit date	End Date
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>	El Dorado <sup>5</sup>	City Manager	N/A	Oct-14	Oct-16	Oct-18		Oct-20	
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>	Arkansas City <sup>6</sup>	City Manager	May-14	Oct-14 <sup>1</sup>	Oct-15	Oct-17	Oct-19	Oct-21	
3	Daron Hall	Ulysses	City Administrator	Jun-09	Oct-09 <sup>1</sup>	Oct-10				Mar-12
3	Tim Hardy	Elkhart	City Administrator	Jun-11	Oct-12	Oct-14	Oct-16			Oct-18
3	<b>Andrew Finzen</b>	Goodland	City Manager	N/A	Oct-18	Oct-20	Oct-22		Oct-24	
4	Bobby Busch	Neodesha	City Clerk	N/A	Oct-07	Oct-09	Oct-11			Oct-13
4	Tim Vandall	Ellsworth	City Administrator	N/A	Oct-13					May-15
4	<b>Janie Cox</b>	Haysville	City Clerk	N/A	Oct-15	Oct-17	Oct-19		Oct-21	
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>	Lindsborg	City Administrator	N/A	Oct-17	Oct-19	Oct-21		Oct-23	
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	Mike Webb	Edwardsville	City Manager	N/A	Oct-16					May-18
6	<b>Jonathan Mitchell</b>	Hoisington	City Manager	N/A	Oct-18	Oct-20	Oct-22		Oct-24	
7	Larry Paine	Hillsboro	City Administrator	N/A	Oct-07 <sup>1</sup>	Oct-08	Oct-10	Oct-12		Oct-14
7	Kerry Rozman	Clay Center	City Clerk	N/A	Oct-14	Oct-16				June-18
7	<b>Hardy Howard</b>	WaKeeney	City Administrator	N/A	Oct-18	Oct-20	Oct-22		Oct-24	
8	Toby Dougherty	Hays	City Manager	Jun-07	Oct-07 <sup>1</sup>	Oct-08	Oct-10			Oct-11
8	Keith Schlaegel	Stockton	City Manager	N/A	Oct-11 <sup>1</sup>	Oct-12	Oct-14	Oct-16		Oct-18
8	<b>Kelly McElroy</b>	Newton	City Manager	N/A	Oct-18	Oct-20	Oct-22		Oct-24	
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>	Bel Aire	City Manager	N/A	Oct-14 <sup>1</sup>	Oct-15	Oct-17	Oct-19	Oct-21	
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	Carey Simons	Pittsburg	Rec Dept	Mar-16	Oct-17	Oct-17				Sep-18
10	<b>Deb Needleman</b>	Fort Scott	HRD	N/A	Oct-18	Oct-20	Oct-22		Oct-24	
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	Michael Reagel	Garden City	Police Captain	May-15	Oct-15	Oct-17				Oct-19
11	<b>Barack Matite</b>	Eudora	City Manager	N/A	Oct-19	Oct-21	Oct-23		Oct-25	

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

<sup>2</sup> First elected to the Board while in Abilene; moved on to El Dorado in early 2017

<sup>6</sup> First elected to the Board while in Moundridge; moved on to Ark City on 5/26/20

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



# KANSAS MUNICIPAL INSURANCE TRUST

## Board of Trustees Minutes from February 28, 2020

*Approved via Skype 4/24/20*

**Meeting Convened:** Friday, February 28, 2020, at AG360 Insurance, in Moundridge, KS. The meeting was called to order by President Ty Lasher at 9:01 A.M.

**Local Welcome:** Randy Frazer welcomed the group to Moundridge.

**Absences/Quorum Declaration:** Lasher declared a quorum, while noting the excused absences of Andrew Finzen (Goodland), Janie Cox (Haysville), Hardy Howard (WaKeeney) and *Ex-Officio* Jeff Morris (Coffeyville Community College).

**Members Present:** *Board Members Present:* President Ty Lasher (Bel Aire), Vice President Greg DuMars (Lindsborg), Treasurer Deb Needleman (Fort Scott), Immediate Past President David Dillner (El Dorado), Randy Frazer (Moundridge), Jonathan Mitchell (Hoisington), Kelly McElroy (Newton), and Barack Matite (Eudora). *Staff:* Barbie Kifer (CORnerstone), Kyle Johnston (CORnerstone), Jess Cornejo (CORnerstone), Chris Retter (IMA), Gene Miller (CIS), and Don Osenbaugh (KMIT Pool Administrator). *Guests:* John Burrows (CIS), Colin Hansen (KMU), Trenton Holloway (IMA) and Cole Jost (IMA).

**Minutes Approval:** The minutes from the Newton meeting of December 13, 2019 were unanimously approved as written, following a motion by Mitchell and a second by Dillner.

### **Financial Reports (Kifer):**

1. November 30, 2019 Financials
2. December 31, 2019 Financials
3. January 31, 2020 Financials
4. Third Quarter (9/30) 2019 KID Report
5. Fourth Quarter (12/31) 2019 KID Report
6. December 31, 2019 Cash Investment Summary [Osenbaugh]

The motion to approve the above reports was made by Dillner; seconded by Mitchell. Approved unanimously.

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

1. Claim #22015074784 (Augusta). Request to settle in the amount of \$210,000 approved unanimously upon a motion by Frazer; second by Needleman.
2. 18732809 (Wellington). Reserve Increase Advisory.
3. 19763544 (Leoti). Reserve Increase Advisory.
4. 19779288 (Westwood). Reserve Increase Advisory.
5. 19779421 (Concordia). Reserve Increase Advisory.
6. 19784789 (Atchison). Reserve Increase Advisory.
7. 19798396 (Chapman). Reserve Increase Advisory.
8. 19798296 (Dodge City). Reserve Increase Advisory.
9. 19799258 (Hays). Reserve Increase Advisory.
10. 19799766 (Parsons). Reserve Increase Advisory.

**Cowell Insurance Services (CIS) Presentation.** John Burrows represented CIS, and gave the Board an overview of CIS, our new Claims TPA (as of 1/1/20).

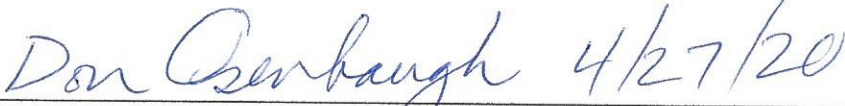
**Loss Control Activities:** Retter gave an update/review of risk control activities, trainings, and stats. Chris also introduced the Board to two newest members of the IMA Risk Control Team, Trenton Holloway and Cole Jost.

**KMU Presentation:** KMU Executive Director Colin Hansen gave an overview of KMU.

**POET Program Issue:** Osenbaugh brought to the Board the subject of Job Analysis 're-certification' with our POET program. This is something KMIT and Bardavon will be working on over the next few months, and is not expected to be an expensive item for KMIT.

**Annual Marketing Review:** Osenbaugh presented this annual update.

**Adjournment:** Meeting was adjourned at 11:11 A.M., following a motion by McElroy; second by Needleman.

 4/27/20  
\_\_\_\_\_  
Don Osenbaugh, Pool Administrator (acting as Board-Designated Secretary)



**KANSAS MUNICIPAL INSURANCE TRUST**

FINANCIAL STATEMENTS-STATUTORY BASIS  
WITH  
SUPPLEMENTAL INFORMATION  
DECEMBER 31, 2019 AND 2018  
TOGETHER WITH REPORT OF INDEPENDENT AUDITORS

# **KANSAS MUNICIPAL INSURANCE TRUST**

## **FINANCIAL STATEMENTS DECEMBER 31, 2019 AND 2018**

### **Table of Contents**

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## Independent Auditor's Report

To the Board of Trustees  
Kansas Municipal Insurance Trust

We have audited the accompanying statutory financial statements of Kansas Municipal Insurance Trust, which comprise the statutory-basis statements of admitted assets, liabilities and fund balance as of December 31, 2019 and 2018 and the related statutory-basis statements of revenue, expenses, and changes in fund balance, and cash flows for the years then ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions prescribed or permitted by the Kansas Insurance Department. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles**

As described in Note 2, these financial statements were prepared by Kansas Municipal Insurance Trust on the basis of the financial reporting provisions prescribed or permitted by the Kansas Insurance Department, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Kansas Insurance Department. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

### **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

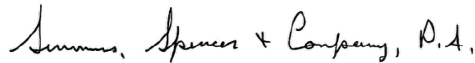
In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Kansas Municipal Insurance Trust as of December 31, 2019 and 2018, or the results of its operations or its cash flows for the years then ended.

### **Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statements referred in the first paragraph present fairly, in all material respects, the admitted assets, liabilities, and fund balance of Kansas Municipal Insurance Trust as of December 31, 2019 and 2018 and the results of its operations and its cash flows for the years then ended, in accordance with the financial reporting provisions prescribed or permitted by the Kansas Insurance Department as described in Note 2.

### **Other Matter**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of administrative expenses, statements of revenues, expenses and changes in fund balance and statements of revenue, expenses and changes in fund balance cumulative activity by contract period are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

  
Summers, Spencer & Company, P.A.  
Meriden, Kansas

June 2, 2020

# KANSAS MUNICIPAL INSURANCE TRUST

## STATEMENTS OF ADMITTED ASSETS, LIABILITIES AND FUND BALANCE – STATUTORY BASIS

December 31,	2019	2018
ASSETS		
Cash and cash equivalents	\$ 853,641	\$ 1,544,583
Investments	15,325,126	15,275,803
Interest income accrued	64,173	62,590
Premiums receivable	183,439	145,985
Agent commissions receivable	-	1,696
Prepaid insurance	1,054	3,486
Specific receivable	658,040	33,272
<i>Total assets</i>	17,085,473	17,067,415
Less: non - admitted assets	(1,054)	(3,486)
<i>Total admitted assets</i>	<u>\$ 17,084,419</u>	<u>\$ 17,063,929</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Reserve for unpaid workers' compensation claims	\$ 9,401,398	\$ 9,163,580
Other expenses due or accrued	77,880	50,658
Taxes, licenses and fees due or accrued	360,488	419,220
Return premiums payable	225,575	238,979
Deposits on premium	777,682	982,386
<i>Total liabilities</i>	10,843,023	10,854,823
Fund balance		
Fund balance	6,241,396	6,209,106
<i>Total liabilities and fund balance</i>	<u>\$ 17,084,419</u>	<u>\$ 17,063,929</u>

# KANSAS MUNICIPAL INSURANCE TRUST

## STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN FUND BALANCE – STATUTORY BASIS

For the years ended December 31,	2019	2018
Underwriting income		
Direct premiums earned	\$ 4,911,620	\$ 4,860,795
Less: excess insurance premium	<u>528,591</u>	<u>505,287</u>
Net underwriting income	<u>4,383,029</u>	<u>4,355,508</u>
Deductions		
Workers' compensation claims incurred	3,322,206	2,567,940
Claims adjustment expenses incurred	334,488	652,334
Other administrative expenses incurred	<u>1,065,976</u>	<u>1,140,255</u>
Total underwriting deductions	<u>4,722,670</u>	<u>4,360,529</u>
Net underwriting gain (loss)	(339,641)	(5,021)
Investment income / Other income		
Interest earned	<u>369,499</u>	<u>285,121</u>
Net income (loss)	29,858	280,100
Fund balance, beginning of year	6,209,106	5,931,447
Change in non - admitted assets	<u>2,432</u>	<u>(2,441)</u>
Fund balance, end of year	<u>\$ 6,241,396</u>	<u>\$ 6,209,106</u>

**KANSAS MUNICIPAL INSURANCE TRUST**  
**STATEMENTS OF CASH FLOWS – STATUTORY BASIS**

For the years ended December 31,	2019	2018
Cash flows from operating activities		
Net income (loss)	\$ 29,858	\$ 280,100
Adjustments to reconcile net income to net cash used in operating activities:		
Amortization of premiums on investments	28,972	25,356
(Increase) decrease in assets:		
Interest income accrued	(1,583)	(8,123)
Premium receivable	(37,454)	3,971
Agent commission receivable	1,696	2,906
Prepaid insurance	2,432	(2,441)
Excess insurance premium receivable	-	18,907
Specific receivable	(624,768)	(921)
Increase (decrease) in liabilities:		
Reserve for unpaid workers' compensation claims	237,818	624,841
Other expenses due or accrued	27,222	3,158
Taxes, licenses and fees due or accrued	(58,732)	15,456
Return premium payable	(13,404)	(252,968)
Deposits on premiums	(204,704)	293,511
<i>Net cash provided by (used in) operating activities</i>	(612,647)	1,003,753
Cash flows from investing activities		
Purchase and maturities of investments:		
Purchase of investments	(3,994,138)	(5,182,024)
Sale and maturity of investments	3,915,843	3,983,220
<i>Net cash used in investing activities</i>	(78,295)	(1,198,804)
<i>Net decrease in cash and cash equivalents</i>	(690,942)	(195,051)
Cash and cash equivalents, beginning of year	1,544,583	1,739,634
Cash and cash equivalents, end of year	\$ 853,641	\$ 1,544,583
Supplemental disclosure		
Cash paid during the year for:		
Income tax	\$ 0	\$ 0
Interest	\$ 0	\$ 0

The accompanying notes are an integral part of the financial statements.

## **KANSAS MUNICIPAL INSURANCE TRUST**

### **NOTES TO FINANCIAL STATEMENTS**

#### **Note 1 – Description of business and ownership**

##### **Organization and nature of operations**

Kansas Municipal Insurance Trust (“Trust”) is an interlocal governmental agency formed for the purpose of establishing and administering a group funded workers compensation pool (“Pool”) pursuant to the provisions of Kansas state law governing labor and industries. The Trust began operations on January 1, 1994 and provides a comprehensive workers’ compensation insurance program for members of the League of Kansas Municipalities. In addition to insurance coverage, the program provides risk management services with emphasis on loss control, claims administration, and management information services.

Each member of the Pool has jointly and severally agreed to assume, pay, and discharge all applicable liabilities under the Kansas Workers’ Compensation Act, 581, et. seq., and all lawful orders of the Commissioner of Insurance; and each member has agreed to pay any premiums, taxes, and assessments as may be required by the Board of Trustees.

#### **Note 2 – Summary of accounting policies**

##### **Basis of accounting**

The accompanying financial statements have been prepared in conformity with accounting practices prescribed or permitted by the Kansas Insurance Department and are not in conformity with generally accepted accounting principles followed by other business enterprises. The reporting requirements of regulatory authorities are designed primarily to demonstrate ability to meet claims of policyholders. Pursuant to such statutory practices:

- (1) Investments are comprised of U.S. Government securities, corporate bonds, stocks and deposits with banks and are carried in accordance with the accounting practices as prescribed by Kansas Statutes.
- (2) Premium income is recognized as earnings on a pro-rata basis over the periods covered by the policies. The related acquisition costs, such as commissions, premium taxes and other items, are charged to current operations as incurred.
- (3) Computer software, office furniture and fixtures, and accounts receivable over ninety (90) days past due, or otherwise not considered collectible, if any, are charged-off against the fund balance.
- (4) Subrogation recoverable is not recognized.
- (5) Non-admitted assets such as prepaid expenses and other assets not specifically identified as an Admitted asset within the NAIC’s Accounting Practices and Procedures Manual are excluded from The accompanying balance sheets and are charged directly to members’ equity for statutory purposes.

No determination has been made of the effect of such differences on the accompanying financial statements.

##### **Reserves for unpaid workers compensation claims**

The reserve for workers’ compensation claims is determined using case basis evaluations and statistical analyses, and represents estimates of the ultimate net cost of all losses and claims incurred through the end of the contract year.



## KANSAS MUNICIPAL INSURANCE TRUST

### NOTES TO FINANCIAL STATEMENTS

#### Excess insurance

The Trust obtained insurance coverage for workers' compensation claims in excess of \$750,000 per occurrence for the period from January 1, 2019 to January 1, 2020 and \$750,000 per occurrence for the period from January 1, 2018 to January 1, 2019. The actual amount recoverable from the excess insurer depends on the ultimate claims settlements.

#### Risk and uncertainties

Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near term and that such changes would materially affect the amount reported in the financial statements.

#### Concentration Risk

The Trust's direct premiums earned consist solely of amounts from members of the Pool. These members are all located within the State of Kansas. The Trust does not require collateral.

Excess insurance losses for applicable years are contractually transferred to an excess carrier. The Trust does not require collateral from its excess carrier.

#### Cash and cash equivalents

The Trust considers all highly liquid investments to be cash equivalents, including deposit accounts and all certificates of deposit.

The Trust has sweep repurchase accounts at Commerce Bank in place to cover any excess funds. The cash administrative and claims accounts are swept daily to maintain balances at or below the \$250,000 FDIC insured limit.

#### Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates that are subject to change in the near term relate to the estimates for reserves for unpaid workers' compensation claims.

#### Note 3 – Cash allocation

Cash is allocated between administrative and claims funds as follows:

	<u>2019</u>	<u>2018</u>
Cash-administrative	\$ 246,656	\$ 287,495
Cash-claims	<u>606,985</u>	<u>1,257,088</u>
Total cash and cash equivalents	<u>\$ 853,641</u>	<u>\$ 1,544,583</u>

# KANSAS MUNICIPAL INSURANCE TRUST

## NOTES TO FINANCIAL STATEMENTS

### Note 4 – Investments

Investments consist of debt securities. It is the intent of the Trust to hold investments to maturity. Debt securities are carried at amortized cost which approximates fair value. The Trust follows a policy of amortizing to an early call date, if any, rather than to the maturity date.

At December 31, 2019 and 2018, fair value, gross unrealized losses and amortized cost of investments were as follows:

2019					
	Original Cost	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Investments					
Money Market Securities	\$ 9,818,000	\$ 9,818,000	\$ 165,500	\$ (5,595)	\$ 9,977,905
US Agency	4,253,889	4,244,671	41,344	(4,255)	4,281,760
Corporate bonds	1,190,257	1,131,693	520	(743)	1,131,469
Municipals	133,184	130,762	684	-	131,446
Total	<u>\$ 15,395,330</u>	<u>\$ 15,325,126</u>	<u>\$ 208,048</u>	<u>\$ (10,593)</u>	<u>\$ 15,522,581</u>
2018					
	Original Cost	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
Investments					
Money Market Securities	\$ 8,952,000	\$ 8,952,000	\$ -	\$ (164,555)	\$ 8,787,445
US Agency	4,608,341	4,612,189	1,231	(24,224)	4,589,196
Corporate bonds	1,441,080	1,398,928	-	(49,321)	1,349,607
Municipals	317,348	312,686	-	(2,506)	310,180
Total	<u>\$ 15,318,769</u>	<u>\$ 15,275,803</u>	<u>\$ 1,231</u>	<u>\$ (240,606)</u>	<u>\$ 15,036,428</u>

The following is a summary of maturities of these securities as of December 31, 2019.

<u>Amounts maturing in:</u>	Amortized Cost	Fair Value
Due within one year	\$ 3,746,004	\$ 3,751,767
Due from one to five years	11,579,122	11,767,869
	<u>\$ 15,325,126</u>	<u>\$ 15,519,636</u>

### Note 5 – Fair value measurements

FASB ASC 820 establishes a framework for measuring fair value, that framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value, it consists of three levels:

Level 1 – Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2 – Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market.

Level 3 – Valuation is generated from model-based techniques that used significant assumptions not observable in the market.

# KANSAS MUNICIPAL INSURANCE TRUST

## NOTES TO FINANCIAL STATEMENTS

The following tables set forth, within the fair value hierarchy, the Trust assets measured at fair value on a recurring basis as of December 31, 2019 and 2018:

<b>2019</b>			
Fair value Measurements at Reporting Date Using:			
Description	Quoted Price in Active Markets for Identical Assets ( Level 1 )	Significant Other Observable Inputs ( Level 2 )	Significant Other Unobservable Inputs ( Level 3 )
Money Market Securities	\$ -	\$ 9,977,905	\$ -
US Agency	4,281,761	-	-
Corporate bonds	-	1,131,469	-
Municipals	-	131,446	-
Total	<u>\$ 4,281,761</u>	<u>\$ 11,240,820</u>	<u>\$ -</u>

<b>2018</b>			
Fair value Measurements at Reporting Date Using:			
Description	Quoted Price in Active Markets for Identical Assets ( Level 1 )	Significant Other Observable Inputs ( Level 2 )	Significant Other Unobservable Inputs ( Level 3 )
Money Market Securities	\$ -	\$ 8,787,445	\$ -
US Agency	4,589,196	-	-
Corporate bonds	-	1,349,607	-
Municipals	-	310,180	-
Total	<u>\$ 4,589,196</u>	<u>\$ 10,447,232</u>	<u>\$ -</u>

### Note 6 – Reserve for unpaid workers’ compensation claims

The reserve for unpaid workers’ compensation claims represents an estimate of the ultimate settlement of losses incurred through December 31. Management engaged an outside actuary to determine the sufficiency of the reserve for losses estimate at December 31, 2019 and 2018. The reserve is estimated based on management’s evaluation of the actuarial study and its own evaluation of reported claims and an estimate for claims incurred but not reported. The accuracy of these estimates cannot be determined prior to the ultimate settlement of each claim. Accordingly, the ultimate cost of settling these claims may vary significantly from the liabilities recorded.

The components of the loss reserve at December 31, 2019 and 2018 are as follows:

	<u>2019</u>	<u>2018</u>
Reported claims	\$ 4,585,327	\$ 4,204,760
Claim adjustment expenses	842,538	795,506
Reserve for incurred but not reported claims	<u>3,973,533</u>	<u>4,163,314</u>
	<u>\$ 9,401,398</u>	<u>\$ 9,163,580</u>

# KANSAS MUNICIPAL INSURANCE TRUST

## NOTES TO FINANCIAL STATEMENTS

Activity in the liability for unpaid claims and claim adjustment expenses is summarized as follows.

	<u>2019</u>	<u>2018</u>
Balance at January 1, gross reserves	\$ 10,448,781	\$ 8,839,078
Less reinsurance recoverables	<u>1,285,201</u>	<u>300,339</u>
Net balance at beginning of period	<u>9,163,580</u>	<u>8,538,739</u>
Incurred related to:		
Current year	4,160,953	4,468,390
Prior years	<u>(504,259)</u>	<u>(1,248,116)</u>
Total incurred	<u>3,656,694</u>	<u>3,220,274</u>
Paid related to:		
Current year	1,193,118	1,098,323
Prior years	<u>2,225,758</u>	<u>1,497,110</u>
Total paid	<u>3,418,876</u>	<u>2,595,433</u>
Net balance at December 31	9,401,398	9,163,580
Plus reinsurance recoverables	<u>822,573</u>	<u>1,285,201</u>
Balance at December 31, gross reserves	<u>\$ 10,223,971</u>	<u>\$ 10,448,781</u>

### Note 7 – Taxes, licenses and fees, due and accrued

The Division of Workers' Compensation fee and the Second Injury Fund assessment are based on certain percentages of losses. The percentages are established by the Director of Workers' Compensation and the Kansas Insurance Department, respectively. The percentages applicable to the year ended December 31, 2019 have not been released, so the fees and assessments included in the financial statements have been estimated using the prior year percentages. Since fees and assessments are based on losses, the ultimate amounts payable will depend on the ultimate claim settlements, as well as on the final percentages established. Accordingly, the actual amounts payable may vary significantly from the estimated amounts included in the financial statements.

### Note 8 – Deposits on premiums

Deposits on premium of \$777,682 and \$982,386 represent premiums for the 2020 and 2019 contract years collected prior to December 31, 2019 and 2018, respectively.

## **KANSAS MUNICIPAL INSURANCE TRUST**

### **NOTES TO FINANCIAL STATEMENTS**

#### **Note 9 – Related party transactions**

The Trust is sponsored by the League of Kansas Municipalities and employed the League of Kansas Municipalities for endorsement purposes during 2019 and 2018. During the years ended December 31, 2019 and 2018, the Trust incurred expenses of \$32,500 and \$32,500, respectively for these services.

All fees are based on contract provisions or agreement of the Board of Trustees.

#### **Note 10 – Commitments and Contingencies**

The Trust, in common with other group funded workers compensation pools, is continually engaged in defending insurance claim proceedings as a normal part of the Trust's business.

#### **Note 11 – Subsequent events**

Management has evaluated subsequent events through June 2, 2020, the date on which the financial statements were available to be issued, and determined that there have been no subsequent events that would require recognition in, or disclosure in the notes to, the financial statements.

However, as result of significant disruption in the U.S. economy due to the outbreak of the COVID-19 coronavirus in 2020, uncertainties have arisen which are likely to negatively impact future operating results. The duration and extent to which COVID-19 may impact financial performance is unknown at this time.

## SUPPLEMENTAL INFORMATION

**KANSAS MUNICIPAL INSURANCE TRUST**  
**SCHEDULE OF ADMINISTRATIVE EXPENSES**

For the years ended December 31,	2019	2018
Insurance Department fees and taxes	\$ 53,663	\$ 139,516
Risk and claim management fees	603,789	587,800
League of Kansas Municipalities fees	32,500	32,500
Administrator fees	108,000	105,120
Independent agent commissions	100,299	101,328
Risk Analysis	42,387	49,720
NCCI fees	11,805	12,072
Professional services	55,240	54,051
Other expenses	58,293	58,148
	<u>\$ 1,065,976</u>	<u>\$ 1,140,255</u>

**KANSAS MUNICIPAL INSURANCE TRUST**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE**  
**STATUTORY BASIS-YEAR ENDED DECEMBER 31, 2019**  
**ACTIVITY BY CONTRACT PERIOD**

For the years ended December 31,	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Underwriting income:														
Direct premiums earned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: excess insurance premium	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net underwriting income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deductions:														
Workers' compensation claims incurred	-	-	-	-	(17,872)	-	(9,278)	(129)	-	36,645	(7,432)	(13,570)	12,989	(6,791)
Claims adjustment expenses incurred	-	-	-	-	17,872	-	-	(12)	-	9,500	-	100	2,500	-
Other administrative expenses incurred	-	-	(3)	-	(95)	108	(529)	(5)	-	1,005	(742)	(1,700)	(497)	(1,478)
Total underwriting deductions	-	-	(3)	-	(95)	108	(9,807)	(146)	-	47,150	(8,174)	(15,170)	14,992	(8,269)
Net underwriting gain (loss)	-	-	3	-	95	(108)	9,807	146	-	(47,150)	8,174	15,170	(14,992)	8,269
Investment income / Other income														
Interest earned (net)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income (loss)	-	-	3	-	95	(108)	9,807	146	-	(47,150)	8,174	15,170	(14,992)	8,269
Fund balance, beginning of period	74,487	46,579	494,857	(290,557)	(403,040)	(429,622)	(336,104)	322,434	606,319	687,285	(152,412)	(1,421,558)	304,305	786,780
Fund balance, end of period	<u>\$ 74,487</u>	<u>\$ 46,579</u>	<u>\$ 494,860</u>	<u>\$ (290,557)</u>	<u>\$ (402,945)</u>	<u>\$ (429,730)</u>	<u>\$ (326,297)</u>	<u>\$ 322,580</u>	<u>\$ 606,319</u>	<u>\$ 640,135</u>	<u>\$ (144,238)</u>	<u>\$ (1,406,388)</u>	<u>\$ 289,313</u>	<u>\$ 795,049</u>
Non admitted assets														
Current fund balance after non admitted assets														



**KANSAS MUNICIPAL INSURANCE TRUST**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE**  
**STATUTORY BASIS-YEAR ENDED DECEMBER 31, 2019**  
**ACTIVITY BY CONTRACT PERIOD**

For the years ended December 31,	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	Total
Underwriting income:													
Direct premiums earned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,911,620	\$ 4,911,620
Less: excess insurance premium	-	-	-	-	-	-	-	-	-	-	(590)	529,181	528,591
Net underwriting income	-	-	-	-	-	-	-	-	-	-	590	4,382,439	4,383,029
Deductions:													
Workers' compensation claims incurred	(4,751)	(9,437)	33,728	(14,222)	(55,838)	(40,884)	(78,597)	(78,621)	(204,955)	400,805	(430,289)	3,810,705	3,322,206
Claims adjustment expenses incurred	2,742	-	9,449	-	(348)	290	14,460	9,564	12,310	45,068	(139,254)	350,248	334,488
Other administrative expenses incurred	(1,565)	(1,235)	(1,911)	(2,773)	(3,102)	(2,670)	(6,274)	(5,722)	(13,202)	(9,300)	(38,684)	1,156,353	1,065,976
Total underwriting deductions	(3,574)	(10,672)	41,265	(16,995)	(59,288)	(43,264)	(70,411)	(74,779)	(205,848)	436,573	(608,227)	5,317,306	4,722,670
Net underwriting gain (loss)	3,574	10,672	(41,265)	16,995	59,288	43,264	70,411	74,779	205,848	(436,573)	608,817	(934,867)	(339,641)
Investment income / Other income													
Interest earned (net)	-	-	-	-	-	-	-	-	-	-	-	369,499	369,499
Net income (loss)	3,574	10,672	(41,265)	16,995	59,288	43,264	70,411	74,779	205,848	(436,573)	608,817	(565,368)	29,858
Fund balance, beginning of period	700,744	1,665,534	(561,686)	76,328	989,694	1,482,847	553,244	1,583,762	766,442	(323,761)	(1,010,306)	-	6,212,592
Fund balance, end of period	\$ 704,318	\$ 1,676,206	\$ (602,951)	\$ 93,323	\$ 1,048,982	\$ 1,526,111	\$ 623,655	\$ 1,658,541	\$ 972,290	\$ (760,334)	\$ (401,489)	\$ (565,368)	6,242,451
Non admitted assets													(1,054)
Current fund balance after non admitted assets													\$ 6,241,396

**KANSAS MUNICIPAL INSURANCE TRUST**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE**  
**STATUTORY BASIS-CUMULATIVE ACTIVITY BY CONTRACT PERIOD**

For the years ended December 31,	Year Ended 12/31/1994	Year Ended 12/31/1995	Year Ended 12/31/1996	Year Ended 12/31/1997	Year Ended 12/31/1998	Year Ended 12/31/1999	Year Ended 12/31/2000	Year Ended 12/31/2001	Year Ended 12/31/2002	Year Ended 12/31/2003	Year Ended 12/31/2004	Year Ended 12/31/2005	Year Ended 12/31/2006	Year Ended 12/31/2007
Underwriting income:														
Direct premiums earned	\$ 1,457,582	\$ 1,850,501	\$ 1,843,047	\$ 1,754,515	\$ 1,377,722	\$ 1,552,113	\$ 1,689,773	\$ 1,965,656	\$ 2,616,642	\$ 3,274,488	\$ 3,256,648	\$ 3,837,793	\$ 4,272,140	\$ 4,950,174
Excess insurance premium	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
Net underwriting income	1,306,189	1,640,359	1,709,671	1,637,393	1,298,266	1,471,989	1,602,954	1,838,488	2,427,184	2,907,497	3,035,213	3,463,321	3,887,715	4,529,446
Deductions:														
Workers' compensation claims incurred	716,699	1,049,151	790,462	1,451,597	1,226,664	1,395,108	1,474,613	1,097,366	1,211,717	1,510,717	2,348,331	3,889,944	2,725,187	2,875,274
Claims adjustment expenses incurred	25,541	54,345	46,583	91,393	101,968	146,703	133,723	83,209	129,109	158,796	152,184	258,662	201,750	209,236
Other administrative expenses incurred	477,137	598,509	492,679	527,664	488,769	456,790	450,528	437,026	533,042	650,340	738,003	816,777	906,450	912,910
Total underwriting deductions	1,219,377	1,702,005	1,329,723	2,070,654	1,817,401	1,998,601	2,058,864	1,617,602	1,873,868	2,319,854	3,238,519	4,965,383	3,833,388	3,997,421
Net underwriting gain (loss)	86,812	(61,646)	379,948	(433,261)	(519,135)	(526,612)	(455,910)	220,886	553,316	587,643	(203,306)	(1,502,062)	54,327	532,025
Investment income / Other income														
Interest earned (net)	22,675	73,225	114,912	142,705	116,190	96,882	129,613	101,694	50,668	52,492	59,068	95,674	234,986	263,024
Other income	-	-	-	-	-	-	-	-	2,335	-	-	-	-	-
Net income (loss)	109,487	11,579	494,860	(290,557)	(402,945)	(429,730)	(326,297)	322,580	606,319	640,135	(144,238)	(1,406,388)	289,313	795,049
Fund balance, beginning of period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of fund balance	(35,000)	35,000	-	-	-	-	-	-	-	-	-	-	-	-
Fund balance end of period	\$ 74,487	\$ 46,579	\$ 494,860	\$ (290,557)	\$ (402,945)	\$ (429,730)	\$ (326,297)	\$ 322,580	\$ 606,319	\$ 640,135	\$ (144,238)	\$ (1,406,388)	\$ 289,313	\$ 795,049
Non admitted assets														
Current fund balance after non admitted assets														

**KANSAS MUNICIPAL INSURANCE TRUST**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE**  
**STATUTORY BASIS-CUMULATIVE ACTIVITY BY CONTRACT PERIOD**

For the years ended December 31,	Year Ended 12/31/2008	Year Ended 12/31/2009	Year Ended 12/31/2010	Year Ended 12/31/2011	Year Ended 12/31/2012	Year Ended 12/31/2013	Year Ended 12/31/2014	Year Ended 12/31/2015	Year Ended 12/31/2016	Year Ended 12/31/2017	Year Ended 12/31/2018	Year Ended 12/31/2019	Total
Underwriting income:													
Direct premiums earned	\$ 5,519,169	\$ 5,193,412	\$ 5,213,781	\$ 4,442,326	\$ 4,484,533	\$ 4,853,835	\$ 5,460,345	\$ 5,261,044	\$ 4,829,526	\$ 4,984,618	\$ 4,860,795	\$ 4,911,620	\$ 95,713,798
Excess insurance premium	372,790	341,935	351,375	336,966	337,595	395,128	432,750	456,352	451,042	476,604	504,697	529,181	7,929,524
Net underwriting income	5,146,379	4,851,477	4,862,406	4,105,360	4,146,938	4,458,707	5,027,595	4,804,692	4,378,484	4,508,014	4,356,098	4,382,439	87,784,274
Deductions:													
Workers' compensation claims incurred	3,445,344	2,149,736	4,265,161	2,994,131	2,067,969	1,878,033	3,218,242	2,060,618	2,276,405	4,005,467	3,610,737	3,810,705	59,545,378
Claims adjustment expenses incurred	254,600	154,101	224,452	157,481	175,638	134,975	224,269	180,673	189,092	322,159	288,110	350,248	4,448,999
Other administrative expenses incurred	987,920	953,035	1,028,515	933,350	924,453	991,448	1,069,030	1,033,461	1,101,071	1,161,329	1,143,861	1,156,353	20,970,451
Total underwriting deductions	4,687,864	3,256,872	5,518,128	4,084,962	3,168,060	3,004,456	4,511,540	3,274,751	3,566,568	5,488,954	5,042,708	5,317,306	84,964,827
Net underwriting gain (loss)	458,515	1,594,605	(655,722)	20,398	978,878	1,454,251	516,055	1,529,941	811,916	(980,940)	(686,610)	(934,867)	2,819,446
Investment income / Other income													
Interest earned (net)	245,802	81,601	52,768	72,925	70,104	71,861	107,601	128,600	160,374	220,606	285,121	369,499	3,420,670
Other income	-	-	-	-	-	-	-	-	-	-	-	-	2,335
Net income (loss)	704,318	1,676,206	(602,951)	93,323	1,048,982	1,526,111	623,655	1,658,541	972,290	(760,334)	(401,489)	(565,368)	6,242,451
Fund balance, beginning of period	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of fund balance	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund balance end of period	\$ 704,318	\$ 1,676,206	\$ (602,951)	\$ 93,323	\$ 1,048,982	\$ 1,526,111	\$ 623,655	\$ 1,658,541	\$ 972,290	\$ (760,334)	\$ (401,489)	\$ (565,368)	6,242,451
Non admitted assets													(1,054)
Current fund balance after non admitted assets													\$ 6,241,396

# KMIT Investments, 2017-2026

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total Invested	#
2017									\$ 750 re-invested	\$ 576 cashed out	\$ 400 re-invested	\$ 248 cashed out	NA	NA
2018	\$ 248 cashed out	\$ 1,000 cashed out	\$ 248 cashed out	\$ -	\$ 494 re-invested	\$ 900 re-invested	\$ 493 7/9+7/16	\$ 247 8/27	\$ 260 9/1	\$ 327 10/1+10/15	\$ 747 11/12+11/27	\$ 250 12/3	\$ 5,214,000	18
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	\$ 500 5/31	\$ - OK	\$ 249 7/13	\$ 313 8/12	\$ 740 9/1+9/11+9/29	\$ - OK	\$ 500 11/13	\$ 130 12/1	\$ 1,932,000	7
2021	\$ 247 1/20	\$ -	\$ 249 3/24	\$ 1,498 4/6+4/6+4/8	\$ 300 5/17	\$ 400 6/11	\$ 494 7/19+7/20	\$ 495 8/23 + 8/24	\$ 100 9/1	\$ 499 10/7+10/25	\$ 250 11/4		\$ 4,532,000	15
2022	\$ 249 1/13	\$ 496 2/17+2/28	\$ 247 3/1	\$ 986 4/1+4/5+4/14+4/9	\$ 644 5/3+5/5+5/23	\$ 727 6/10 + 6/10+6/29	\$ - OK	\$ 500 8/9	\$ 270 9/9	\$ 249 10/17	\$ 249 11/7		\$ 4,617,000	18
2023		\$ -	\$ 246 3/8	\$ 249 4/10	\$ 246 5/2	\$ 749 6/9+6/9+6/30	\$ 505 7/17+7/26	\$ 249 8/15	\$ 249 9/22	\$ 249 10/17	\$ 249 11/30	\$ 250 12/30	\$ 3,241,000	13
2024		\$ 741 2/27+2/28+2/28	\$ -	\$ -	\$ -	\$ 750 6/14+6/14	\$ -	\$ 500 8/14	\$ 249 9/20	\$ -	\$ -		\$ 2,240,000	7
2025		\$ -	\$ 249 3/26										\$ 249,000	1
2026														
9/15/17 orig		monthly amounts are shown in 1,000s											\$ 20,138,000	61
6/17/20 update													CURRENT	#

# 2020 Supervisor Seminar Schedule

*UPDATED 5/8/20*

~~April 23 (Thursday, 1-4)—Goodland<sup>1</sup>~~ **CANCELLED**

~~June 25 (Thursday, 1-4)—Wakeeney<sup>1</sup>~~ **CANCELLED**

August 27 (Thursday, 1-4)—**Newton<sup>2</sup>**

September 16 (Wednesday, 1-4)—**Eudora**

September 17 (Thursday, 9-Noon)—**Pittsburg**

<sup>1</sup> Trustee Meeting in the same city the next day.

<sup>2</sup> Trustee Meeting in Bel Aire the next day.