



# **Board of Trustees**

## **Board Meeting**

**June 24, 2022**

**Coffeyville, KS**

**Coffeyville Community College**

**Student Union**

**400 W. 11<sup>th</sup> Street**

**9:00 AM**

# **BOARD OF TRUSTEES MEETING**

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

**9:00 AM, Friday, June 24, 2022**

**Coffeyville Community College\*, Coffeyville, KS**

### **AGENDA**

- 1. Call-To-Order (President Hardy Howard)**
- 2. Roll Call/Quorum Declaration (Howard)**
- 3. Minutes Approval: Hoisington, May 6, 2022 (Howard)**
- 4. Milliman Actuary Report of 12/31/21 (Cornejo/Johnston)**
- 5. Financial Audit, 2020/2021 (Stuart Bach, SS&C) [via Zoom]**
- 6. KMIT Historical Perspective (Osenbaugh)**
- 7. Financial Reports (Kifer)**
  - a. AUDITED 12/31/21 KID Quarterly Report**
  - b. AUDITED 3/31/22 KID Quarterly Report**
  - c. April 30, 2022 Financials**
  - d. May 31, 2022 Financials**
  - e. May 31, 2022 Cash/Investment Summary [Osenbaugh]**
- 8. Claims Settlements and Advisories (Miller)**
- 9. Risk Control Update (Rhodes)**
- 10. New KMIT Members, if any (Osenbaugh)**
- 11. KAHP Update (Osenbaugh, et al)**
- 12. 2022 Nomination Committee Appointments (Howard)**
- 13. Administrator Updates/Reminders (Osenbaugh)**
- 14. Adjourn**

**\*Student Union (west entrance)**

# KANSAS MUNICIPAL INSURANCE TRUST

## Board of Trustees Minutes from May 6, 2022

### City Hall, Hoisington, KS

*Unapproved*

**Meeting Convened.** Friday, May 6, 2022. Called to order by President Hardy Howard at 9:01 A.M.

**Absences/Quorum Declaration.** Howard declared a quorum (of 6) present. *Board Members Absent:* Treasurer Kelly McElroy (Newton), Kristi Carrithers (Valley Center), Barack Matite (Eudora), Shane Shields (Wellington), and Anthony Swartzendruber (Harvey County).

**Meeting Attendees.** *Board Members Present:* President Howard (WaKeeney), Vice President Jonathan Mitchell (Hoisington), Jeff Morris (Coffeyville Community College), Stacie Eichen (Wamego), Ron Marsh (Abilene), and Michael Ort (Jetmore). *Staff:* Jess Cornejo (Cornerstone), Kyle Johnston (Cornerstone), Barbie Kifer (Cornerstone), Jenna DeRoo (Cornerstone), Renee Rhodes (IMA), Gene Miller (CIS), and Don Osenbaugh (KMIT Pool Administrator). *Guest:* Ryan Box (Commerce Bank).

**Minutes Approval.** The minutes from the February 25, 2022 (Valley Center) meeting were unanimously approved as written, following a motion by Mitchell and a second by Morris.

**Annual Investment Review:** Presented by Ryan Box (Commerce)

**Historical Perspective Presentation:** This item was tabled to the next meeting.

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

1. February 28, 2022 Financials
2. March 31, 2022 Financials
3. First Quarter (3/31) 2022 KID Report (Unaudited)
4. March 31, 2022 Cash/Investments Summary (Osenbaugh)

Approved unanimously, following a motion by Mitchell; second by Morris.

**Claims and Settlements.** Miller presented the following claims for settlement authority and reserve advisory:

1. 18748809, 19798296, 19798480 (Dodge City). For settlement purposes, three claims combined into one. Authority of \$39,500 requested, and approved unanimously, upon a motion by Mitchell and a second by Marsh.
2. 2179029 [typo?] (Dodge City). Reserve Advisory only.
3. 22790059 (Garden City). Reserve Advisory only.
4. 21790312 (Girard). Reserve Advisory only.
5. 22790086 (Wamego). Reserve Advisory only.
6. 22790106 (Moundridge). Reserve Advisory only.
7. 21790577 (Moundridge). Reserve Advisory only.
8. 21790616 (Belle Plaine). Reserve Advisory only.

Miller also briefly commented on the recent settlement (closing) of an old claim, and on two Safety National (excess carrier) reimbursements.

**KAHP Update.** Osenbaugh gave a brief report. The primary KMIT effort remains marketing and getting the word out. Osenbaugh (along with the IMA team) hosted a vendor booth at both the Clerks Spring Conference (Manhattan, March 16) and the KMU Conference (Wichita, April 28). Neodesha became KAHP member #11 (and the first since the ‘launch’) on May 1.

**New Members.** Ten new members (all cities) were added on April 1: Bronson, Burlingame, Burns, Elwood, Enterprise, Holyrood, Natoma, Otis, Rossville, and South Hutchinson.

[Atlanta withdrew from KMIT, effective 4/1.]

**Risk Control Update.** Rhodes presented a safety audit update, reviewed the normal stats and broke up a discussion about the new (February) CDL requirements (current CDL drivers are grandfathered in) for additional training for licensing.

**Adjournment.** The meeting was adjourned by consensus at 11:33 A.M.

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



12/31/2021  
Actuarial Analysis  
Overview

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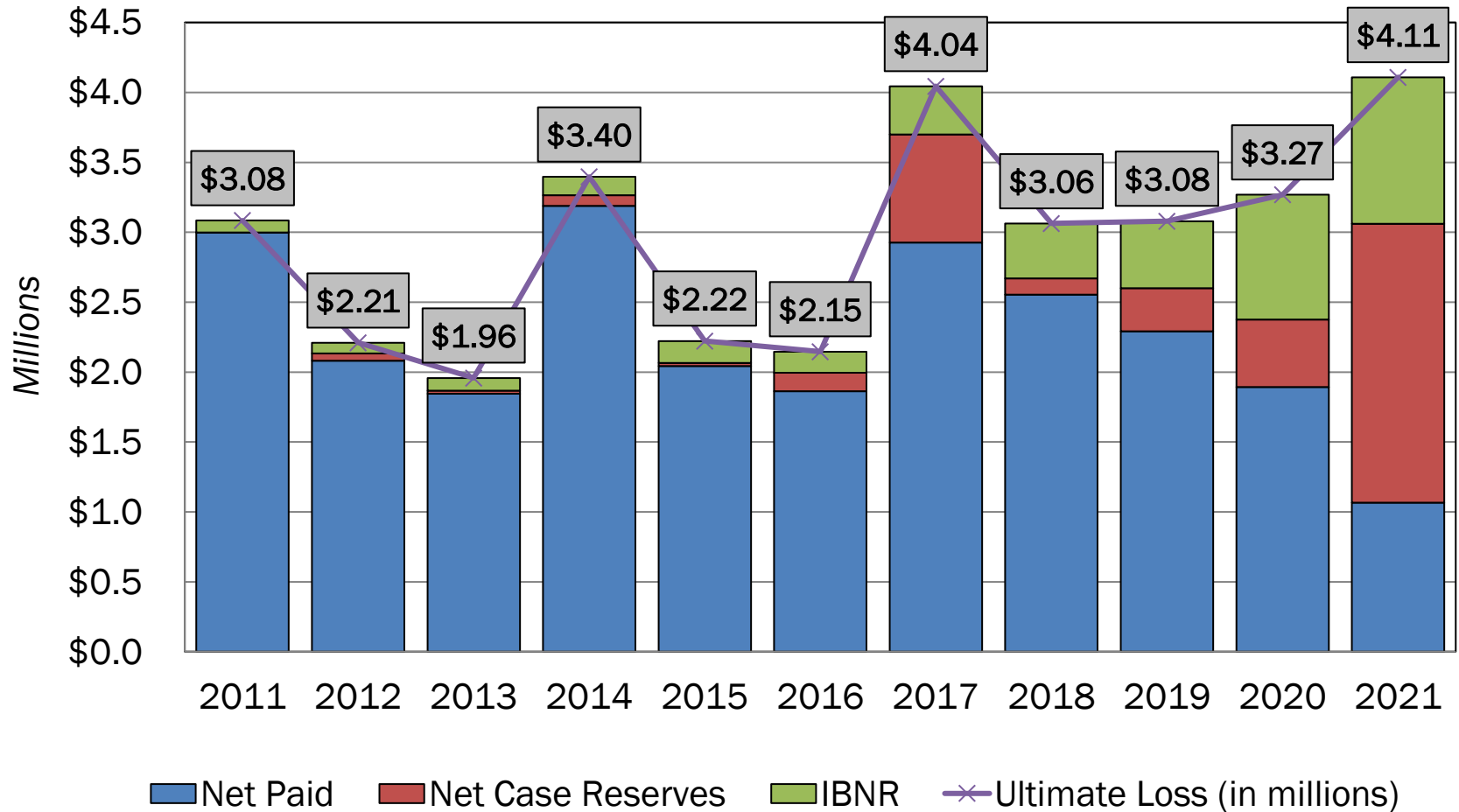


# Actuarial Analysis Definitions

- **Net Paid** – amount of loss that has been paid after any recoveries.
- **Net Reserves** – estimated loss amount to be paid after any recoveries. Number is set by claims adjuster.
- **Incurred Loss** – Total amount of loss paid and/or reserved.
- **IBNR** – Stands for “Incurred but Not Reported”. IBNR is an estimated number for claims that exist, however that are not yet reported or shown on the books. Actuarial derived number.
- **Ultimate Loss** – Comprised of adding estimated IBNR to incurred losses. Actuarial derived number.

# Breakdown of Ultimate Losses by Policy Year

*As of 12/31/2021*



**KMIT Net Ultimate Loss & ALAE  
Limited to Aggregate Retentions**

<b>Accident Year</b>	<b>Selected @12/31/21</b>	<b>Selected @12/31/20</b>	<b>Difference</b>
1994-1998	\$5,554,443	\$5,554,442	\$1
1999	1,540,262	1,540,262	0
2000	1,604,039	1,604,039	0
2001	1,180,574	1,180,574	0
2002	1,342,318	1,340,826	1,492
2003	1,671,591	1,671,591	0
2004	2,487,635	2,496,051	(8,416)
2005	4,144,599	4,227,151	(82,552)
2006	2,918,694	2,919,510	(816)
2007	3,120,240	3,074,655	45,585
2008	3,667,737	3,687,728	(19,991)
2009	2,246,405	2,264,361	(17,956)
2010	4,540,305	4,524,905	15,400
2011	3,083,937	3,131,922	(47,985)
2012	2,209,574	2,224,060	(14,486)
2013	1,958,107	1,974,218	(16,111)
2014	3,396,325	3,393,177	3,148
2015	2,222,459	2,258,759	(36,300)
2016	2,146,453	2,311,940	(165,487)
2017	4,044,112	4,249,806	(205,694)
2018	3,062,715	3,528,740	(466,025)
2019	3,079,433	3,837,721	(758,288)
2020	3,268,196	4,025,359	(757,163)
2021	4,108,377	4,240,110	(131,733)
<b>Total</b>	<b>\$68,598,530</b>	<b>\$71,261,907</b>	<b>\$(2,663,377)</b>

**KMIT Net Ultimate Loss & ALAE  
Limited to Aggregate Retentions**

<b>Accident Year</b>	<b>Selected @12/31/20</b>	<b>Selected @12/31/19</b>	<b>Difference</b>
1994-1998	\$5,554,442	\$5,554,442	\$0
1999	1,540,262	1,540,262	0
2000	1,604,039	1,604,039	0
2001	1,180,574	1,180,574	0
2002	1,340,826	1,340,826	0
2003	1,671,591	1,669,512	2,079
2004	2,496,051	2,503,467	(7,416)
2005	4,227,151	4,148,606	78,545
2006	2,919,510	2,926,937	(7,427)
2007	3,074,655	3,084,511	(9,856)
2008	3,687,728	3,699,945	(12,217)
2009	2,264,361	2,303,838	(39,477)
2010	4,524,905	4,489,570	35,335
2011	3,131,922	3,151,613	(19,691)
2012	2,224,060	2,243,607	(19,547)
2013	1,974,218	2,013,008	(38,790)
2014	3,393,177	3,443,856	(50,679)
2015	2,258,759	2,241,290	17,469
2016	2,311,940	2,465,498	(153,558)
2017	4,249,806	4,327,625	(77,819)
2018	3,528,740	3,898,847	(370,107)
2019	3,837,721	4,160,953	(323,232)
2020	4,025,359	4,344,799	(319,440)
<b>Total</b>	<b>\$67,021,797</b>	<b>\$68,337,625</b>	<b>\$(1,315,828)</b>

LOOKING FORWARD...

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## KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST

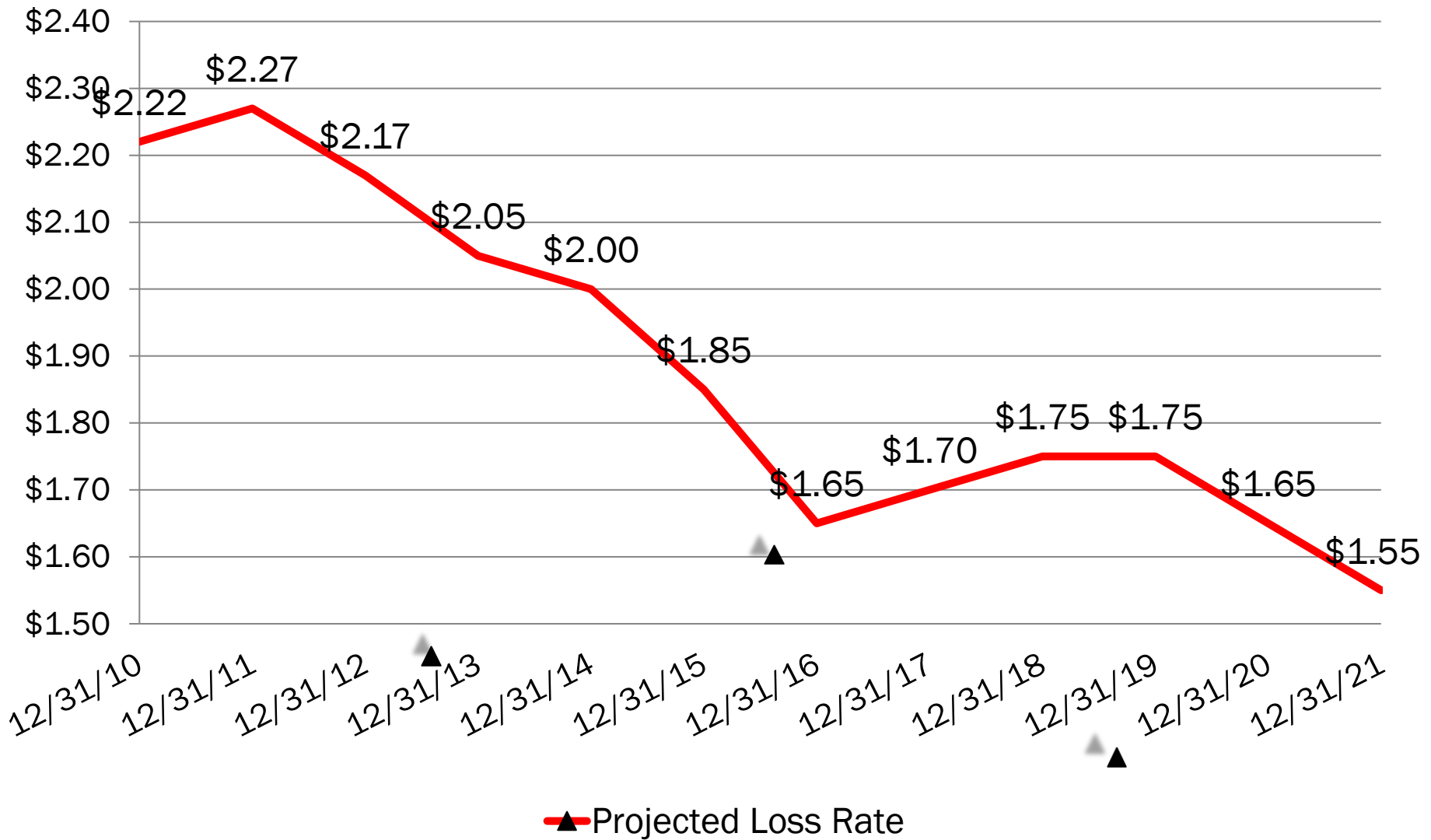
Workers' Compensation  
Projected 2022 Ultimate Loss & ALAE

	(1)	(2)	(3)	(4)	(5)	(6)	(7) (3)x(4)x(5)x(6)
Accident Year	Ultimate Loss & ALAE Gross of Aggregate	Payroll (\$00's)	Pure Premium	Increased Limits Factor to \$750,000*	Benefit Level Adjustment Factor	Trend Factor**	Trended Pure Premium at \$750,000 Retention
2006	\$2,918,694	\$1,399,227	2.09	1.000	1.095	1.00	2.29
2007	3,120,240	1,485,167	2.10	1.000	1.086	1.00	2.28
2008	3,667,737	1,588,854	2.31	1.000	1.061	1.00	2.45
2009	2,246,405	1,593,899	1.41	1.000	1.056	1.00	1.49
2010	4,540,305	1,606,836	2.83	1.000	1.065	1.00	3.01
2011	3,083,937	1,534,033	2.01	1.000	1.059	1.00	2.13
2012	2,209,574	1,596,327	1.38	1.000	1.054	1.00	1.45
2013	1,958,107	1,717,948	1.14	1.000	1.051	1.00	1.20
2014	3,396,325	1,867,135	1.82	1.000	1.036	1.00	1.89
2015	2,222,459	1,894,466	1.17	1.000	1.038	1.00	1.21
2016	2,146,453	1,939,128	1.11	1.000	1.034	1.00	1.15
2017	4,044,112	2,079,536	1.94	1.000	1.030	1.00	2.00
2018	3,062,715	2,243,703	1.37	1.000	1.026	1.00	1.41
2019	3,079,433	2,369,834	1.30	1.000	1.006	1.00	1.31
2020	3,268,196	2,363,340	1.38	1.000	1.000	1.00	1.38
2021	4,108,377	2,447,198	1.68	1.000	1.000	1.00	1.68
Total	\$49,073,069	\$29,726,632	1.65			Weighted Average	1.72
						Avg L4	1.45
						Avg L2	1.53
						NCCI Kansas	1.19
(8)	2022 Selected Net Pure Premium						1.55
(9)	2022 Projected Payroll (\$00's)						\$2,656,760
(10)=(8)x(9)	Estimated KMIT 2022 Ultimate Losses and ALAE (Prior to Aggregate Excess Insurance)						\$4,117,978
(11)	Aggregate Retention for 2022						\$9,351,796
(12)=Min[(10),(11)]	Estimated KMIT 2022 Ultimate Losses and ALAE (Limited to Aggregate Retention)						\$4,117,978
(13)	Discount Factor at 2.0%						0.951
(14)=(12)x(13)	Present Value of Estimated KMIT 2022 Ultimate Losses and ALAE (Limited to Aggregate Retention)						\$3,916,197

\* Based on Kansas NCCI Filing.

\*\* Trended at 0.0% per year.

# Historical Projected Loss Rates





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

Kansas Municipal Insurance Trust

(Name of Company)

As of 12/31/2021 Audited  
1st 2nd 3rd (4th) Quarter (CIRCLE ONE)

	<b>CURRENT FISCAL YEAR TO DATE 12/31/2021 Audited</b>	<b>PREVIOUS FISCAL YEAR END 12/31/2020 Audited</b>
<b>ASSETS</b>		
Administrative fund:		
Cash	\$ 61,191	\$ 147,213
Investments	0	0
Claims fund:		
Cash	317,355	280,455
Investments	18,455,216	17,040,144
Premium contributions receivable	114,965	72,667
Excess insurance recoverable on claims payments	7,151	57,151
Interest income due and accrued	217,728	199,717
Receivable from affiliates	25,451	24,927
Other assets:		
Agent Commissions Receivable	2,118	5,306
Prepaid Excess Insurance	0	0
Prepaid Expenses	1,612	1,066
Excess Insurance Premium Receivable	24,927	
Less: Non Admitted Assets	(26,539)	(1,066)
<b>Total Assets</b>	<b>\$ 19,201,175</b>	<b>\$ 17,827,581</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:

*[Signature]* 6-11-2022

Chair of Trustees

*[Signature]* 6/11/22

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> 12/31/2021 Audited	<b><u>PREVIOUS FISCAL YEAR END</u></b> 12/31/2020 Audited
Reserve for unpaid workers' compensation claims	3,688,917 \$	4,295,540
Reserve for unpaid claim adjustment expenses	707,617	790,455
Reserve for claims incurred but not reported	4,105,347	4,547,469
Unearned premium contribution	0	0
Other expenses due or accrued		
Taxes, licenses and fees due or accrued	407,463	470,705
Borrowed money \$_____ and interest thereon \$_____		
Dividends payable to members		
Deposits on premium contributions	832,542	716,994
Excess insurance premium payable	0	0
Payable to affiliates		
Accounts payable	58,500	54,500
Miscellaneous liabilities:		
Return Premium Payable	319,610	284,236
Total Liabilities:	\$ 10,119,996 \$	11,159,899
Special reserve funds:		
Total Special Reserve Funds		
<b><u>FUND BALANCE</u></b>		
Total Reserves and Fund Balance (Assets-Liabilities)	9,081,179 \$	6,667,682
Total Liabilities, Reserves and Fund Balance	\$ 19,201,175 \$	17,827,581

**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> 12/31/2021 Audited</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2020 Audited</b>
Underwriting Income		
Direct Premium Contributions Earned	\$ <u>5,405,473</u> \$	<u>4,972,071</u>
Deductions:		
Excess insurance premium incurred	<u>574,860</u>	<u>514,351</u>
Workers' compensation claims incurred	<u>1,430,329</u>	<u>2,867,222</u>
Claims adjustment expenses incurred	<u>146,402</u>	<u>161,750</u>
Other administrative expenses incurred	<u>1,111,418</u>	<u>1,353,428</u>
Total underwriting deductions	<u>3,263,010</u>	<u>4,896,750</u>
Net underwriting Gain or (Loss)	\$ <u>2,142,463</u> \$	<u>75,321</u>
Investment income		
Interest income earned (Net of investment expenses)	<u>296,507</u>	<u>350,977</u>
Other income		
Other income	<u></u>	<u></u>
Net income before dividends to members	<u>2,438,970</u>	<u>426,297</u>
Dividends to members	<u></u>	<u></u>
Net income after dividends to members	<u>2,438,970</u>	<u>426,297</u>
<b>Net Income(Loss)</b>	<b>\$ <u>2,438,970</u> \$</b>	<b><u>426,297</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>
	<b>12/31/2021 Audited</b>	<b>12/31/2020 Audited</b>
Fund balance, previous period	<u>6,667,682 \$</u>	<u>6,241,396</u>
Net income (Loss)	<u>2,438,970</u>	<u>426,297</u>
Change in non-admitted assets	<u>(25,474)</u>	<u>(11.25)</u>
Rounding	<u></u>	<u></u>
<u>Change in Non Admitted Assets</u>	<u></u>	<u></u>
Change in fund balance for the period	<u>2,413,497</u>	<u>426,286</u>
Fund balance, current period	<u>9,081,179 \$</u>	<u>6,667,682</u>

Contract Year January 1, 2021 to December 31, 2021  
**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 12/31/2021 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 Agent Fees Incurred	General Expenses Incurred	Taxes, Licenses & Fees Incurred	Total Expenses Incurred	Claims Ratios as a %	Admin. Ratios as a %	Investment Income Earned
			Col 4-5		Col 6-7			Col 6+7				Col 10 + Col 11 + 12	Col 6	Col 13 / Col 6	Col 6
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	1,470,311	123,470	1,593,781	187,000	211,071	82,901	480,972	122.8%	37.0%	116,190
4	551	PCY 21	1,552,110	80,124	1,471,986	1,632,814	162,702	1,795,516	185,000	190,573	77,653	453,226	122.0%	30.8%	96,882
1	552	PCY 21	1,689,773	86,819	1,602,954	1,489,051	175,722	1,664,774	190,000	188,080	73,593	451,673	103.9%	28.2%	129,613
0	605	PCY 20	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%	101,894
0	670	PCY 19	2,616,641	189,458	2,427,183	1,212,714	129,604	1,342,318	217,500	243,407	69,799	530,706	55.3%	21.9%	50,668
1	612	PCY 18	3,274,489	366,991	2,907,498	1,515,351	156,240	1,671,591	280,000	274,918	96,684	651,602	57.5%	22.4%	52,492
1	645	PCY 17	3,256,648	221,435	3,035,213	2,331,330	151,331	2,482,661	293,000	308,419	134,300	735,719	81.8%	24.2%	59,068
8	770	PCY 16	3,837,793	374,472	3,463,321	3,883,914	257,924	4,141,839	310,000	303,923	195,148	809,071	119.6%	23.4%	96,274
7	765	PCY 15	4,272,140	384,425	3,887,715	2,695,674	202,728	2,898,402	330,000	409,548	164,537	904,085	74.6%	23.3%	234,986
7	906	PCY 14	4,950,171	420,728	4,529,443	2,875,334	214,237	3,089,571	365,000	384,794	157,905	907,699	68.2%	20.0%	263,024
7	768	PCY 13	5,191,169	372,790	5,146,379	3,362,643	254,319	3,616,961	375,000	400,364	180,033	955,397	70.3%	18.6%	245,802
2	654	PCY 12	5,193,427	341,935	4,851,492	2,058,927	147,600	2,206,527	390,000	422,122	158,861	970,983	45.5%	20.0%	81,601
11	666	PCY 11	5,213,859	351,375	4,862,484	4,221,733	225,374	4,447,106	410,000	411,213	218,444	1,039,657	91.5%	21.4%	52,768
2	635	PCY 10	4,442,326	336,966	4,105,361	2,845,041	154,253	2,999,294	400,000	374,349	211,548	985,897	73.1%	24.0%	72,925
2	598	PCY 9	4,484,533	337,595	4,146,938	1,949,604	183,139	2,132,743	400,000	407,086	174,669	981,755	51.4%	23.7%	70,104
2	697	PCY 8	4,853,835	395,128	4,458,707	1,734,643	132,387	1,867,030	580,600	286,205	112,977	979,782	41.9%	22.0%	71,861
3	742	PCY 7	5,460,344	432,750	5,027,594	3,081,186	184,632	3,265,818	596,571	291,845	383,143	1,271,559	65.0%	25.3%	107,601
1	726	PCY 6	5,261,044	456,352	4,804,692	1,883,952	180,956	2,064,908	628,560	291,393	190,117	1,110,070	43.0%	23.1%	128,600
5	778	PCY 5	4,829,526	451,042	4,378,484	1,801,574	193,040	1,994,614	649,360	329,247	24,920	1,003,526	45.6%	22.9%	160,374
7	830	PCY 4	1,641,119	476,604	1,164,515	3,373,980	324,608	3,698,588	671,847	206,797	124,882	1,003,526	317.6%	86.2%	220,606
6	831	PCY 3	4,860,795	505,287	4,355,508	2,456,659	212,769	2,669,427	691,420	339,931	118,489	1,149,840	61.3%	26.4%	296,228
14	775	PCY 2	4,911,620	529,181	4,382,439	2,331,290	269,251	2,600,541	711,789	319,628	135,055	1,166,472	59.3%	26.6%	386,650
20	766	PCY 1	5,183,578	552,410	4,631,168	2,182,127	193,365	2,375,492	379,947	875,928	46,312	1,302,187	51.3%	28.1%	402,188
131	657	CCY	5,611,179	574,860	5,036,319	2,911,425	233,935	3,145,360	234,838	826,472	50,109	1,111,418	62.5%	22.1%	296,507

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 03/31/2022 Rev  
(1st) 2nd 3rd 4th Quarter (CIRCLE ONE)

<b>ASSETS</b>	<b>CURRENT FISCAL YEAR TO DATE 03/31/2022 Rev</b>	<b>PREVIOUS FISCAL YEAR END 12/31/2021 Audited</b>
Administrative fund:		
Cash	\$ (19,287) \$	61,191
Investments	0	0
Claims fund:		
Cash	325,797	317,355
Investments	21,756,412	18,455,216
Premium contributions receivable	1,819	114,965
Excess insurance recoverable on claims payments	17,478	7,151
Interest income due and accrued	169,337	217,728
Receivable from affiliates	11,639	25,451
Other assets:		
Agent Commissions Receivable	0	2,118
Prepaid Excess Insurance	0	0
Prepaid Expenses	597,635	1,612
Excess Insurance Premium Receivable	24,927	24,927
Less: Non Admitted Assets	(622,562)	(26,539)
<b>Total Assets</b>	<b>\$ 22,263,196 \$</b>	<b>19,201,175</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 Orenbaugh 6-16-2022 Chair of Trustees

Don Orenbaugh 6/16/22 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> 03/31/2022 Rev</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2021 Audited</b>
Reserve for unpaid workers' compensation claims	3,591,799 \$	3,688,917
Reserve for unpaid claim adjustment expenses	614,759	707,617
Reserve for claims incurred but not reported	4,745,952	4,105,347
Unearned premium contribution	0	0
Other expenses due or accrued		
Taxes, licenses and fees due or accrued	466,290	407,463
Borrowed money \$ _____ and interest thereon \$ _____		
Dividends payable to members		
Deposits on premium contributions	4,254,147	832,542
Excess insurance premium payable	0	0
Payable to affiliates		
Accounts payable	30,852	58,500
Miscellaneous liabilities:		
Return Premium Payable	13,585	319,610
Total Liabilities:	\$ 13,717,384 \$	10,119,996
Special reserve funds:		
Total Special Reserve Funds		
<b><u>FUND BALANCE</u></b>		
Total Reserves and Fund Balance (Assets-Liabilities)	8,545,812 \$	9,081,179
Total Liabilities, Reserves and Fund Balance	\$ 22,263,196 \$	19,201,175

**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> 03/31/2022 Rev</b>	<b><u>PREVIOUS FISCAL YEAR END</u> 12/31/2021 Audited</b>
Underwriting Income		
Direct Premium Contributions Earned	\$ <u>1,633,426</u> \$	<u>5,405,473</u>
Deductions:		
Excess insurance premium incurred	<u>155,221</u>	<u>574,860</u>
Workers' compensation claims incurred	<u>1,053,167</u>	<u>1,430,329</u>
Claims adjustment expenses incurred	<u>17,459</u>	<u>146,402</u>
Other administrative expenses incurred	<u>439,543</u>	<u>1,111,418</u>
Total underwriting deductions	<u>1,665,391</u>	<u>3,263,010</u>
Net underwriting Gain or (Loss)	\$ <u>(31,965)</u> \$	<u>2,142,463</u>
Investment income		
Interest income earned (Net of investment expenses)	<u>92,620</u>	<u>296,507</u>
Other income		
Other income	<u>0</u>	
Net income before dividends to members	<u>60,655</u>	<u>2,438,970</u>
Dividends to members		
Net income after dividends to members	<u>60,655</u>	<u>2,438,970</u>
<b>Net Income(Loss)</b>	<b>\$ <u>60,655</u> \$</b>	<b><u>2,438,970</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> 03/31/2022 Rev	<b><u>PREVIOUS FISCAL YEAR END</u></b> 12/31/2021 Audited
Fund balance, previous period	<u>9,081,179 \$</u>	<u>6,667,682</u>
Net income (Loss)	<u>60,655</u>	<u>2,438,970</u>
Change in non-admitted assets	<u>(596,023)</u>	<u>(25,474)</u>
Rounding		
<u>Change in Non Admitted Assets</u>		
Change in fund balance for the period	<u>(535,367)</u>	<u>2,413,497</u>
Fund balance, current period	<u>8,545,812 \$</u>	<u>9,081,179</u>

Contract Year January 1, 2022 to December 31, 2022  
**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 03/31/2022 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 Incurred	Claims Ratios as a % Col 9 / Col 13	Admin. Ratios as a % Col 6	Investment Income Earned
0	310	PCY 27	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 26	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 25	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 24	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 23	1,377,722	79,456	1,298,266	1,470,311	123,470	1,593,781	187,000	211,071	82,901	480,972	122.8%	37.0%	116,190
4	551	PCY 22	1,552,110	80,124	1,471,986	1,632,814	162,702	1,795,516	185,000	190,573	77,653	453,226	122.0%	30.8%	96,882
1	552	PCY 21	1,699,773	86,819	1,602,954	1,489,051	175,722	1,684,774	190,000	188,080	73,593	451,673	103.9%	28.2%	129,613
0	605	PCY 21	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%	101,694
0	670	PCY 20	2,616,641	189,458	2,427,183	1,212,714	129,604	1,342,318	217,500	243,407	69,799	530,706	55.3%	21.9%	50,668
1	612	PCY 19	3,274,489	366,991	2,907,498	1,515,351	156,240	1,671,591	280,000	274,918	96,684	651,602	57.5%	22.4%	52,492
1	645	PCY 18	3,256,648	221,435	3,035,213	2,331,330	151,331	2,482,661	293,000	308,419	134,300	735,719	81.8%	24.2%	59,068
8	770	PCY 17	3,837,793	374,472	3,463,321	3,893,914	257,924	4,151,839	310,000	303,923	195,148	809,071	119.9%	23.4%	96,274
22	10	PCY 16	4,272,140	384,425	3,887,715	2,695,674	202,728	2,898,402	330,000	409,548	164,537	904,085	74.6%	23.3%	234,986
7	906	PCY 15	4,950,171	420,728	4,529,443	2,865,518	212,877	3,078,395	365,000	384,794	157,905	907,699	68.0%	20.0%	263,024
7	768	PCY 14	5,193,169	372,790	5,146,379	3,362,643	254,319	3,616,961	375,000	400,364	180,033	955,397	70.3%	18.6%	245,802
2	654	PCY 13	5,193,427	341,935	4,851,492	2,054,660	161,571	2,216,231	390,000	422,122	158,861	970,983	45.7%	20.0%	81,601
10	666	PCY 12	5,213,859	351,375	4,862,484	4,213,859	218,885	4,432,745	410,000	411,213	218,444	1,039,657	91.2%	21.4%	52,768
2	635	PCY 11	4,442,326	336,966	4,105,361	2,844,722	154,235	2,998,957	400,000	374,349	211,548	985,897	73.0%	24.0%	72,925
2	598	PCY 10	4,484,533	337,595	4,146,938	1,949,604	183,139	2,132,743	400,000	407,086	174,669	981,755	51.4%	23.7%	70,104
2	697	PCY 9	4,853,835	395,128	4,458,707	1,734,643	132,387	1,867,030	580,600	286,205	112,977	979,782	41.9%	22.0%	71,861
2	742	PCY 8	5,460,344	432,750	5,027,594	3,079,669	189,505	3,269,174	596,571	291,845	383,143	1,271,559	65.0%	25.3%	107,601
0	726	PCY 7	5,261,044	456,352	4,804,692	1,879,978	181,145	2,061,123	628,560	291,393	190,117	1,110,070	42.9%	23.1%	128,600
3	778	PCY 6	4,829,526	451,042	4,378,484	1,796,653	183,584	1,980,237	649,360	329,247	24,920	1,003,526	45.2%	22.9%	160,374
6	830	PCY 5	1,641,119	476,604	1,164,515	3,368,755	315,654	3,684,409	671,847	206,797	124,882	1,003,526	316.4%	86.2%	220,606
5	831	PCY 4	4,860,795	505,287	4,355,508	2,456,659	211,511	2,668,169	691,420	339,931	118,489	1,149,840	61.3%	26.4%	296,228
15	775	PCY 3	4,911,620	529,181	4,382,439	2,342,160	269,295	2,611,455	711,769	319,628	135,055	1,166,472	59.6%	26.6%	386,650
17	766	PCY 2	5,183,578	552,410	4,631,168	2,191,695	189,897	2,381,592	379,947	875,928	46,312	1,302,187	51.4%	28.1%	402,188
75	665	PCY 1	5,274,692	600,311	4,674,381	2,890,081	220,229	3,110,310	234,838	930,923	50,109	1,215,870	66.5%	26.0%	358,159
86	152	CFY	1,440,547	155,221	1,285,326	451,391	43,089	494,481	94,000	154,597	12,853	261,450	38.5%	20.3%	92,620

PFY = Prior fiscal Year

CFY = Current Fiscal Year

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

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

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

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

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

# KMIT Balance Sheet

April 30, 2022

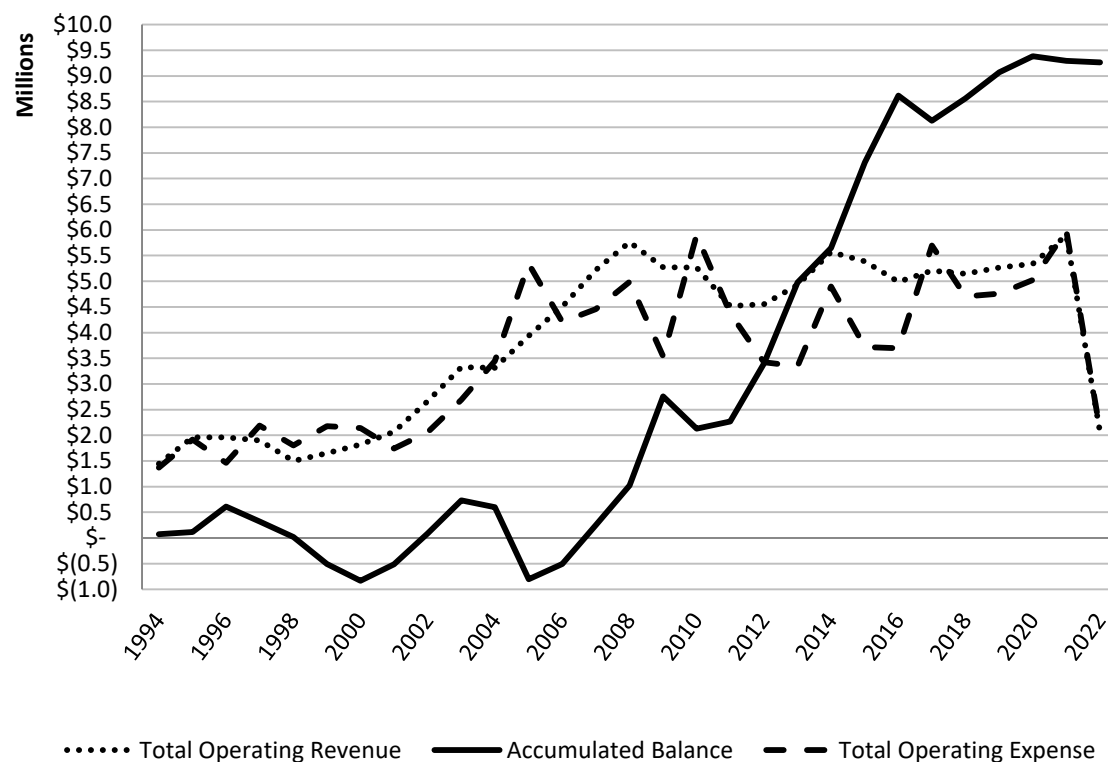
## ASSETS

Checking Accounts	\$	481,394
Investments	\$	21,116,465
Accrued Interest	\$	180,237
Accounts Receivable	\$	129,931
Excess Premium Receivable	\$	24,927
Specific Recoverable	\$	549,404
Aggregate Recoverable	\$	7,011
Prepaid Expenses	\$	534,369
<b>Total Assets</b>	<b>\$</b>	<b>23,023,739</b>

## LIABILITIES & EQUITY

Accounts Payable	\$	26,244
Excess Premium Payable	\$	-
Reserve for Losses	\$	4,642,369
IBNR Reserve	\$	5,020,338
Deposits on Premium	\$	3,652,550
Accrued Taxes and Assessments	\$	417,829
<b>Total Liabilities</b>	<b>\$</b>	<b>13,759,331</b>
<b>Total Equity</b>	<b>\$</b>	<b>9,264,408</b>
<b>Total Liabilities and Equity</b>	<b>\$</b>	<b>23,023,739</b>

## KMIT Financial Overview



# KMIT Profit and Loss

April 30, 2022

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	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	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	\$ 4,442,326
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	\$ 52,719	\$ 72,925
Miscellaneous Income	\$ -	\$ -	\$ -	\$ -	\$ 4,445	\$ 75	\$ -	\$ -	\$ 2,335	\$ -	\$ -	\$ -	\$ -	\$ 2,405	\$ -	\$ -	\$ -	\$ 1,441
<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>\$ 5,266,578</b>	<b>\$ 4,516,692</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 492,984</b>	<b>\$ 456,360</b>	<b>\$ 451,934</b>	<b>\$ 437,026</b>	<b>\$ 533,112</b>	<b>\$ 650,782</b>	<b>\$ 737,950</b>	<b>\$ 817,821</b>	<b>\$ 907,294</b>	<b>\$ 917,819</b>	<b>\$ 951,333</b>	<b>\$ 950,124</b>	<b>\$ 1,007,919</b>	<b>\$ 957,374</b>
<b>CLAIMS FUND EXPENSE</b>																		
Claims Paid Expense	\$ 716,700	\$ 1,049,152	\$ 790,461	\$ 2,073,604	\$ 2,180,054	\$ 1,805,593	\$ 1,540,718	\$ 1,097,367	\$ 1,212,714	\$ 1,915,488	\$ 2,294,014	\$ 4,026,947	\$ 2,661,267	\$ 2,807,163	\$ 3,389,428	\$ 2,054,660	\$ 4,129,997	\$ 2,844,722
Claims Paid Adjusting Expense	\$ 25,541	\$ 54,345	\$ 46,583	\$ 90,802	\$ 91,232	\$ 144,375	\$ 140,846	\$ 83,207	\$ 129,604	\$ 156,240	\$ 150,911	\$ 252,978	\$ 185,907	\$ 195,884	\$ 242,503	\$ 154,171	\$ 201,939	\$ 154,235
Claims Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 222,645	\$ 112,782	\$ 23,168	\$ -	\$ -	\$ -	\$ 37,317	\$ 55,093	\$ 36,407	\$ 68,669	\$ 39,635	\$ -	\$ 83,906	\$ -
Claims Reserves Adjusting Expense	\$ -	\$ -	\$ -	\$ -	\$ 32,237	\$ 18,328	\$ 34,877	\$ -	\$ -	\$ -	\$ 420	\$ 4,947	\$ 17,821	\$ 16,993	\$ 8,935	\$ 7,400	\$ 16,946	\$ -
IBNR Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 4,974	\$ 14,685	\$ 17,292	\$ 85,528	\$ 53,785	\$ 30,174	\$ 107,560	\$ 84,980
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	\$ 336,966
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (354,652)	\$ (29,781)	\$ (58,045)	\$ -	\$ -	\$ -	\$ -	\$ (21,925)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Recovery Expense	\$ -	\$ -	\$ -	\$ (268,748)	\$ (941,165)	\$ (291,497)	\$ (77,524)	\$ -	\$ -	\$ (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>\$ 1,531,776</b>	<b>\$ 2,038,582</b>	<b>\$ 2,709,070</b>	<b>\$ 4,519,071</b>	<b>\$ 3,303,119</b>	<b>\$ 3,540,968</b>	<b>\$ 4,040,527</b>	<b>\$ 2,588,340</b>	<b>\$ 4,891,680</b>	<b>\$ 3,420,903</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>\$ 1,802,791</b>	<b>\$ 2,176,574</b>	<b>\$ 2,142,792</b>	<b>\$ 1,744,768</b>	<b>\$ 2,064,887</b>	<b>\$ 2,689,364</b>	<b>\$ 3,447,020</b>	<b>\$ 5,336,892</b>	<b>\$ 4,210,413</b>	<b>\$ 4,458,787</b>	<b>\$ 4,991,860</b>	<b>\$ 3,538,464</b>	<b>\$ 5,899,599</b>	<b>\$ 4,378,276</b>
<b>BALANCES</b>																		
KMIT Statutory Fund Balance	\$ 74,486	\$ 43,543	\$ 494,861	\$ (290,597)	\$ (304,433)	\$ (527,507)	\$ (323,406)	\$ 322,582	\$ 604,756	\$ 637,617	\$ (131,304)	\$ (1,402,825)	\$ 296,713	\$ 756,813	\$ 773,111	\$ 1,736,564	\$ (633,021)	\$ 138,416
Accumulated Balance	\$ 74,486	\$ 118,029	\$ 612,890	\$ 322,293	\$ 17,859	\$ (509,648)	\$ (833,054)	\$ (510,472)	\$ 94,284	\$ 731,901	\$ 600,597	\$ (802,228)	\$ (505,515)	\$ 251,298	\$ 1,024,409	\$ 2,760,973	\$ 2,127,951	\$ 2,266,367

# KMIT Profit and Loss

April 30, 2022

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2022	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	Accrued To Date	Budget	Accrued To Date
<b>REVENUE FUND</b>													
Direct Premium Earned	\$ 4,484,533	\$ 4,853,835	\$ 5,460,344	\$ 5,261,044	\$ 4,829,526	\$ 4,984,618	\$ 4,860,795	\$ 4,898,050	\$ 4,985,641	\$ 5,598,352	\$ 1,927,964	\$ 5,700,000	\$ 108,212,269.91
Interest Income	\$ 70,104	\$ 71,861	\$ 107,601	\$ 128,600	\$ 160,374	\$ 220,606	\$ 283,636	\$ 369,499	\$ 350,977	\$ 296,507	\$ 131,314	\$ 360,000	\$ 4,198,532.81
Miscellaneous Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,701.48
<b>Total Operating Revenue</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>\$ 5,267,549</b>	<b>\$ 5,336,617</b>	<b>\$ 5,894,859</b>	<b>\$ 2,059,278</b>	<b>\$ 6,060,000</b>	<b>\$ 112,421,504.20</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 875,640</b>	<b>\$ 991,127</b>	<b>\$ 1,070,549</b>	<b>\$ 1,040,618</b>	<b>\$ 1,094,980</b>	<b>\$ 1,175,343</b>	<b>\$ 1,141,027</b>	<b>\$ 1,154,217</b>	<b>\$ 1,236,168</b>	<b>\$ 1,302,144</b>	<b>\$ 523,126</b>	<b>\$ 1,437,006</b>	<b>\$ 23,973,796.67</b>
<b>CLAIMS FUND EXPENSE</b>													
Claims Paid Expense	\$ 1,920,351	\$ 1,715,197	\$ 3,992,870	\$ 1,879,978	\$ 1,752,742	\$ 2,708,397	\$ 2,391,147	\$ 2,082,686	\$ 1,864,462	\$ 1,366,156	\$ 113,585	\$ -	\$ 60,377,618.01
Claims Paid Adjusting Expense	\$ 171,765	\$ 130,685	\$ 180,552	\$ 181,145	\$ 181,899	\$ 254,235	\$ 189,155	\$ 202,951	\$ 118,198	\$ 87,503	\$ 4,486	\$ -	\$ 4,203,875.94
Claims Reserve Expense	\$ 39,217	\$ 19,446	\$ 53,905	\$ -	\$ 43,912	\$ 660,358	\$ 65,512	\$ 231,703	\$ 322,209	\$ 1,485,255	\$ 444,593	\$ -	\$ 4,045,729.77
Claims Reserves Adjusting Expense	\$ 11,374	\$ 1,702	\$ 8,953	\$ -	\$ 16,618	\$ 61,418	\$ 21,553	\$ 66,782	\$ 71,963	\$ 127,414	\$ 49,958	\$ -	\$ 596,639.57
IBNR Reserve Expense	\$ 76,831	\$ 91,077	\$ 127,151	\$ 161,336	\$ 151,283	\$ 359,703	\$ 394,546	\$ 502,059	\$ 885,420	\$ 1,127,049	\$ 744,904	\$ -	\$ 5,020,338.32
Excess Work Comp Insurance	\$ 337,595	\$ 395,128	\$ 432,750	\$ 456,352	\$ 451,042	\$ 476,604	\$ 504,697	\$ 516,049	\$ 527,483	\$ 574,860	\$ 206,962	\$ 600,000	\$ 9,225,696.14
Specific Recoverable Expense	\$ -	\$ -	\$ (0)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (85,000)	\$ -	\$ -	\$ (549,403.96)
Specific Recovery Expense	\$ (9,965)	\$ -	\$ (967,106)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,264,858.14)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,010.97)
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (465,325.59)
<b>Claims Fund Expense</b>	<b>\$ 2,547,169</b>	<b>\$ 2,353,235</b>	<b>\$ 3,829,075</b>	<b>\$ 2,678,811</b>	<b>\$ 2,597,495</b>	<b>\$ 4,520,715</b>	<b>\$ 3,566,610</b>	<b>\$ 3,602,229</b>	<b>\$ 3,789,734</b>	<b>\$ 4,683,237</b>	<b>\$ 1,564,488</b>	<b>\$ 600,000</b>	<b>\$ 79,183,299</b>
<b>Total Operating Expense</b>	<b>\$ 3,422,809</b>	<b>\$ 3,344,362</b>	<b>\$ 4,899,624</b>	<b>\$ 3,719,429</b>	<b>\$ 3,692,475</b>	<b>\$ 5,696,058</b>	<b>\$ 4,707,637</b>	<b>\$ 4,756,446</b>	<b>\$ 5,025,902</b>	<b>\$ 5,985,382</b>	<b>\$ 2,087,613</b>	<b>\$ 2,037,006</b>	<b>\$ 103,157,096</b>
<b>BALANCES</b>													
KMIT Statutory Fund Balance	\$ 1,131,828	\$ 1,581,334	\$ 668,320	\$ 1,670,215	\$ 1,297,426	\$ (490,834)	\$ 436,794	\$ 511,102	\$ 310,715	\$ (90,523)	\$ (28,335)	\$ 4,022,994	\$ 9,264,408
Accumulated Balance	\$ 3,398,195	\$ 4,979,529	\$ 5,647,849	\$ 7,318,064	\$ 8,615,489	\$ 8,124,655	\$ 8,561,449	\$ 9,072,551	\$ 9,383,266	\$ 9,292,744	\$ 9,264,408.44		

# KMIT Admin Expenses

April 30, 2022

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	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	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	\$ 82,860
Directors and Officers Insurance	\$ -	\$ 489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,367	\$ 18,542	\$ 15,857	\$ 15,942	\$ 16,038
Meetings/Travel	\$ -	\$ 6,971	\$ 976	\$ 5,318	\$ 1,206	\$ -	\$ 149	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 829
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	\$ 1,708
Bank Fees	\$ 1,249	\$ 4,735	\$ 579	\$ 658	\$ 263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,638	\$ 2,758	\$ 9,239	\$ 5,776
Write Off	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (104)
LKM Clearing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60
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>\$ 107,167</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	\$ 40,919
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	\$ 3,000
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	\$ 65,962
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 9,073	\$ 15,053	\$ 12,420	\$ 42,620	\$ 41,534	\$ 46,049	\$ 41,222	\$ 30,883	\$ 34,382	\$ 41,117	\$ 56,381	\$ 74,189	\$ 80,341	\$ 82,231	\$ 85,652	\$ 57,638	\$ 76,473	\$ 28,846
<b>Sub Total</b>	<b>\$ 95,360</b>	<b>\$ 77,466</b>	<b>\$ 56,291</b>	<b>\$ 105,257</b>	<b>\$ 90,467</b>	<b>\$ 80,713</b>	<b>\$ 73,854</b>	<b>\$ 55,598</b>	<b>\$ 69,870</b>	<b>\$ 95,864</b>	<b>\$ 136,531</b>	<b>\$ 203,898</b>	<b>\$ 167,746</b>	<b>\$ 165,621</b>	<b>\$ 175,970</b>	<b>\$ 138,002</b>	<b>\$ 186,707</b>	<b>\$ 151,380</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	\$ 12,023
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	\$ 14,000
Risk Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 50,000	\$ 50,000	\$ 60,000	\$ 70,000	\$ 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	\$ 145,000
Risk Mgmt Ctr Fee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ 185,000
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	\$ 230,000
Payroll Audits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,088	\$ 9,840	\$ 12,042	\$ -	\$ 14,562	\$ 15,684	\$ 18,370	\$ 17,617	\$ 19,173	\$ 19,000
Rating Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,650
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Web Hosting	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,155
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>\$ 698,827</b>
<b>Administration Fund Expense</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 492,984</b>	<b>\$ 456,360</b>	<b>\$ 451,934</b>	<b>\$ 437,026</b>	<b>\$ 533,112</b>	<b>\$ 650,782</b>	<b>\$ 737,950</b>	<b>\$ 817,821</b>	<b>\$ 907,294</b>	<b>\$ 917,819</b>	<b>\$ 951,333</b>	<b>\$ 950,124</b>	<b>\$ 1,007,919</b>	<b>\$ 957,374</b>

# KMIT Admin Expenses

April 30, 2022

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2022	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	Accrued To Date	Budget	Accrued To Date
<b>GENERAL EXPENSES</b>													
Agent Commissions	\$ 96,481	\$ 102,636	\$ 97,189	\$ 97,505	\$ 90,158	\$ 104,978	\$ 100,830	\$ 93,504	\$ 131,166	\$ 146,924	\$ 38,789	\$ 136,000	\$ 1,819,390
Directors and Officers Insurance	\$ 16,488	\$ 17,224	\$ 15,956	\$ 15,667	\$ 15,970	\$ 15,939	\$ 15,939	\$ 16,604	\$ 16,604	\$ 17,767	\$ 6,583	\$ 18,000	\$ 257,976
Meetings/Travel	\$ 4,881	\$ 19,334	\$ 29,749	\$ 19,897	\$ 22,638	\$ 20,165	\$ 21,479	\$ 22,157	\$ 4,557	\$ 15,109	\$ 5,036	\$ 12,000	\$ 200,451
Contingencies/Miscellaneous	\$ 3,175	\$ 3,623	\$ 4,385	\$ 3,884	\$ 2,594	\$ (2,597)	\$ 8,234	\$ 12,481	\$ 14,473	\$ 26,911	\$ 12,905	\$ 8,375	\$ 431,816
Bank Fees	\$ 4,159	\$ 7,528	\$ 4,460	\$ 5,998	\$ 6,333	\$ 7,391	\$ 6,764	\$ 6,691	\$ 7,277	\$ 7,128	\$ 3,450	\$ 8,000	\$ 95,074
Write Off	\$ -	\$ -	\$ -	\$ -	\$ 453	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ 5	\$ -	\$ 355
LKM Clearing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 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	\$ 1,354	\$ -	\$ 10,000	\$ 38,754
<b>Sub Total</b>	<b>\$ 126,735</b>	<b>\$ 152,627</b>	<b>\$ 155,632</b>	<b>\$ 147,469</b>	<b>\$ 144,824</b>	<b>\$ 155,276</b>	<b>\$ 157,223</b>	<b>\$ 157,375</b>	<b>\$ 174,827</b>	<b>\$ 215,193</b>	<b>\$ 66,769</b>	<b>\$ 193,375</b>	<b>\$ 2,845,464</b>
<b>REGULATORY</b>													
Kansas Insurance Dept (KID) Premium Tax	\$ 43,445	\$ 44,349	\$ 51,057	\$ 48,309	\$ 46,830	\$ 48,311	\$ 43,572	\$ 44,324	\$ 46,312	\$ 50,109	\$ 12,853	\$ 50,000	\$ 1,001,544
KID Pool Assessment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,701
KID Workers Compensation Assessment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 671,063
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 25,328	\$ 80,031	\$ 132,019	\$ 72,378	\$ 69,555	\$ 130,226	\$ 97,453	\$ 108,026	\$ 127,361	\$ 104,142	\$ 34,955	\$ 220,000	\$ 1,837,579
<b>Sub Total</b>	<b>\$ 68,773</b>	<b>\$ 124,380</b>	<b>\$ 183,076</b>	<b>\$ 120,687</b>	<b>\$ 116,384</b>	<b>\$ 178,537</b>	<b>\$ 141,025</b>	<b>\$ 152,350</b>	<b>\$ 173,673</b>	<b>\$ 154,251</b>	<b>\$ 47,809</b>	<b>\$ 270,000</b>	<b>\$ 3,587,538</b>
<b>CONTRACTURAL</b>													
Financial Audit	\$ 11,738	\$ 11,904	\$ 15,803	\$ 13,803	\$ 12,000	\$ 13,165	\$ 13,624	\$ 26,423	\$ 13,181	\$ 13,518	\$ -	\$ 34,000	\$ 383,985
Actuarial	\$ 14,250	\$ 14,250	\$ 15,000	\$ 14,500	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ -	\$ 17,000	\$ 306,395
Risk Management	\$ 70,000	\$ 170,000	\$ 170,000	\$ 170,000	\$ 190,000	\$ 205,000	\$ 210,700	\$ 216,900	\$ 221,750	\$ 221,750	\$ 114,875	\$ 228,403	\$ 2,480,975
Risk Control	\$ 145,000	\$ 150,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 155,000	\$ 160,800	\$ 164,100	\$ 170,750	\$ 170,750	\$ 87,263	\$ 175,873	\$ 3,452,735
Risk Mgmt Ctr Fee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,750	\$ 5,750	\$ -	\$ 11,500
Claims Adjusting	\$ 185,000	\$ 185,000	\$ 185,000	\$ 205,000	\$ 205,000	\$ 210,000	\$ 216,300	\$ 222,789	\$ 245,000	\$ 249,765	\$ 107,191	\$ 258,000	\$ 5,127,304
Risk Analysis	\$ -	\$ -	\$ 9,671	\$ 14,651	\$ 27,647	\$ 12,113	\$ 25,720	\$ 17,675	\$ 24,667	\$ 13,088	\$ 3,000	\$ 26,000	\$ 148,231
POET	\$ -	\$ -	\$ -	\$ 7,425	\$ 10,513	\$ 20,138	\$ 24,000	\$ 24,713	\$ 22,650	\$ 33,548	\$ 9,375	\$ 25,000	\$ 152,360
Pool Admin Services	\$ 230,004	\$ 75,600	\$ 81,900	\$ 98,560	\$ 99,360	\$ 102,240	\$ 105,120	\$ 108,000	\$ 110,880	\$ 114,204	\$ 44,806	\$ 145,606	\$ 4,443,690
Payroll Audits	\$ 16,318	\$ 16,000	\$ 20,143	\$ 19,923	\$ 19,954	\$ 23,175	\$ 23,224	\$ 23,000	\$ 29,683	\$ 34,773	\$ -	\$ 28,000	\$ 362,566
Rating Services	\$ 6,636	\$ 18,702	\$ 10,887	\$ 754	\$ 27,105	\$ 11,595	\$ 12,072	\$ 11,805	\$ 198	\$ 23,325	\$ -	\$ -	\$ 145,729
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 348	\$ 1,393	\$ 1,396	\$ 1,410	\$ 1,470	\$ 538	\$ -	\$ 6,555
Web Hosting	\$ 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	\$ 35,750	\$ 35,750	\$ 35,750	\$ 519,000
<b>Sub Total</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>\$ 842,779</b>	<b>\$ 866,673</b>	<b>\$ 887,668</b>	<b>\$ 932,700</b>	<b>\$ 408,548</b>	<b>\$ 973,631</b>	<b>\$ 17,562,965</b>
<b>Administration Fund Expense</b>	<b>\$ 875,640</b>	<b>\$ 991,127</b>	<b>\$ 1,070,549</b>	<b>\$ 1,040,618</b>	<b>\$ 1,094,980</b>	<b>\$ 1,175,343</b>	<b>\$ 1,141,027</b>	<b>\$ 1,154,217</b>	<b>\$ 1,236,168</b>	<b>\$ 1,302,144</b>	<b>\$ 523,126</b>	<b>\$ 1,437,006</b>	<b>\$ 23,995,967</b>



# KMIT Balance Sheet

May 31, 2022

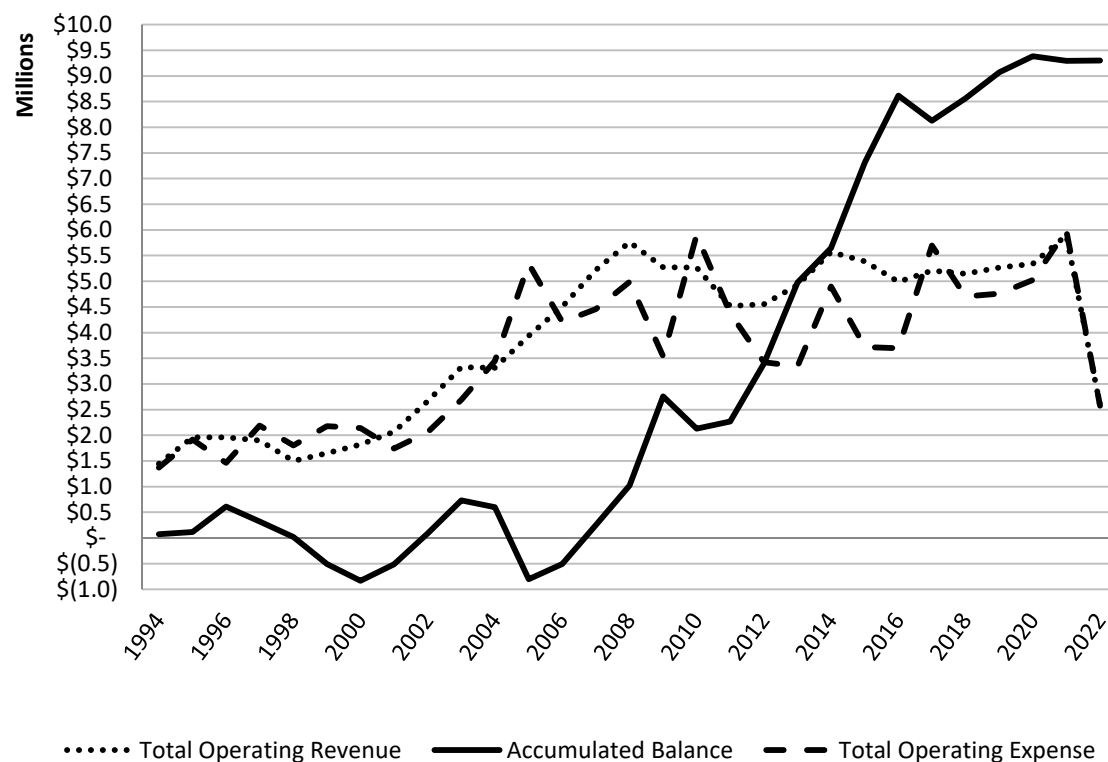
## ASSETS

Checking Accounts	\$	434,484
Investments	\$	21,021,925
Accrued Interest	\$	185,389
Accounts Receivable	\$	52,274
Excess Premium Receivable	\$	24,927
Specific Recoverable	\$	549,404
Aggregate Recoverable	\$	7,011
Prepaid Expenses	\$	467,627
<b>Total Assets</b>	<b>\$</b>	<b>22,743,041</b>

## LIABILITIES & EQUITY

Accounts Payable	\$	10,672
Excess Premium Payable	\$	-
Reserve for Losses	\$	4,498,985
IBNR Reserve	\$	5,355,060
Deposits on Premium	\$	3,158,260
Accrued Taxes and Assessments	\$	417,829
<b>Total Liabilities</b>	<b>\$</b>	<b>13,440,806</b>
<b>Total Equity</b>	<b>\$</b>	<b>9,302,235</b>
<b>Total Liabilities and Equity</b>	<b>\$</b>	<b>22,743,041</b>

## KMIT Financial Overview





# KMIT Profit and Loss

May 31, 2022

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	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	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	\$ 4,442,326
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	\$ 52,719	\$ 72,925
Miscellaneous Income	\$ -	\$ -	\$ -	\$ -	\$ 4,445	\$ 75	\$ -	\$ -	\$ 2,335	\$ -	\$ -	\$ -	\$ -	\$ 2,405	\$ -	\$ -	\$ -	\$ 1,441
<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>\$ 5,266,578</b>	<b>\$ 4,516,692</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 492,984</b>	<b>\$ 456,360</b>	<b>\$ 451,934</b>	<b>\$ 437,026</b>	<b>\$ 533,112</b>	<b>\$ 650,782</b>	<b>\$ 737,950</b>	<b>\$ 817,821</b>	<b>\$ 907,294</b>	<b>\$ 917,819</b>	<b>\$ 951,333</b>	<b>\$ 950,124</b>	<b>\$ 1,007,919</b>	<b>\$ 957,374</b>
<b>CLAIMS FUND EXPENSE</b>																		
Claims Paid Expense	\$ 716,700	\$ 1,049,152	\$ 790,461	\$ 2,073,604	\$ 2,182,690	\$ 1,806,793	\$ 1,543,407	\$ 1,097,367	\$ 1,212,714	\$ 1,915,488	\$ 2,294,014	\$ 4,026,947	\$ 2,661,791	\$ 2,807,997	\$ 3,389,894	\$ 2,054,617	\$ 4,130,286	\$ 2,844,722
Claims Paid Adjusting Expense	\$ 25,541	\$ 54,345	\$ 46,583	\$ 90,802	\$ 91,268	\$ 144,629	\$ 140,846	\$ 83,207	\$ 129,604	\$ 156,240	\$ 150,911	\$ 252,978	\$ 185,907	\$ 195,898	\$ 242,511	\$ 154,171	\$ 201,939	\$ 154,235
Claims Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ 220,009	\$ 111,582	\$ 23,168	\$ -	\$ -	\$ -	\$ -	\$ 43,094	\$ 35,883	\$ 67,836	\$ 39,170	\$ 42	\$ 56,931	\$ -
Claims Reserves Adjusting Expense	\$ -	\$ -	\$ -	\$ -	\$ 32,201	\$ 18,073	\$ 34,877	\$ -	\$ -	\$ -	\$ -	\$ 3,188	\$ 17,821	\$ 16,979	\$ 8,927	\$ 7,400	\$ 15,765	\$ -
IBNR Reserve Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 42,710	\$ 28,443	\$ 17,292	\$ 85,528	\$ 53,785	\$ 30,174	\$ 135,427	\$ 84,980
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	\$ 336,966
Specific Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ (354,652)	\$ (29,781)	\$ (58,045)	\$ -	\$ -	\$ -	\$ -	\$ (21,925)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Specific Recovery Expense	\$ -	\$ -	\$ -	\$ (268,748)	\$ (941,165)	\$ (291,497)	\$ (80,214)	\$ -	\$ -	\$ (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>\$ 1,531,776</b>	<b>\$ 2,038,582</b>	<b>\$ 2,709,070</b>	<b>\$ 4,519,071</b>	<b>\$ 3,303,119</b>	<b>\$ 3,540,968</b>	<b>\$ 4,040,527</b>	<b>\$ 2,588,340</b>	<b>\$ 4,891,680</b>	<b>\$ 3,420,903</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>\$ 1,802,791</b>	<b>\$ 2,176,574</b>	<b>\$ 2,142,792</b>	<b>\$ 1,744,768</b>	<b>\$ 2,064,887</b>	<b>\$ 2,689,364</b>	<b>\$ 3,447,020</b>	<b>\$ 5,336,892</b>	<b>\$ 4,210,413</b>	<b>\$ 4,458,787</b>	<b>\$ 4,991,860</b>	<b>\$ 3,538,464</b>	<b>\$ 5,899,599</b>	<b>\$ 4,378,276</b>
<b>BALANCES</b>																		
KMIT Statutory Fund Balance	\$ 74,486	\$ 43,543	\$ 494,861	\$ (290,597)	\$ (304,433)	\$ (527,507)	\$ (323,406)	\$ 322,582	\$ 604,756	\$ 637,617	\$ (131,304)	\$ (1,402,825)	\$ 296,713	\$ 756,813	\$ 773,111	\$ 1,736,564	\$ (633,021)	\$ 138,416
Accumulated Balance	\$ 74,486	\$ 118,029	\$ 612,890	\$ 322,293	\$ 17,859	\$ (509,648)	\$ (833,054)	\$ (510,472)	\$ 94,284	\$ 731,901	\$ 600,597	\$ (802,228)	\$ (505,515)	\$ 251,298	\$ 1,024,409	\$ 2,760,973	\$ 2,127,951	\$ 2,266,367

# KMIT Profit and Loss

May 31, 2022

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2022	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	Accrued To Date	Budget	Accrued To Date
<b>REVENUE FUND</b>													
Direct Premium Earned	\$ 4,484,533	\$ 4,853,835	\$ 5,460,344	\$ 5,261,044	\$ 4,829,526	\$ 4,984,618	\$ 4,860,795	\$ 4,898,050	\$ 4,985,641	\$ 5,598,352	\$ 2,415,097	\$ 5,700,000	\$ 108,699,403.03
Interest Income	\$ 70,104	\$ 71,861	\$ 107,601	\$ 128,600	\$ 160,374	\$ 220,606	\$ 283,636	\$ 369,499	\$ 350,977	\$ 296,507	\$ 170,102	\$ 360,000	\$ 4,237,320.32
Miscellaneous Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,701.48
<b>Total Operating Revenue</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>\$ 5,267,549</b>	<b>\$ 5,336,617</b>	<b>\$ 5,894,859</b>	<b>\$ 2,585,199</b>	<b>\$ 6,060,000</b>	<b>\$ 112,947,424.83</b>
<b>ADMINISTRATION FUND EXPENSE</b>	<b>\$ 875,640</b>	<b>\$ 991,127</b>	<b>\$ 1,070,549</b>	<b>\$ 1,040,618</b>	<b>\$ 1,094,980</b>	<b>\$ 1,175,343</b>	<b>\$ 1,141,027</b>	<b>\$ 1,154,217</b>	<b>\$ 1,236,168</b>	<b>\$ 1,303,566</b>	<b>\$ 618,675</b>	<b>\$ 1,437,006</b>	<b>\$ 24,070,768.24</b>
<b>CLAIMS FUND EXPENSE</b>													
Claims Paid Expense	\$ 1,920,351	\$ 1,715,685	\$ 3,993,423	\$ 1,879,978	\$ 1,753,024	\$ 2,713,021	\$ 2,398,046	\$ 2,084,471	\$ 1,877,709	\$ 1,404,542	\$ 178,960	\$ -	\$ 60,517,853.06
Claims Paid Adjusting Expense	\$ 171,765	\$ 130,796	\$ 180,552	\$ 181,145	\$ 181,903	\$ 254,340	\$ 189,248	\$ 203,075	\$ 119,008	\$ 93,660	\$ 7,268	\$ -	\$ 4,214,375.76
Claims Reserve Expense	\$ 39,217	\$ 16,689	\$ 53,352	\$ -	\$ 43,629	\$ 655,569	\$ 68,612	\$ 225,717	\$ 319,876	\$ 1,411,440	\$ 485,135	\$ -	\$ 3,916,950.82
Claims Reserves Adjusting Expense	\$ 11,374	\$ 304	\$ 8,953	\$ -	\$ 16,614	\$ 61,313	\$ 21,460	\$ 68,593	\$ 69,572	\$ 111,670	\$ 56,950	\$ -	\$ 582,034.10
IBNR Reserve Expense	\$ 76,831	\$ 94,633	\$ 127,151	\$ 161,336	\$ 151,283	\$ 359,869	\$ 384,546	\$ 504,324	\$ 876,087	\$ 1,172,065	\$ 968,595	\$ -	\$ 5,355,059.85
Excess Work Comp Insurance	\$ 337,595	\$ 395,128	\$ 432,750	\$ 456,352	\$ 451,042	\$ 476,604	\$ 504,697	\$ 516,049	\$ 527,483	\$ 574,860	\$ 258,702	\$ 600,000	\$ 9,277,436.56
Specific Recoverable Expense	\$ -	\$ -	\$ (0)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (85,000)	\$ -	\$ -	\$ (549,403.96)
Specific Recovery Expense	\$ (9,965)	\$ -	\$ (967,106)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,267,548.12)
Aggregate Recoverable Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,010.97)
Aggregate Recovery Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (465,325.59)
<b>Claims Fund Expense</b>	<b>\$ 2,547,169</b>	<b>\$ 2,353,235</b>	<b>\$ 3,829,075</b>	<b>\$ 2,678,811</b>	<b>\$ 2,597,495</b>	<b>\$ 4,520,715</b>	<b>\$ 3,566,610</b>	<b>\$ 3,602,229</b>	<b>\$ 3,789,734</b>	<b>\$ 4,683,237</b>	<b>\$ 1,955,610</b>	<b>\$ 600,000</b>	<b>\$ 79,574,422</b>
<b>Total Operating Expense</b>	<b>\$ 3,422,809</b>	<b>\$ 3,344,362</b>	<b>\$ 4,899,624</b>	<b>\$ 3,719,429</b>	<b>\$ 3,692,475</b>	<b>\$ 5,696,058</b>	<b>\$ 4,707,637</b>	<b>\$ 4,756,446</b>	<b>\$ 5,025,902</b>	<b>\$ 5,986,804</b>	<b>\$ 2,574,285</b>	<b>\$ 2,037,006</b>	<b>\$ 103,645,190</b>
<b>BALANCES</b>													
KMIT Statutory Fund Balance	\$ 1,131,828	\$ 1,581,334	\$ 668,320	\$ 1,670,215	\$ 1,297,426	\$ (490,834)	\$ 436,794	\$ 511,102	\$ 310,715	\$ (91,945)	\$ 10,913	\$ 4,022,994	\$ 9,302,235
Accumulated Balance	\$ 3,398,195	\$ 4,979,529	\$ 5,647,849	\$ 7,318,064	\$ 8,615,489	\$ 8,124,655	\$ 8,561,449	\$ 9,072,551	\$ 9,383,266	\$ 9,291,322	\$ 9,302,235.08		

# KMIT Admin Expenses

May 31, 2022

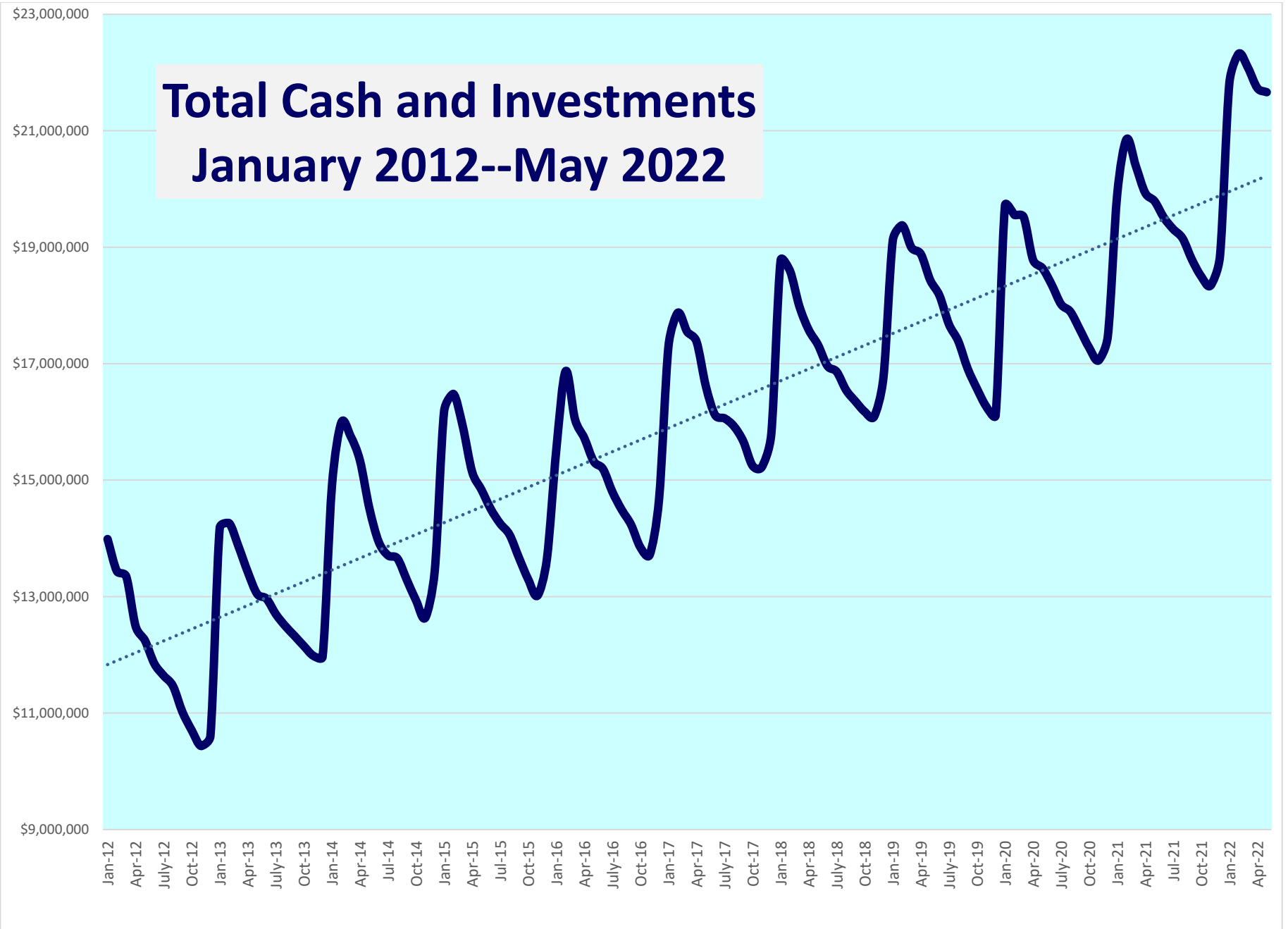
	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
	Closed	Closed	Closed	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	Accrued To Date	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	\$ 82,860
Directors and Officers Insurance	\$ -	\$ 489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,367	\$ 18,542	\$ 15,857	\$ 15,942	\$ 16,038
Meetings/Travel	\$ -	\$ 6,971	\$ 976	\$ 5,318	\$ 1,206	\$ -	\$ 149	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 829
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	\$ 1,708
Bank Fees	\$ 1,249	\$ 4,735	\$ 579	\$ 658	\$ 263	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,638	\$ 2,758	\$ 9,239	\$ 5,776
Write Off	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (104)
LKM Clearing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60
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>\$ 107,167</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	\$ 40,919
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	\$ 3,000
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	\$ 65,962
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 9,073	\$ 15,053	\$ 12,420	\$ 42,620	\$ 41,534	\$ 46,049	\$ 41,222	\$ 30,883	\$ 34,382	\$ 41,117	\$ 56,381	\$ 74,189	\$ 80,341	\$ 82,231	\$ 85,652	\$ 57,638	\$ 76,473	\$ 28,846
<b>Sub Total</b>	<b>\$ 95,360</b>	<b>\$ 77,466</b>	<b>\$ 56,291</b>	<b>\$ 105,257</b>	<b>\$ 90,467</b>	<b>\$ 80,713</b>	<b>\$ 73,854</b>	<b>\$ 55,598</b>	<b>\$ 69,870</b>	<b>\$ 95,864</b>	<b>\$ 136,531</b>	<b>\$ 203,898</b>	<b>\$ 167,746</b>	<b>\$ 165,621</b>	<b>\$ 175,970</b>	<b>\$ 138,002</b>	<b>\$ 186,707</b>	<b>\$ 151,380</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	\$ 12,023
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	\$ 14,000
Risk Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000	\$ 40,000	\$ 50,000	\$ 50,000	\$ 60,000	\$ 70,000	\$ 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	\$ 145,000
Risk Mgmt Ctr Fee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ 185,000
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	\$ 230,000
Payroll Audits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,088	\$ 9,840	\$ 12,042	\$ -	\$ 14,562	\$ 15,684	\$ 18,370	\$ 17,617	\$ 19,173	\$ 19,000
Rating Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,650
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Web Hosting	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,155
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>\$ 698,827</b>
<b>Administration Fund Expense</b>	<b>\$ 477,137</b>	<b>\$ 601,545</b>	<b>\$ 492,678</b>	<b>\$ 527,664</b>	<b>\$ 492,984</b>	<b>\$ 456,360</b>	<b>\$ 451,934</b>	<b>\$ 437,026</b>	<b>\$ 533,112</b>	<b>\$ 650,782</b>	<b>\$ 737,950</b>	<b>\$ 817,821</b>	<b>\$ 907,294</b>	<b>\$ 917,819</b>	<b>\$ 951,333</b>	<b>\$ 950,124</b>	<b>\$ 1,007,919</b>	<b>\$ 957,374</b>

# KMIT Admin Expenses

May 31, 2022

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2022	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	Accrued To Date	Budget	Accrued To Date
<b>GENERAL EXPENSES</b>													
Agent Commissions	\$ 96,481	\$ 102,636	\$ 97,189	\$ 97,505	\$ 90,158	\$ 104,978	\$ 100,830	\$ 93,504	\$ 131,166	\$ 148,346	\$ 52,073	\$ 136,000	\$ 1,834,095
Directors and Officers Insurance	\$ 16,488	\$ 17,224	\$ 15,956	\$ 15,667	\$ 15,970	\$ 15,939	\$ 15,939	\$ 16,604	\$ 16,604	\$ 17,767	\$ 8,229	\$ 18,000	\$ 259,622
Meetings/Travel	\$ 4,881	\$ 19,334	\$ 29,749	\$ 19,897	\$ 22,638	\$ 20,165	\$ 21,479	\$ 22,157	\$ 4,557	\$ 15,109	\$ 6,949	\$ 12,000	\$ 202,363
Contingencies/Miscellaneous	\$ 3,175	\$ 3,623	\$ 4,385	\$ 3,884	\$ 2,594	\$ (2,597)	\$ 8,234	\$ 12,481	\$ 14,473	\$ 26,911	\$ 12,905	\$ 8,375	\$ 431,816
Bank Fees	\$ 4,159	\$ 7,528	\$ 4,460	\$ 5,998	\$ 6,333	\$ 7,391	\$ 6,764	\$ 6,691	\$ 7,277	\$ 7,128	\$ 4,334	\$ 8,000	\$ 95,958
Write Off	\$ -	\$ -	\$ -	\$ -	\$ 453	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ 5	\$ -	\$ 355
LKM Clearing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 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	\$ 1,354	\$ -	\$ 10,000	\$ 38,754
<b>Sub Total</b>	<b>\$ 126,735</b>	<b>\$ 152,627</b>	<b>\$ 155,632</b>	<b>\$ 147,469</b>	<b>\$ 144,824</b>	<b>\$ 155,276</b>	<b>\$ 157,223</b>	<b>\$ 157,375</b>	<b>\$ 174,827</b>	<b>\$ 216,615</b>	<b>\$ 84,495</b>	<b>\$ 193,375</b>	<b>\$ 2,864,611</b>
<b>REGULATORY</b>													
Kansas Insurance Dept (KID) Premium Tax	\$ 43,445	\$ 44,349	\$ 51,057	\$ 48,309	\$ 46,830	\$ 48,311	\$ 43,572	\$ 44,324	\$ 46,312	\$ 50,109	\$ 12,853	\$ 50,000	\$ 1,001,544
KID Pool Assessment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,701
KID Workers Compensation Assessment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 671,063
KID State Audit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,652
KDOL Annual Assessment Fee	\$ 25,328	\$ 80,031	\$ 132,019	\$ 72,378	\$ 69,555	\$ 130,226	\$ 97,453	\$ 108,026	\$ 127,361	\$ 104,142	\$ 34,955	\$ 220,000	\$ 1,837,579
<b>Sub Total</b>	<b>\$ 68,773</b>	<b>\$ 124,380</b>	<b>\$ 183,076</b>	<b>\$ 120,687</b>	<b>\$ 116,384</b>	<b>\$ 178,537</b>	<b>\$ 141,025</b>	<b>\$ 152,350</b>	<b>\$ 173,673</b>	<b>\$ 154,251</b>	<b>\$ 47,809</b>	<b>\$ 270,000</b>	<b>\$ 3,587,538</b>
<b>CONTRACTURAL</b>													
Financial Audit	\$ 11,738	\$ 11,904	\$ 15,803	\$ 13,803	\$ 12,000	\$ 13,165	\$ 13,624	\$ 26,423	\$ 13,181	\$ 13,518	\$ -	\$ 34,000	\$ 383,985
Actuarial	\$ 14,250	\$ 14,250	\$ 15,000	\$ 14,500	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ -	\$ 17,000	\$ 306,395
Risk Management	\$ 70,000	\$ 170,000	\$ 170,000	\$ 170,000	\$ 190,000	\$ 205,000	\$ 210,700	\$ 216,900	\$ 221,750	\$ 221,750	\$ 137,850	\$ 228,403	\$ 2,503,950
Risk Control	\$ 145,000	\$ 150,000	\$ 150,000	\$ 155,000	\$ 155,000	\$ 155,000	\$ 160,800	\$ 164,100	\$ 170,750	\$ 170,750	\$ 104,715	\$ 175,873	\$ 3,470,188
Risk Mgmt Ctr Fee	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,750	\$ 5,750	\$ -	\$ 11,500
Claims Adjusting	\$ 185,000	\$ 185,000	\$ 185,000	\$ 205,000	\$ 205,000	\$ 210,000	\$ 216,300	\$ 222,789	\$ 245,000	\$ 249,765	\$ 128,628	\$ 258,000	\$ 5,148,741
Risk Analysis	\$ -	\$ -	\$ 9,671	\$ 14,651	\$ 27,647	\$ 12,113	\$ 25,720	\$ 17,675	\$ 24,667	\$ 13,088	\$ 3,000	\$ 26,000	\$ 148,231
POET	\$ -	\$ -	\$ -	\$ 7,425	\$ 10,513	\$ 20,138	\$ 24,000	\$ 24,713	\$ 22,650	\$ 33,548	\$ 12,600	\$ 25,000	\$ 155,585
Pool Admin Services	\$ 230,004	\$ 75,600	\$ 81,900	\$ 98,560	\$ 99,360	\$ 102,240	\$ 105,120	\$ 108,000	\$ 110,880	\$ 114,204	\$ 57,406	\$ 145,606	\$ 4,456,290
Payroll Audits	\$ 16,318	\$ 16,000	\$ 20,143	\$ 19,923	\$ 19,954	\$ 23,175	\$ 23,224	\$ 23,000	\$ 29,683	\$ 34,773	\$ -	\$ 28,000	\$ 362,566
Rating Services	\$ 6,636	\$ 18,702	\$ 10,887	\$ 754	\$ 27,105	\$ 11,595	\$ 12,072	\$ 11,805	\$ 198	\$ 23,325	\$ -	\$ -	\$ 145,729
Crime	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 348	\$ 1,393	\$ 1,396	\$ 1,410	\$ 1,470	\$ 673	\$ -	\$ 6,690
Web Hosting	\$ 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	\$ 35,750	\$ 35,750	\$ 35,750	\$ 519,000
<b>Sub Total</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>\$ 842,779</b>	<b>\$ 866,673</b>	<b>\$ 887,668</b>	<b>\$ 932,700</b>	<b>\$ 486,372</b>	<b>\$ 973,631</b>	<b>\$ 17,640,789</b>
<b>Administration Fund Expense</b>	<b>\$ 875,640</b>	<b>\$ 991,127</b>	<b>\$ 1,070,549</b>	<b>\$ 1,040,618</b>	<b>\$ 1,094,980</b>	<b>\$ 1,175,343</b>	<b>\$ 1,141,027</b>	<b>\$ 1,154,217</b>	<b>\$ 1,236,168</b>	<b>\$ 1,303,566</b>	<b>\$ 618,675</b>	<b>\$ 1,437,006</b>	<b>\$ 24,092,939</b>

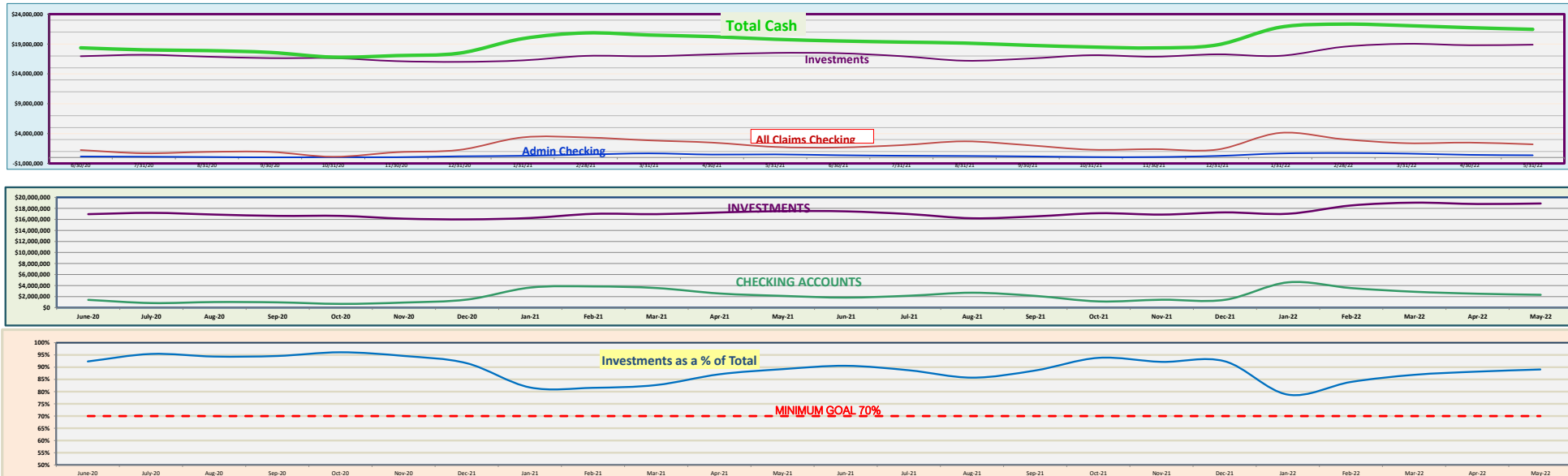
## Total Cash and Investments January 2012--May 2022

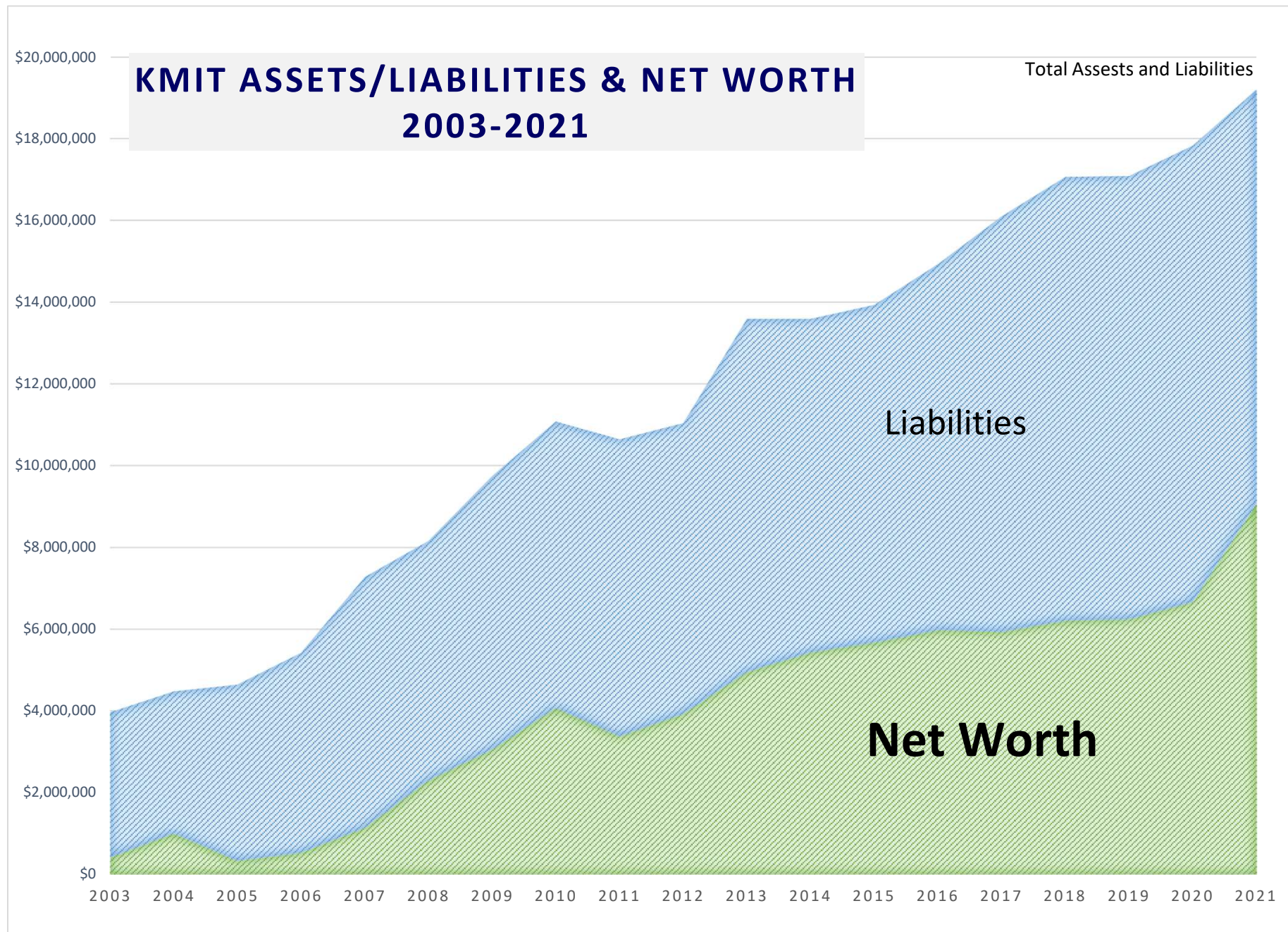


# KMIT Cash/Investment Summary

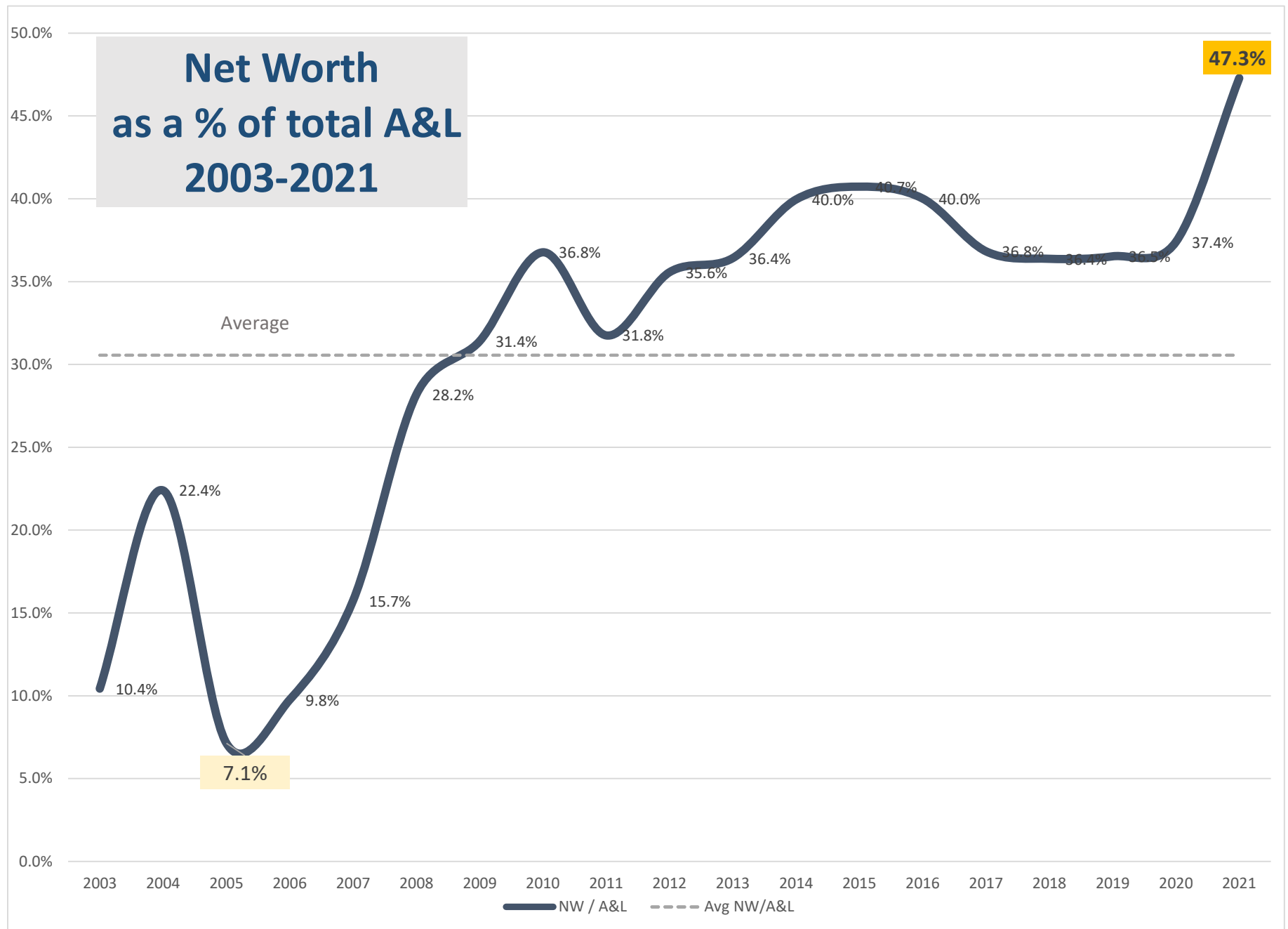
## June 30, 2020--May 31, 2022

	6/30/20	7/31/20	8/31/20	9/30/20	10/31/20	11/30/20	12/31/20	1/31/21	2/28/21	3/31/21	4/30/21	5/31/21	6/30/21	7/31/21	8/31/21	9/30/21	10/31/21	11/30/21	12/31/21	1/31/22	2/28/22	3/31/22	4/30/22	5/31/22
<b>KMIT Admin Fund</b>																								
Admin Account (CORnerstone)	161,398	126,518	76,134	18,146	49,265	43,716	193,394	276,799	489,324	685,636	487,057	517,704	378,616	293,179	248,164	176,289	72,156	70,449	255,448	670,215	740,479	652,302	442,667	371,968
Admin Checking	161,398	126,518	76,134	18,146	49,265	43,716	193,394	276,799	489,324	685,636	487,057	517,704	378,616	293,179	248,164	176,289	72,156	70,449	255,448	670,215	740,479	652,302	442,667	371,968
<b>KMIT Claims Fund</b>																								
Claims Account (CORnerstone)	968,994	594,901	713,090	785,922	476,964	669,633	1,086,974	3,131,579	3,214,889	2,753,664	2,070,167	1,604,173	1,442,291	1,860,808	2,451,724	1,946,217	1,056,873	1,363,017	1,160,427	3,917,137	2,802,831	2,225,421	2,076,831	1,947,486
Claims Checking Acc't (TRISTAR/CIS)	273,973	106,433	222,318	150,040	150,040	206,671	183,323	230,513	142,579	111,893	422,514	161,010	229,528	202,838	248,160	113,134	244,387	35,120	159,724	202,253	251,257	167,217	417,017	251,955
Claims Checking	1,242,967	701,334	935,408	935,962	114,816	876,305	1,270,296	3,362,092	3,357,468	2,865,557	2,492,681	1,765,183	1,671,819	2,063,646	2,699,884	2,059,351	1,301,260	1,398,138	1,320,150	4,119,390	3,054,089	2,392,638	2,493,848	2,199,441
<b>INVESTMENTS</b>																								
All Investments	16,952,000	17,193,000	16,880,000	16,635,000	16,635,001	16,135,000	16,005,000	16,258,000	17,008,000	16,954,000	17,258,000	17,508,000	17,458,000	16,964,000	16,204,000	16,551,000	17,124,000	16,874,000	17,274,000	17,025,000	18,529,000	19,035,000	18,794,000	18,885,000
<b>TOTAL CASH</b>	<b>18,356,365</b>	<b>18,020,852</b>	<b>17,891,542</b>	<b>17,589,107</b>	<b>16,799,083</b>	<b>17,055,021</b>	<b>17,468,690</b>	<b>19,896,891</b>	<b>20,854,791</b>	<b>20,505,193</b>	<b>20,237,739</b>	<b>19,790,887</b>	<b>19,508,435</b>	<b>19,320,825</b>	<b>19,152,048</b>	<b>18,786,640</b>	<b>18,497,416</b>	<b>18,342,587</b>	<b>18,849,599</b>	<b>21,814,605</b>	<b>22,323,568</b>	<b>22,079,940</b>	<b>21,730,516</b>	<b>21,456,409</b>











## CLAIM SUMMARY-SETTLEMENT REQUEST

**Employer:** City of Wellington  
**Claim No.:** 18732809  
**Employee Age:** 55  
**AWW:** \$822.42  
**Attorney:** Employee - Jeff Cooper  
**Adjuster:** Gene Miller

**Date of Injury:** 7/31/18  
**Job Description:** Park Maintenance  
**Updated:** 6/9/22  
**TTD Rate:** \$548.28  
**Attorney:** Employer - Ron Laskowski

	Medical	Indemnity	Expense	Total
Reserves	\$110,000.00	\$61,592.21	\$14,000.00	\$185,592.21
Amount Paid	\$105,640.42	\$11,592.21	\$3,896.88	\$121,129.51
Outstanding	\$4,359.58	\$50,000.00	\$10,103.12	\$64,462.70

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

Claimant was lifting/changing a reel on a fairway mower when he felt a pop with pain in his left arm and neck.

### **Investigation/Compensability**

The injury was reported promptly, and he was sent to the city doctor. Injury was accepted as compensable.

### **Medical Management**

He was treated conservatively by the city doctor, but symptoms did not resolve and a cervical MRI was taken which revealed disc protrusion with minimal effacement of the thecal sac. He was referred to neurosurgeon Dr Ericksen who performed surgery with fusion and instrumentation on 11/13/19. He improved for a period of time but then his symptoms worsened and a CT mylogram revealed fracture of the anterior plate screws. He was sent to Dr. Fox who performed a second neck surgery 10/11/21.

### **Periods of Disability**

12/16/19 to 1/29/20 and 10/11/2021 to 1/16/21

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

His attorney has presented 29% BAW rating from Dr. Murati (\$65,003.79).

A defense rating is scheduled with Dr. Michael Johnson.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

There is a \$548.28 overpayment of TTD which we will take as a credit against his settlement.

### **Plan of Action:**

I am requesting \$50,000.00 in settlement authority for a full/final settlement of all issues on this case. Our defense attorney and I believe a court ordered rating would come in at 15% BAW (\$33,622.65) + \$12,500 to give up future medical + \$3,500 to waive his right to Review/Modify his Indemnity.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Haysville  
**Claim No.:** 21790145  
**Employee Age:** 51  
**AWW:** \$928.06  
**Attorney:** Employee - NA  
**Adjuster:** Gene Miller

**Date of Injury:** 3/9/21  
**Job Description:** Policeman  
**Updated:** 6/13/22  
**TTD Rate:** \$618.74  
**Attorney:** Employer - NA

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$30,000.00</b>	<b>\$15,000.00</b>	<b>\$4,000.00</b>	<b>\$49,000.00</b>
<b>Amount Paid</b>	<b>\$2,974.28</b>	<b>\$1,212.49</b>	<b>\$360.04</b>	<b>\$4,546.81</b>
<b>Outstanding</b>	<b>\$27,025.72</b>	<b>\$13,787.51</b>	<b>\$3,639.96</b>	<b>\$44,453.19</b>

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

Claimant was attempting to detain a suspect who was resisting arrest and injured his right elbow.

### **Investigation/Compensability**

The injury was reported timely and accepted as compensable.

### **Medical Management**

Conservative care failed to relieve his symptoms and he was referred to ortho Dr. Do who diagnosed his injury to be partial thickness extensor tendon tear and recommended surgery which is scheduled for 6/20/22.

### **Periods of Disability**

3/3/22 to 5/1/22

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

Reserves reflect 8% PPD to arm.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

We will strive for early return to work following the surgery and follow-up after every doctor's appointment until released from medical care. Then we will request a disability rating, negotiate settlement of all outstanding issues, obtain Division approval and close file.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Horton  
**Claim No.:** 22790286  
**Employee Age:** 37  
**AWW:** Volunteer Fireman  
**Attorney:** Employee - NA  
**Adjuster:** Gene Miller

**Date of Injury:** 6/8/22  
**Job Description:** Volunteer Fireman  
**Updated:** 6/10/22  
**TTD Rate:** \$737.00  
**Attorney:** Employer - NA

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$35,000.00</b>	<b>\$31,000.00</b>	<b>\$4,500.00</b>	<b>\$70,500.00</b>
<b>Amount Paid</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Outstanding</b>	<b>\$35,000.00</b>	<b>\$31,000.00</b>	<b>\$4,500.00</b>	<b>\$70,500.00</b>

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

Power was out at fire station and thus the electric door wouldn't open. Claimant put up a ladder and climbed same to release the latch on the door. While he was on the ladder, the ladder slipped out from under him, and he fell 5-6'. He landed on his left heel, fracturing same.

### **Investigation/Compensability**

Fire chief was on the other side of the fire truck and came to his aid. Injury reported same day and medical treatment sought same day. Injury accepted as compensable.

### **Medical Management**

Initially went to Amberwell ER and referred to their ortho Dr. Duncan who referred him to lower extremity specialist, Dr. Steeby. ORIF surgery scheduled 6/13/22 and he will be non-weight bearing for 12 weeks.

### **Periods of Disability**

6/8/22 to Present

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

Reserves reflect 20% PPD to foot.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

I will monitor his medical recovery and strive for early RTW when he is released to same. When he is deemed to be at maximum medical improvement, I will request a disability rating, negotiate a settlement of all outstanding issues, obtain Division approval and close file.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Newton  
**Claim No.:** 22790184  
**Employee Age:** 39  
**AWW:** \$1263.90  
**Attorney:** Employee - NA  
**Adjuster:** Gene Miller

**Date of Injury:** 4/12/22  
**Job Description:** Fireman/EMT  
**Updated:** 6/3/22  
**TTD Rate:** \$737.00  
**Attorney:** Employer - NA

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$15,000.00</b>	<b>\$8,000.00</b>	<b>\$2,500.00</b>	<b>\$25,500.00</b>
<b>Amount Paid</b>	<b>\$1,036.74</b>	<b>\$737.00</b>	<b>\$107.45</b>	<b>\$1,881.19</b>
<b>Outstanding</b>	<b>\$13,963.26</b>	<b>\$7,263.00</b>	<b>\$2,392.55</b>	<b>\$23,618.81</b>

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

Claimant was exiting fire truck when wind caught the door and jerked his left shoulder.

### **Investigation/Compensability**

Accident was witnessed, injury promptly reported and accepted as compensable.

### **Medical Management**

He went to the company doctor the following day. MRI ordered but was inconclusive. Symptoms remained and referred to ortho Dr. Do who administered a cortisone injection and ordered physical therapy. He returned to regular duty 5/4/22.

### **Periods of Disability**

4/26/22 to 5/3/22

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

Reserves reflect 2% PPD to left shoulder

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

Return to work already achieved and we are currently monitoring his medical recovery until Dr. Do releases him from care. At that time, we will request a disability rating and upon its receipt extend a settlement offer to settle the balance of his claim. When we reach an agreement, the Division will need to approve the settlement and then the file can be closed.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Great Bend  
**Claim No.:** 22790276  
**Employee Age:** 37  
**AWW:** \$1,365.53  
**Attorney:** Employee - NA  
**Adjuster:** Gene Miller

**Date of Injury:** 6/2/22  
**Job Description:** Fire Captain  
**Updated:** 6/14/22  
**TTD Rate:** \$737.00  
**Attorney:** Employer - NA

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$5,000.00</b>	<b>\$20,000.00</b>	<b>\$1,500.00</b>	<b>\$26,500.00</b>
<b>Amount Paid</b>	<b>\$30.68</b>	<b>\$526.43</b>	<b>\$0.00</b>	<b>\$557.11</b>
<b>Outstanding</b>	<b>\$4,969.32</b>	<b>\$19,473.57</b>	<b>\$1,500.00</b>	<b>\$25,942.89</b>

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

Claimant was assisting in moving an unresponsive obese patient to their cot to transport to hospital. He was on his knees and when he lifted her, he felt a pain in his low back which progressively got worse during the day.

### **Investigation/Compensability**

Injury reported the same day, accident witnessed, and medical treatment sought same day.  
Injury accepted as compensable.

### **Medical Management**

He received medical treatment at SRMP Occupational Clinic and after x-rays was diagnosed with lumbago with sciatic. He was given medication, script for PT and placed on modified duty. City did not accommodate.

### **Periods of Disability**

6/3/22 to 6/14/22

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

Reserves reflect 5% PPD to body

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

He was released to unrestricted work on 6/14/22 but given a script for physical therapy. We will monitor his medical recovery but there may not be any additional doctor's appointments. When medical treatment is over, we will check with the doctor regarding permanent disability and handle accordingly.

## CLAIM SUMMARY-RESERVE ADVISORY

**Employer:** City of Atchison  
**Claim No.:** 22790195  
**Employee Age:** 49  
**AWW:** \$1,119.26  
**Attorney:** Employee - NA  
**Adjuster:** Gene Miller

**Date of Injury:** 4/17/22  
**Job Description:** Fire Captain  
**Updated:** 6/3/22  
**TTD Rate:** \$737.00  
**Attorney:** Employer - NA

	Medical	Indemnity	Expense	Total
<b>Reserves</b>	<b>\$30,000.00</b>	<b>\$27,000.00</b>	<b>\$4,000.00</b>	<b>\$61,000.00</b>
<b>Amount Paid</b>	<b>\$879.51</b>	<b>\$0.00</b>	<b>\$14.07</b>	<b>\$893.58</b>
<b>Outstanding</b>	<b>\$29,120.49</b>	<b>\$27,000.00</b>	<b>\$3,985.93</b>	<b>\$60,106.42</b>

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

Claimant was at structural house fire when the building began to fall. He ran from the structure over uneven ground and twisted his left knee.

### **Investigation/Compensability**

The injury was promptly reported, witnessed by co-workers and medical attention sought same day. Injury accepted as compensable.

### **Medical Management**

He was seen in the emergency room, MRI completed which revealed medial meniscus tear at the root ligament and referred to ortho Dr. Duncan. Surgery recommended and approved for 6/10/22. He continues to work modified duty.

### **Periods of Disability**

No lost time to date.

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

Reserves reflect 15% PPD to left knee.

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action:**

The city advised they will have modified duty when the doctor releases him to same. We will monitor his medical recovery by following up after every doctor's appointment until he is released from care. Then we will request a disability rating, negotiate a settlement of all outstanding issues, obtain Division approval, and close the file.

## CLAIM SUMMARY

**Employer:** Independence CC  
**Claim No.:** 19784137  
**Employee Age:** 59  
**AWW:** \$1139.11  
**Attorney:** Employee - William Phalen  
**Adjuster:** Gene Miller

**Date of Injury:** 7/8/19  
**Job Description:** Clerical  
**Updated:** 6/2/22  
**TTD Rate:** \$666.00  
**Attorney:** Employer - Ron Laskowski

	Medical	Indemnity	Expense	Total
Reserves	\$0.00	\$0.00	\$0.00	\$0.00
Amount Paid	\$8,300.00	\$0.00	\$7,432.50	\$15,827.00
Outstanding	\$0.00	\$0.00	\$0.00	\$0.00

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

Claimant was walking from her office to the restroom when she fell in the hallway suffering injuries to her face and head.

### **Investigation/Compensability**

The accident was unwitnessed. The claimant had told co-workers that she didn't know why she fell. She was not carrying anything and no defect in the floor. We denied compensability.

### **Medical Management**

She was taken by ambulance to Labette emergency room and then to Mercy Hospital in Joplin by air ambulance. She was diagnosed as having traumatic subdural hemorrhage without loss of consciousness as well as broken front teeth and facial lacerations.

### **Periods of Disability**

NA

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

No ratings obtained or presented.

### **Subrogation/Other Issues**

She had also been diagnosed with cancer which had metastasized to her liver. She passed away 8/31/19 from this condition.

Under the case of Johnson vs Stormont Vail, neutral risks such as unexplained falls that have a particular employment character are compensable absent evidence to prove the accident resulted from a personal risk to the employee or from an idiopathic cause.

### **Plan of Action:**

Her husband retained an attorney due to medical bills which were in excess of \$150,000.00. Our attorney reviewed the medical records with Dr. Fevurly and the doctor opinioned that because claimant did nothing to brace herself from the fall, she must have been unconscious when she faced planted on the floor. With that medical opinion we were able to negotiate a complete settlement of all outstanding issues for \$7,500.00. The settlement was approved by the Division on 5/16/22.

## CLAIM SUMMARY - RECOVERY

**Employer:** City of Lecompton  
**Claim No.:** 19789055  
**Employee Age:** 57  
**AWW:** \$255.50  
**Attorney:** Employee - Roger  
Fincher Adjuster: Gene Miller

**Date of Injury:** 9/9/19  
**Job Description:** Public Works  
**Updated:** 6/9/22  
**TTD Rate:** \$170.42  
**Attorney:** Employer - Ron Laskowski

	Medical	Indemnity	Expense	Total
Reserves	\$0.00	\$0.00	\$0.00	\$0.00
Amount Paid	\$31,670.54	\$16,971.98	\$16,139.69	\$64,782.21
Recovery	\$31,670.54	\$0.00	\$0.00	\$31,670.54

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

Claimant alleged breathing of sewage fumes caused him to develop pneumonia, complex pleural effusion, empyema, and severe entrapment on left lung.

### **Investigation/Compensability**

Injury was reported timely and claimant's activities around sewage lagoon confirmed. Claimant had worked around the sewage lagoon in the past doing maintenance and mowing and was working with his supervisor during the time of his exposure, thus claim was denied.

### **Medical Management**

He was hospitalized at Lawrence Memorial Hospital and treated by pulmonologist Dr. Miller. Dr. Miller advised his condition was life-threatening and obtained approval for surgery while we continued to question compensability.

### **Periods of Disability**

9/16/19 to 1/26/20

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

No ratings were presented or obtained. We estimated 10% BAW with work disability exposure.

### **Subrogation/Other Issues**

Contribution from many years of smoking cigarettes and marijuana expected.

Potential future medical exposure.

### **Plan of Action:**

We obtained a medical report from Dr. Fevurly who opined the claimant's pulmonary condition was not related to his work exposure. The judge agreed with Dr. Fevurly's opinion on a preliminary basis. Claimant attorney appealed, obtained his own medical opinion that related his condition to the sewage lagoon exposure. Claimant's attorney also indicated if we were successful in denying the work comp case, he would pursue a liability case against the city for failure to provide safety equipment. While the case was in this posture, we settled it on a non-industrial basis with a General Release, which required a voluntary resignation and not pursuing their appeal for \$14,000.00. Since the case was in a non-compensable position, we were able to request reimbursement from the State's Second Injury Fund for our medical payments. We recovered \$31,670.54.



## CLAIM SUMMARY-SETTLEMENT

**Employer:** City of Bonner Springs  
**Claim No.:** 21790452  
**Employee Age:** 61  
**AWW:** \$1016.88  
**Attorneys:** Employee - NA  
**Adjuster:** Gene Miller

**Date of Injury** 08/28/2021  
**Job Description:** Public Works  
**Updated:** 06/17/2022  
**TTD Rate** \$677.92  
**Employer** -NA

	Medical	Indemnity	Expense	Total
Reserves	\$50,000.00	\$28,000.00	\$6,000.00	\$84,000.00
Amount Paid	\$31,992.48	\$3,389.60	\$3,999.53	\$39,381.61
Outstanding	\$18,007.52	\$24,640.40	\$2,000.47	\$44,618.39

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

Claimant was pulling a trash bag out of a barrel with his right arm and his shoulder popped and he had pain.

### **Investigation/Compensability**

He was in the course and scope of his employment, witnessed by coworker, reported promptly and accepted as compensable.

### **Medical Management**

He was sent to KU MedWest and received conservative treatment to include physical therapy. No improvement so MRI ordered which revealed torn rotator cuff and biceps tendon tear. He was referred to ortho Dr. Stechschulte made a surgical repair on 10/18/21.

### **Periods of Disability**

10/18/21 to 11/21/21.

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

Dr Stechschulte assigned 14% right shoulder

( Shoulder 225 wks -5 wks tt pd = 220 wks available for pp x 14% = 30.8 wks pp x \$677.92 = \$20,879.94)

### **Subrogation/Other Issues**

No source for subrogation or contribution.

### **Plan of Action**

I am requesting up to \$25,000 to settle all aspects of this claim. Dr Stechschulte indicated that no additional medical treatment anticipated but due to claimant's age, I may need a little more than rating only authority to settle this claim.

Insurance Department

STATE OF KANSAS

Check Date: 03/23/2022

Vendor Number: 0000517733

Check No: 2005751755

Voucher ID

Invoice Number

Invoice Date

Paid Amount

V2223081

CITY OF LECOMP

03/21/2022

31,670.54

R 57140.

Questions? Telephone your state agency contact or, if unknown (785) 291-3800

Total  
Paid Amount

-----  
\$1,670.54

THIS BAG OF THIS WARRANT CONTAINS A SECURITY MARK. DO NOT ACCEPT WITHOUT INSPECTING AND VERIFYING A SECURITY MARK.

SMART

STATE OF KANSAS

2005751755

Department of Administration  
To the Treasurer of State: Topeka, Kansas

Date: 03/23/2022

Pay Amount

\$ 31,670.54

VALID FOR AMOUNT ONLY

• "Thirty One thousand Six hundred Seventy dollars and 54 cents"

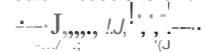
Pay to the KANSAS MUNICIPAL INSURANCE TRUST

Order of 2250 N ROCK ROAD STE 118 PMB 302

Bus Unit  
33100

Cash Immediately\* Void One Year From Date of Issue

Director Accounts and Reports

  
State Treasurer

⑈ 2005751755⑈ ⑆ 1011011541⑆ 999⑈ 911⑈

CITY OF GARDEN PLAIN • P.O. BOX 336 • GARDEN PLAIN, KANSAS 67050  
 CHECK NO: 041685 41685  
 VENDOR: 9999999999 KS MUN INSURANCE TRU  
 GL ACCT # INVOICE NUMBER  
 REFERENCE #  
 22790102- [REDACTED] 10-00-2096 RESTITUTION 797.27

TOTAL: \*\*\*\*\*797.27



**CITY OF GARDEN PLAIN**  
 505 N. MAIN  
 P.O. BOX 336  
 GARDEN PLAIN, KANSAS 67050  
 (316) 531-2321

GARDEN PLAIN STATE BANK  
 WICHITA, KANSAS/GARDEN PLAIN, KANSAS

041685

CHECK # 41685  
 DATE 6/03/22  
 AMOUNT \*\*\*\*\*797.27

SEVEN HUNDRED NINETY SEVEN AND 27/100 DOLLARS

PAY  
 TO THE  
 ORDER  
 OF

KS MUN INSURANCE TRUST  
 PO BOX 26721

OVERLAND PARK, KS 66225

22790102-

041685 1011014131 00 026 4

*Kevin R. Hammond* MP  
 MAYOR  
*Kimberly C. McGormick* MP  
 CLERK  
*Kevin M. Haulz* MP  
 TREASURER

**CLAIM SUMMARY-**  
**RECOVERY**

**Employer: City of Leoti**

**Claim No.: 2007033742**

**Employee Age: 63**

**AWW: \$764.96**

**Attorney: Employee - Dennis**

**Horner Adjuster: Gene Miller**

**Date of Injury: 10/6/07**

**Job Description: Street**

**Dept Updated: 6/2/22**

**TTD Rate: \$510.000**

**Attorney: Employer - Ron Laskowski**

	Medical	Indemnity	Expense	Total
Reserves	\$0.00	\$0.00	\$0.00	\$0.00
Amount Paid	\$32,973.35	\$10,710.00	\$21,640.35	\$63,755.08
Recovery	32,973.35	\$10,710.00	\$0.00	\$43,683.35

**Accident Description/Nature of Injury:**

Tree limb fell, striking claimant on head. Also injured are back and left knee.

**Investigation/Compensability**

Injury was accepted as compensable.

**Medical Management**

Dr. Henry was the authorized doctor. Dr. Stechschulte provided IME opinion that not all of his complaints were related to his work injury.

**Periods of Disability**

10/6/07 to 3/5/08

**Permanent Partial Impairment/Permanent Disability**

No ratings obtained or presented. Claimant's attorney demanded \$20,000.00 and we had offered \$5,000.00.

**Subrogation/Other Issues**

No source for subrogation or contribution.

**Plan of Action:**

Defense attorney was switched to Ron Laskowski in 2020. Mr. Laskowski reviewed the file and noted that claimant's attorney had failed to file for an extension of time, as a Regular Hearing must be held within 5 years of the accident date. Motion to Dismiss was filed and granted February 2022 and we requested from the State's Second Injury Fund a reimbursement of Medical and Indemnity payments made. Recovery check from the State for \$43,683.35 is attached.

THE BACK OF THIS WARRANT

SMART

STATE OF KANSAS

Department of Administration  
To the Treasurer of State: Topeka, Kansas

2005756643  
Date: 03/29/2022

Pay Amount  
\$ 43,683.35

VALID FOR AMOUNT ONLY

... Forty Three thousand Six hundred Eighty Three dollars and 35 cents...

Pay to the Order of KANSAS MUNICIPAL INSURANCE TRUST  
2250 N ROCK ROAD, STE 100 PMB 302

Bus Unit 33100

Cash Immediately - Void One Year From Date of Issue

Dirac, Counts and Reports  
Treasurer

11-2005756643-0000517733-9'

Insurance Department

STATE OF KANSAS

Check Date: 03/29/2022 Vendor Number: 0000517733 Check No: 2005756643

Voucher ID	Invoice Number	Invoice Date	Paid Amount
V2223103	[REDACTED]	03/25/2022	43,683.35

R 57142: CITY OF LEOTI

Questions? Telephone your state agency contact or, if unknown (785) 291-3800

Total  
Paid Amount \$43,683.35





<b>Tristar Risk Management.</b>	<b>Vendor</b>	<b>Vendor ID</b>	<b>Payment Number</b>	<b>Date</b>	<b>Check Number</b>
	Kansas Municipal Insurance Tru	KANSAS MUNICI	0156497	04/13/2022	065652

<b>Voucher Number</b>	<b>Invoice Number</b>	<b>Invoice Date</b>	<b>Outstanding Amt</b>	<b>Net Paid Amt</b>	<b>Discount Taken</b>	<b>Write Off</b>	<b>Net Check Amt</b>
34242	REFUND 0422	04/11/2022	2,967.69	2,967.69	0.00	0.00	2,967.69

<b>TOTALS:</b>	2,967.69	2,967.69	0.00	0.00	2,967.69
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THIS DOCUMENT WAS PRINTED ON PAPER CONTAINING ULTRAVIOLET FIBERS AND A TRUE WATERMARK

**Tristar Risk Management.**

100 Oceangate, Suite 840  
Long Beach, CA 90802

**Citizens Business Bank**  
**South Bay Commercial Banking Center**  
970 West 190th Street, Suite 120  
Torrance, CA 90502

90-3414/1222

<b>DATE</b>	<b>CHECK NO.</b>
<b>Apr 13, 2022</b>	<b>065652</b>
Void after 120 days	

2,967.69

Pay Two Thousand Nine Hundred Sixty Seven Dollars and 69 Cents  
to the Order of:

**Kansas Municipal Insurance Trust**

7450 W 130th Street, Suite 180  
Attn: Gene Miller  
Overland Park, KS 66213

HEAT GLANCE  
SECURITY SPOT

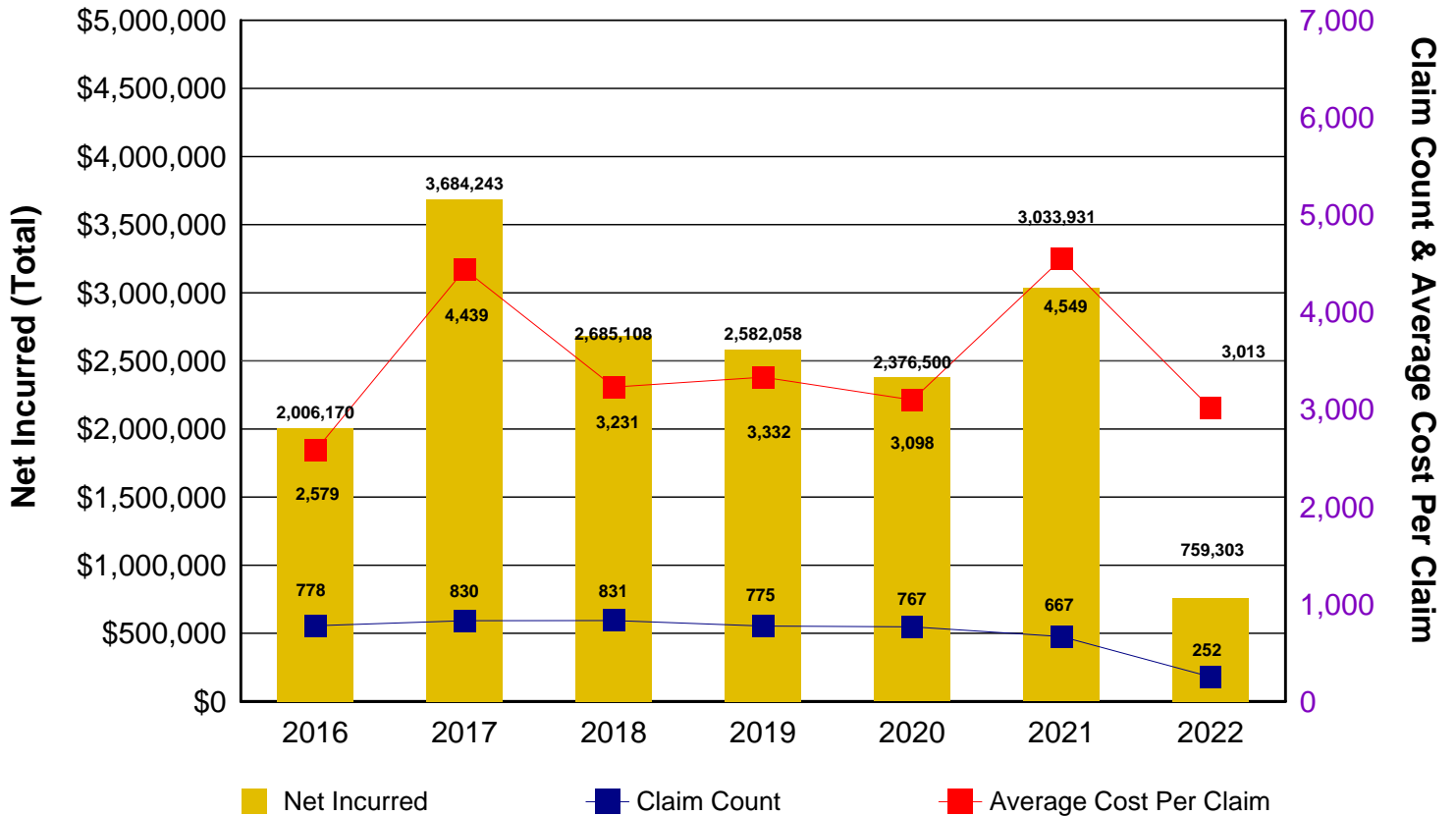
PRESS OR RUB WITH FINGER.  
IF PINK COLORED SPOT DISAPPEARS,  
THIS DOCUMENT IS AUTHENTIC.

*Gene Miller*  
*[Signature]* MP  
Two signatures required on amounts \$2500 and over

⑈065652⑈ ⑆122234149⑆ 047035566⑈

Kansas Municipal Insurance Trust  
Claim Analysis by Year  
Policy Years: 2016 through 2022  
Valued as of 06/01/2022

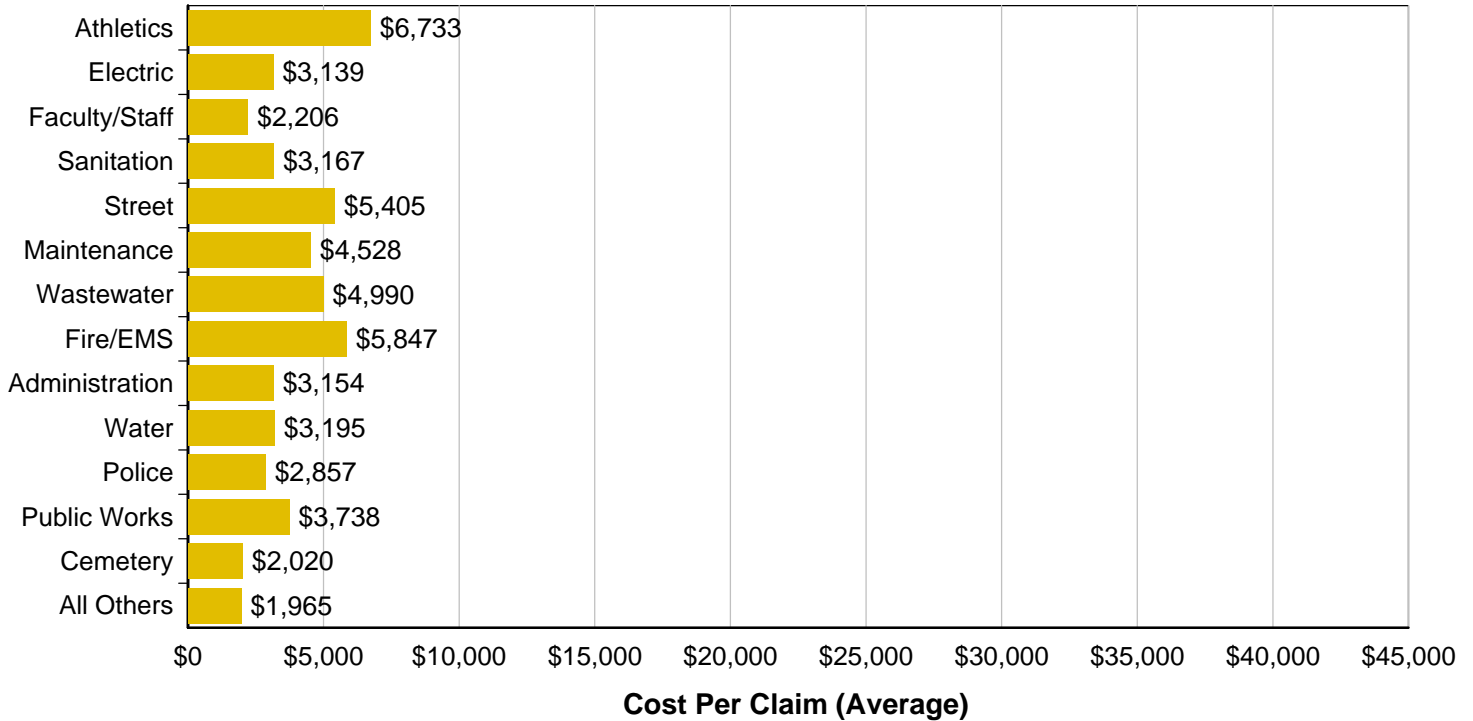
## Severity & Frequency By Year



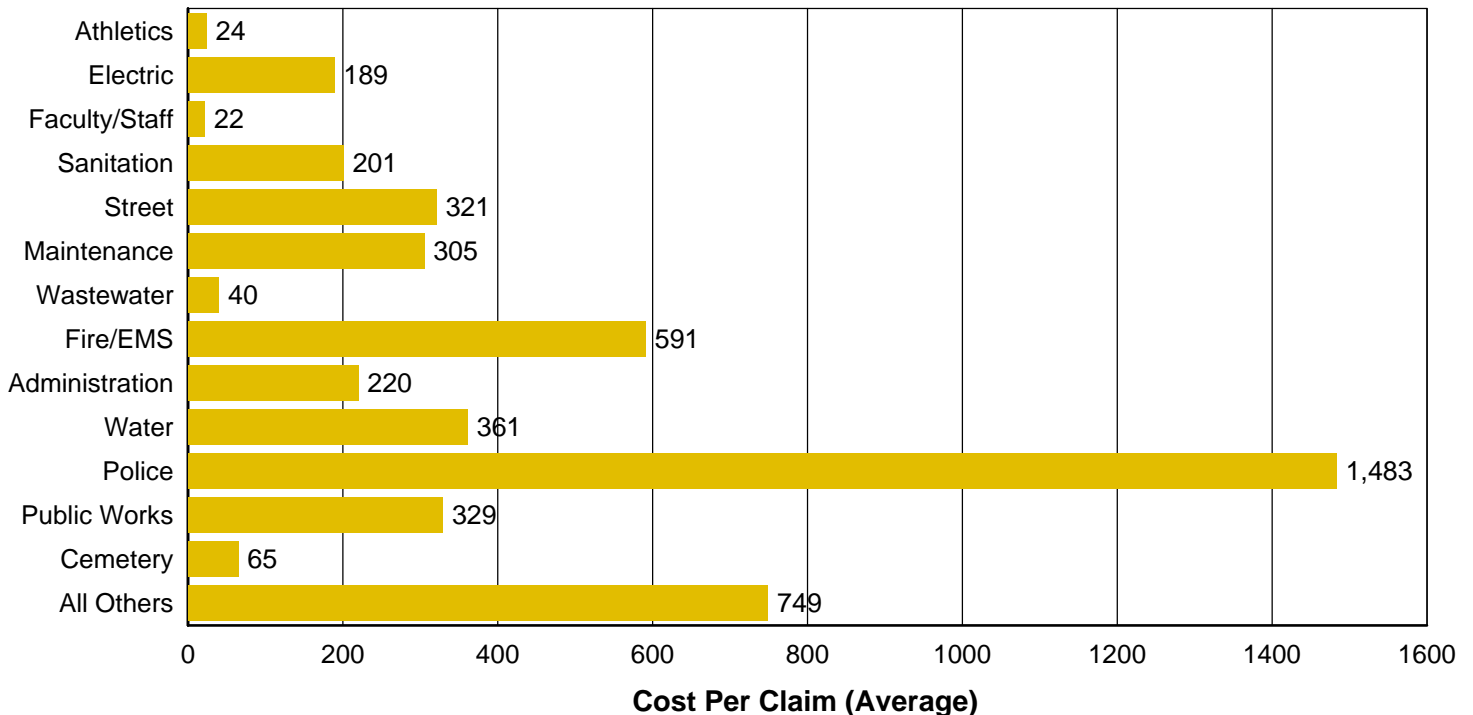




## Average Severity Per Claim By Department



## Average Frequency Per Year By Department

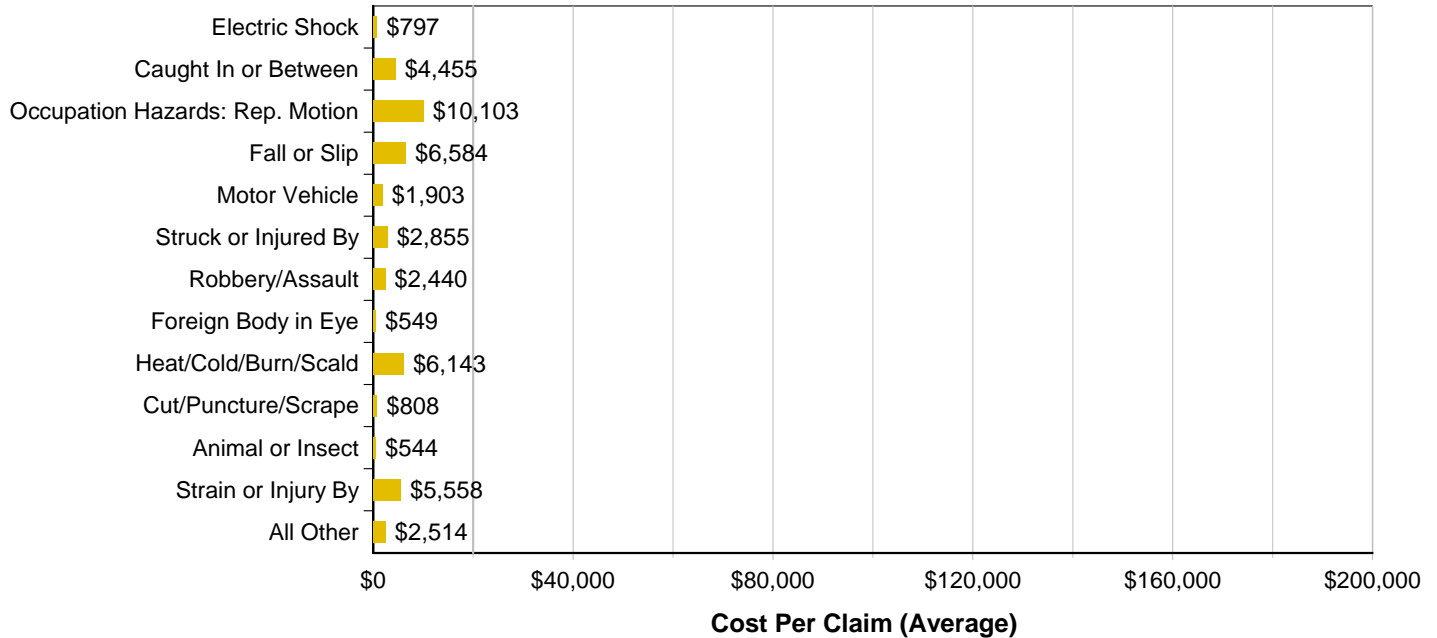




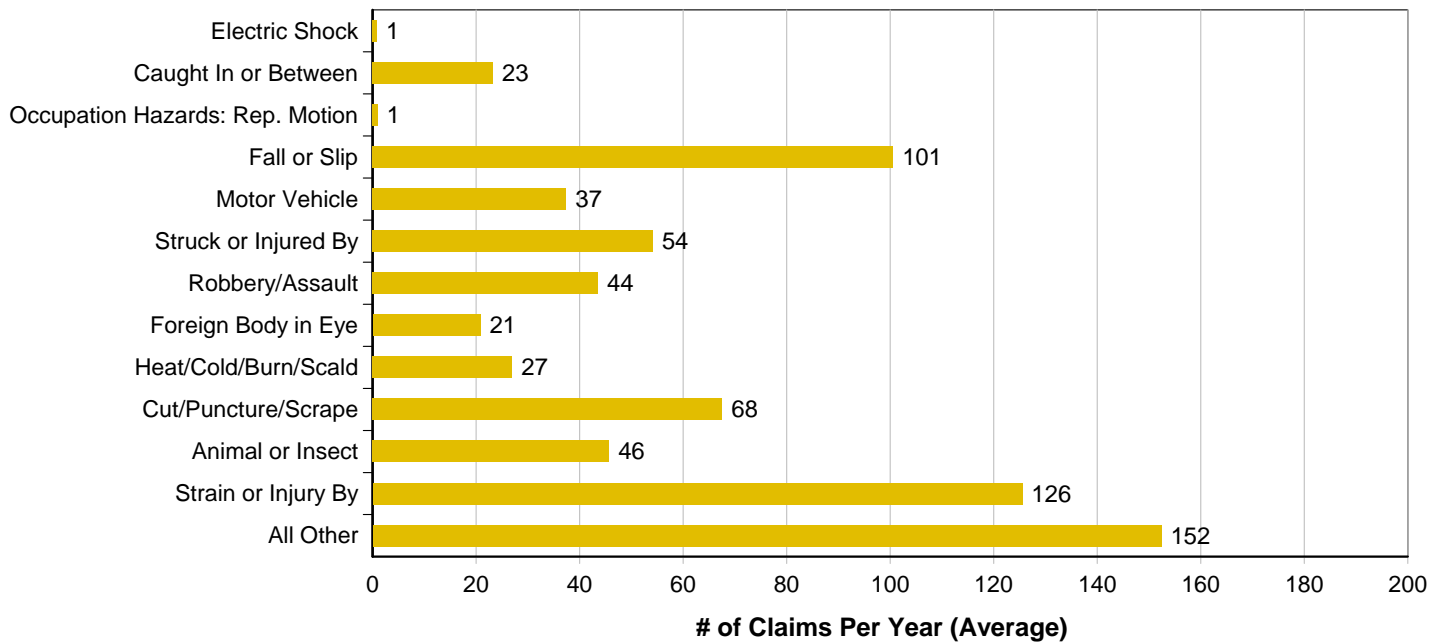
**Kansas Municipal Insurance Trust  
Claim Analysis by Accident Type  
Policy Years: 2016 through 2022  
Valued as of 06/01/2022**



## Average Severity Per Claim By Accident Type



## Average Frequency Per Year By Accident Type



**KMIT Loss Control: Large Loss Analysis**  
**Accident Date Range: 01/01/2016 to 05/31/2022**  
**Valued As Of 06/01/2022**

Claims \$100,000 or Greater								
Rank	Policy Year	Claim Number	Accident Date	Claim Status	City/College	Department	Accident Type	Claim Cost
01	2021	21790560	10/15/2021	Open	Baxter Springs	Fire	Burn/Scald	\$835,000
02	2017	2017076725	05/26/2017	Open	Osawatomie	Street	Striking Against/Stepping On	\$636,652
03	2017	2017076443	05/02/2017	Open	Fort Scott	Police	Occupational Hazard	\$360,000
04	2017	17701681	12/21/2017	Open	Arkansas City	Maintenance	Caught In or Between	\$343,069
05	2017	17700057	12/06/2017	Closed	Wellsville	Police	Fall or Slip	\$323,040
06	2018	18702074	01/01/2018	Closed	Wamego	Fire	Fall or Slip	\$285,881
07	2021	21790529	10/05/2021	Open	Girard	Fire	Fall or Slip	\$200,000
08	2018	18732809	07/31/2018	Re-Open	Wellington	Park	Strain or Injury By	\$174,000
09	2018	18750143	12/11/2018	Closed	Parsons	Fire	Struck or Injured By	\$161,136
10	2016	2016073786	04/29/2016	Closed	Atchison	Public Works	Strain or Injury By	\$156,343
11	2016	2016074973	10/11/2016	Closed	Eudora	Water	Fall or Slip	\$143,786
12	2019	19798111	11/11/2019	Open	Baldwin City	Police	Fall or Slip	\$140,000
13	2017	2017076629	05/24/2017	Closed	Bonner Springs	Police	Occupational Hazard	\$137,943
14	2018	18714294	03/27/2018	Closed	Halstead	Maintenance	Fall or Slip	\$126,395
15	2019	19770864	05/14/2019	Closed	Parsons	Sanitation	Fall or Slip	\$120,801
16	2021	21790573	10/25/2021	Open	Fort Scott	Parks	Fall or Slip	\$111,000
17	2019	19788370	09/10/2019	Open	Highland Community	Athletics	Fall or Slip	\$110,750
18	2020	20790686	11/03/2020	Open	Wakeeney	Police	Strain or Injury By	\$110,500
19	2020	20790543	08/21/2020	Open	Parsons	Animal Control	Fall or Slip	\$108,500
20	2016	2016072899	01/07/2016	Closed	La Cygne	Street	Strain or Injury By	\$105,286
21	2021	21790312	06/22/2021	Open	Girard	Public Works	Strain or Injury By	\$102,000
22	2018	18735622	07/31/2018	Closed	Stafford	Water	Fall or Slip	\$101,272
23	2016	2016074632	08/24/2016	Open	Girard	Electric	Strain or Injury By	\$101,043
<b>Totals - Claims \$100,000 or Greater</b>							<b>(23 Claims)</b>	<b>\$4,994,396</b>
							<b>Average:</b>	<b>\$217,148</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	David Dillner	El Dorado <sup>2</sup>	City Manager	N/A	Oct-14	Oct-16	Oct-18			Oct-20
1	<b>Kristi Carrithers</b>	Valley Center	City Clerk	N/A	Oct-20	Oct-22	Oct-24		Oct-26	Oct-13
2	Sasha Stiles	Andover	City Administrator	N/A	Oct-07	Oct-09	Oct-11			Mar-15
2	Kathy Axelson	Rose Hill	City Administrator	N/A	Oct-13					Oct-21
2	Randy Frazer	Arkansas City <sup>3</sup>	City Manager	May-14	Oct-14 <sup>1</sup>	Oct-15	Oct-17	Oct-19		Retiring Aug-22
2	<b>Shane Shields</b>	Wellington	City Manager	N/A	Oct-21					Oct-29
2	<b>VACANT</b>	as of 8/1/22			Oct-22 <sup>1</sup>	Oct-23	Oct-25	Oct-27		Mar-12
3	Daron Hall	Ulysses	City Administrator	Jun-09	Oct-09 <sup>1</sup>	Oct-10				Oct-18
3	Tim Hardy	Elkhart	City Administrator	Jun-11	Oct-12	Oct-14	Oct-16			Oct-20
3	Andrew Finzen	Goodland	City Manager	N/A	Oct-18					Jun-21
3	Nick Hernandez	Dodge City	City Manager	N/A	Oct-20					Oct-13
3	<b>Michael Ort</b>	Jetmore	City Administrator	N/A	Oct-21 <sup>1</sup>	Oct-22	Oct-24	Oct-26	Oct-28	May-15
4	Bobby Busch	Neodesha	City Clerk	N/A	Oct-07	Oct-09	Oct-11			Sep-20
4	Tim Vandall	Ellsworth	City Administrator	N/A	Oct-13					Feb-22
4	Janie Cox	Haysville	City Clerk	N/A	Oct-15	Oct-17	Oct-19			
4	Daniela Rivas	Columbus	City Administrator	N/A	Oct-20	Oct-21				
4	<b>Ron Marsh</b>	Abilene	City Manager	Feb-22	Oct-22 <sup>1</sup>	Oct-23	Oct-25	Oct-27	Oct-29	Apr-11
5	Sharon Brown	Clay Center	Mayor	N/A	Oct-06 <sup>1</sup>	Oct-07	Oct-09			Oct-17
5	Debbie Price	Marysville	City Clerk	Apr-10	Oct-11	Oct-13	Oct-15			Dec-21
5	Greg DuMars	Lindsborg	City Administrator	NA	Oct-17	Oct-19	Oct-21			
5	<b>Anthony Swartzendruber</b>	Harvey Co	County Admin.	Jan-22	Oct-22 <sup>1</sup>	Oct-22	Oct-26	Oct-26	Oct-28	Dec-10
6	Steve Archer	Arkansas City	City Manager	Apr-06	Oct-06	Oct-08	Oct-10			Aug-14
6	Debra Mootz	Roeland Park	City Clerk/DOF	Dec-10	Oct-11 <sup>1</sup>	Oct-12				Oct-16
6	Nathan McCommon	Tonganoxie	City Manager	N/A	Oct-14					May-18
6	Mike Webb	Edwardsville	City Manager	N/A	Oct-16					
6	<b>Jonathan Mitchell</b>	Hoisington	City Manager	N/A	Oct-18	Oct-20	Oct-22		Oct-24	Oct-14
7	Larry Paine	Hillsboro	City Administrator	N/A	Oct-07 <sup>1</sup>	Oct-08	Oct-10	Oct-12		Jun-18
7	Kerry Rozman	Clay Center	City Clerk	N/A	Oct-14	Oct-16				
7	<b>Hardy Howard</b>	WaKeeney	City Administrator	N/A	Oct-18	Oct-20	Oct-22		Oct-24	Oct-11
8	Toby Dougherty	Hays	City Manager	Jun-07	Oct-07 <sup>1</sup>	Oct-08	Oct-10			Oct-18
8	Keith Schlaegel	Stockton	City Manager	N/A	Oct-11 <sup>1</sup>	Oct-12	Oct-14	Oct-16		
8	<b>Kelly McElroy</b>	Newton	City Manager	N/A	Oct-18	Oct-20	Oct-22		Oct-24	Oct-11
9	Lana McPherson	De Soto	City Clerk	N/A	Oct-04 <sup>1</sup>	Oct-05	Oct-07	Oct-09		Apr-13
9	Claudia Smith	Bonner Spgs	Mayor	N/A	Oct-11					Aug-14
9	Fred Gress	Parsons	City Manager	Apr-13	Oct-13					Oct-21
9	Ty Lasher	Bel Aire	City Manager	N/A	Oct-14 <sup>1</sup>	Oct-15	Oct-17	Oct-19		Oct-27
9	<b>Stacie Eichem</b>	Wamego	City Manager	N/A	Oct-21	Oct-23	Oct-25		Oct-27	Apr-14
10	Doug Gerber	Goodland	City Manager	Oct-09	Oct-11	Oct-13				Jan-15
10	Megan Fry	Pittsburg	HR Director	Mar-14	Oct-14 <sup>1</sup>					Mar-16
10	Jay Byers	Pittsburg	Assist. City Mgr.	Mar-15	Oct-15					Sep-18
10	Carey Simons	Pittsburg	Rec Dept	Mar-16	Oct-17	Oct-17				Jun-21
10	Deb Needleman	Fort Scott	HRD	N/A	Oct-18	Oct-20				
10	<b>Jeff Morris</b>	Coffeyville CC	VP/Finance & Operations	N/A	Oct-21	Oct-23	Oct-25		Oct-27	Dec-12
11	Mac Manning	Peabody	City Adm/Clerk	Oct-09	Oct-11					Apr-15
11	Michelle Stegman	Garden City	HR Director	Jan-13	Oct-13					Oct-19
11	Michael Reagel	Garden City	Police Captain	May-15	Oct-15	Oct-17				
11	<b>Barack Matite</b>	Eudora	City Manager	N/A	Oct-19	Oct-21	Oct-23		Oct-25	Oct-21
Ex	Jeff Morris	Coffeyville CC	VP/Finance & Operations	Oct-18 <sup>4</sup>	Dec-20	NA	NA			

<sup>1</sup> First elected to a one-year term

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

<sup>3</sup> First elected to the Board while in Moundridge; moved on to Ark City in May 2020

<sup>4</sup> Appointed to Ex-Officio position in October 2018; to run until December 2020

8 spots

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



# KANSAS MUNICIPAL INSURANCE TRUST

## Board of Trustees Minutes from February 25, 2022

### Community Building, Valley Center, KS

*Approved in Hoisington, May 6, 2022*

**Meeting Convened.** Friday, February 25, 2022. Called to order by President Hardy Howard at 9:00 A.M.

**Absences/Quorum Declaration.** Howard declared a quorum present. *Board Members Absent:* Michael Ort (Jetmore).

**Meeting Attendees.** *Board Members Present:* President Howard (WaKeeney), Vice President Jonathan Mitchell (Hoisington), Treasurer Kelly McElroy (Newton), Jeff Morris (Coffeyville Community College), Kristi Carrithers (Valley Center), Stacie Eichem (Wamego), Shane Shields (Wellington), Anthony Swartzendruber (Harvey County), Barack Matite (Eudora), and *Incoming Trustee* Ron Marsh (Abilene). *Staff:* Jess Cornejo (CORnerstone), Barbie Kifer (CORnerstone), Jenna DeRoo (CORnerstone), Gene Miller (CIS), and Don Osenbaugh (KMIT Pool Administrator). *Guests:* John Burrows (CIS), Jerry Smades (JaDe Consulting), Dorothy Reviere (Bardavon), Kenneth Krings (Bardavon), and Julie Davis (Bardavon).

**Minutes Approval.** The minutes from the December 10, 2021 (IMA, Wichita) meeting were unanimously approved as written, following a motion by Mitchell and a second by Morris.

**Appointment of Ron Marsh as Trustee.** President Howard appointed Ron Marsh (Abilene City Manager) to the term recently vacated by Daniela Rivas. Marsh will stand for a one-year-term election in October.

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

1. November 30, 2021 Financials
2. December 31, 2021 Financials
3. January 31, 2022 Financials
4. Fourth Quarter (12/31) 2021 KID Report (Unaudited)
5. January 31, 2022 Cash/Investments Summary (Osenbaugh)

Approved unanimously, following a motion by Morris; second by McElroy.

**Claims and Settlements.** Miller presented the following claims for settlement authority and reserve advisory:

1. 197981111 (Baldwin City). Settlement authority of \$50,000 requested. Motion by Carrithers; seconded by Mitchell. Unanimously approved.
2. 21790019 (Highland Community College). Reserve advisory.
3. 21790556 (Wellington). Reserve advisory.
4. 20790562 (Newton). Reserve advisory.
5. 20790470 (Dodge City). Reserve advisory.
6. 21790457 (Coffeyville Community College). Reserve advisory.
7. 21790627 (Garden City). Reserve advisory.
8. 21790635 (Arkansas City). Reserve advisory.

9. 21790438 (Clearwater). Reserve advisory.
10. 21790555 (Independence). Reserve advisory.
11. 21790620 (Elkhart). Reserve advisory.

Miller also briefly commented on a subrogation receivable.

**Bardavon Review/Update.** Guests from Bardavon gave a full presentation and answered questions.

**Annual History Financial Performance Review.** Cornejo made this annual presentation.

**Annual Marketing Review.** Osenbaugh gave his annual presentation.

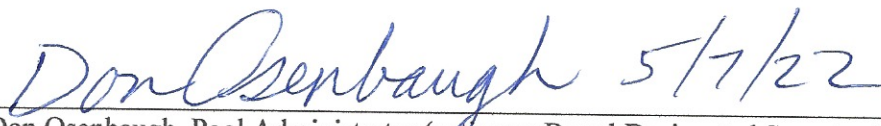
**KAHP Update.** Osenbaugh gave a brief report. The primary KMIT effort is in marketing and getting the word out.

**New Members.** Atchison returned to KMIT on 12/31/21 and Harvey County joined KMIT on 12/31/21

**Risk Control Update.** Cornejo reviewed the risk control material on behalf of Rhodes.

**Osenbaugh Contract Extension:** The Board met in closed session for about an hour, with Osenbaugh being present part of the time. Following the closed session, the Board voted unanimously to amend and extend the current Pool Administrator contract. The revised agreement expires 12/31/23, and the contract amount for 2022 was revised to \$12,500 per month.

**Adjournment.** The meeting was unanimously adjourned at 12:31 P.M., following a motion by Mitchell and a second by Carrithers.

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



## MILLIMAN CLIENT REPORT

### Kansas Municipal Insurance Trust

#### Actuarial Analysis of Funding and Unpaid Claim Liabilities

As of December 31, 2021

Prepared for: Mr. Don Osenbaugh  
Pool Administrator

April 26, 2022

Mindy M. Steichen, FCAS, MAAA  
Principal and Consulting Actuary



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## Introduction

Milliman, Inc. (Milliman) has been retained by the Kansas Municipal Insurance Trust (“KMIT” or the “Trust”) to conduct an actuarial analysis to:

- Estimate the unpaid claim liabilities as of December 31, 2021;
- Provide funding estimates for 2022; and
- Provide the above funding estimates on a discounted basis and at various probability levels.

The purpose of our analysis is to assist the Trust in preparing its financial statements. Our analysis is based on data evaluated as of December 31, 2021 and information provided through the date of this report.

The Trust is an interlocal governmental agency formed for the purpose of establishing and administering a group funded workers’ compensation 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 participating members of the League of Kansas Municipalities. In addition to insurance coverage, the program provides risk management services with an emphasis on loss control, claims administration and management information services.

KMIT limits its exposure to loss by purchasing both per occurrence and aggregate excess insurance. A summary of KMIT’s excess insurance program is provided on Exhibit 1.

Our unpaid claim liability estimates are provided on an undiscounted basis with respect to the time value of money. Our funding estimates for the 2022 year are displayed both on an undiscounted and discounted basis. Our estimates are net of insurance recoverables and include defense and cost containment expenses (ALAE), but do not include other claims administration expenses.

There have been no material changes in procedures, methodology or significant assumptions used in deriving our estimates since our last analysis performed as of December 31, 2020.

In this report, we are using the terms “loss” or “unpaid claim liability” to represent the sum of the medical loss, indemnity loss and allocated loss adjustment expense (ALAE) components on each claim, unless otherwise noted. Certain items are not considered, specifically administrative costs and the overhead costs of claims handling (commonly referred to as unallocated loss adjustment expenses or ULAE).

Mindy M. Steichen is a Principal and Consulting Actuary for Milliman. Mindy is a Fellow of the Casualty Actuarial Society and a Member of the American Academy of Actuaries (AAA) and meets the Qualification Standards of the AAA to render the actuarial opinion contained herein.

## Limited Distribution of Results

Milliman's work is prepared solely for the internal business use of KMIT and is not to be distributed to third parties except as otherwise agreed in writing. Milliman does not intend to benefit any third party recipient of its work product, even if Milliman consents to the release of its work product to such third party.

In the event Milliman consents to release its work product, it must be provided in its entirety. Milliman recommends that any third party recipient have its own actuary or other qualified professional review the work product to ensure that the party understands the assumptions and uncertainties inherent in the estimates. No third party recipient of Milliman's work product should rely upon Milliman's work product.

Notwithstanding the above, Milliman consents to the following:

- (a) KMIT may provide a copy of Milliman's work to its accounting auditor ("Auditor") to be used solely for audit purposes. In the event the audit reveals any error or inaccuracy in the data underlying Milliman's work, Milliman requests the Auditor or KMIT notify Milliman as soon as possible.
- (b) KMIT may provide a copy of Milliman's work, in its entirety, to governmental entities, as required by law.

Any reader of this report agrees that they shall not use Milliman's name, trademarks or service marks, or refer to Milliman directly or indirectly in any third party communication without Milliman's prior written consent for each such use, which consent shall be given in Milliman's sole discretion.

## Summary of Results

Our estimates of KMIT's ultimate loss and ALAE are shown by accident year in the table below, along with estimates from our last analysis. In total, our estimates have decreased by approximately \$2.7 million since our last analysis. Favorable experience across most accident years and especially the 2016 through 2021 years, accounts for this decrease.

### KMIT Net Ultimate Loss & ALAE Limited to Aggregate Retentions

Accident Year	Selected @12/31/2	Selected @12/31/2	ifference
1994-1998	\$5,554,443	\$5,554,442	\$1
1999	1,540,262	1,540,262	0
2000	1,604,039	1,604,039	0
2001	1,180,574	1,180,574	0
2002	1,342,318	1,340,826	1,492
2003	1,671,591	1,671,591	0
2004	2,487,635	2,496,051	(8,416)
2005	4,144,599	4,227,151	(82,552)
2006	2,918,694	2,919,510	(816)
2007	3,120,240	3,074,655	45,585
2008	3,667,737	3,687,728	(19,991)
2009	2,246,405	2,264,361	(17,956)
2010	4,540,305	4,524,905	15,40
2011	3,083,937	3,131,922	(47,985)
2012	2,209,574	2,224,060	(14,486)
2013	1,958,107	1,974,218	(16,111)
2014	3,396,325	3,393,177	3,148
2015	2,222,459	2,258,759	(36,300)
2016	2,146,453	2,311,940	(165,487)
2017	4,044,112	4,249,806	(205,694)
2018	3,062,715	3,528,740	(466,025)
2019	3,079,433	3,837,721	(758,288)
2020	3,268,196	4,025,359	(757,163)
2021	4,108,377	4,240,110	(131,733)
<b>Total</b>	<b>\$68,598,530</b>	<b>\$71,261,907</b>	<b>\$(2,663,377)</b>

Unpaid claim liabilities are derived by subtracting loss and ALAE paid to date from the estimated ultimate loss and ALAE. The following table displays our estimates of KMIT's net unpaid claim liabilities as of December 31, 2021:

**KMIT Net Unpaid Claim Liabilities  
As of December 31, 2021**

<b>Accident Year</b>	<b>Case Reserves</b>	<b>IBNR*</b>	<b>Total Unpaid</b>
1994-1998	\$0	\$0	\$0
1999	6,442	(7,010)	(568)
2000	0	0	0
2001	0	0	0
2002	0	0	0
2003	0	0	0
2004	37,737	4,974	42,711
2005	38,116	14,685	52,801
2006	54,197	20,292	74,489
2007	101,432	30,669	132,101
2008	58,295	50,776	109,071
2009	10,898	39,878	50,776
2010	123,410	93,199	216,609
2011	337	84,643	84,980
2012	50,592	76,831	127,423
2013	22,220	91,077	113,297
2014	76,153	130,507	206,660
2015	21,038	157,551	178,589
2016	131,143	151,839	282,982
2017	771,493	345,524	1,117,017
2018	115,499	393,288	508,787
2019	308,444	478,892	787,336
2020	481,929	892,704	1,374,633
2021	1,994,174	1,048,017	3,042,191
<b>Total</b>	<b>\$4,403,549</b>	<b>\$4,098,336</b>	<b>\$8,501,885</b>

\* The 1999 year incurred and paid losses exceed the aggregate retention. Ultimately KMIT should recover losses excess of the aggregate retention from Safety National.



The total unpaid claim liability includes a provision for case reserves, expected development of case reserves, incurred but not reported (IBNR) reserves, allocated loss adjustment expense reserves and excess insurance recoveries. We have not estimated a provision for claims administration expenses. The estimates in the above table are net of KMIT's excess insurance protection, and are shown on an undiscounted (full value) basis. We have not included a provision for KMIT's exposure above its aggregate excess insurance.

The estimates presented above can be characterized as actuarial central estimates and represent an expected value over a range of reasonably possible outcomes. They do not reflect all conceivable extreme events where the contribution of such events to an expected value is not reliably estimable. The estimates are not defined by a precise statistical measure (i.e., mean, median, mode, etc.), but are selected from multiple indications produced by a variety of generally accepted actuarial methods.

Our actuarial central estimate of KMIT's ultimate loss for the January 1, 2022 to December 31, 2022 fund year is \$4.1 million on an undiscounted basis and \$3.92 million discounted at a yield rate of 2.0%. The following table displays our estimated funding amounts at various probability levels:

**KMIT 2022 Fund Year**  
**Limited to \$750,000 Per Occurrence and**  
**\$9,351,796 Aggregate Retention**

<b>Probability Level</b>	<b>Undiscounted</b>	<b>Discounted @2.0%</b>
95%	\$9,351,796	\$8,893,558
85%	6,465,225	6,148,429
75%	5,188,652	4,934,408
65%	4,365,057	4,151,169
<b>Actuarial Central Estimate</b>	<b>\$4,117,978</b>	<b>\$3,916,197</b>

## General Approach

We used four projection techniques to develop estimates of the ultimate losses. The unpaid claim liability was then derived by subtracting losses paid as of December 31, 2021 from the estimated ultimate losses. The following methods were used to project ultimate losses:

- Incurred loss development projection;
- Paid loss development projection;
- Incurred Bornhuetter-Ferguson projection; and
- Paid Bornhuetter-Ferguson projection.

### ***Loss Development Methods***

Incurred losses are defined as paid losses plus reported reserves on open claims (case reserves). The incurred loss development method derives an estimate of ultimate losses by multiplying the incurred losses by an incurred loss development factor. The loss development factor reflects expected development from late reported claims (IBNR) and reopened claims, as well as from changes in the aggregate value of case reserves as accident years mature. When necessary, we have supplemented KMIT's historical experience with external data sources in selecting development factors (Exhibit 2). Specifically, we referenced insurance industry experience for workers' compensation business in Kansas and countrywide.

The paid loss development method derives an estimate of ultimate losses by multiplying paid losses by a paid loss development factor. Again, we considered Kansas and countrywide workers' compensation experience in our selection of paid loss development factors (Exhibit 4). The paid loss development factors reflect the expected relationship between ultimate losses and paid losses through December 31, 2021.

Exhibits 3 and 5 display the results of the incurred and paid loss development projections.

### ***Bornhuetter-Ferguson Methods***

The Incurred Bornhuetter-Ferguson method derives ultimate losses by adding an estimated IBNR amount to the losses reported to date. The estimated IBNR was based on an initial estimate of the ultimate losses (a priori estimate) and an estimated reporting pattern for incurred losses. The a priori loss estimates for fund years 1994 through 2021 were based on our December 31, 2020 analysis of ultimate losses.

We relied on the development pattern underlying the incurred loss development projection method to select a reporting pattern. Specifically, the estimated percentage unreported is equal to one minus the reciprocal of the cumulative incurred loss development factor. Estimated ultimate losses were then derived by adding the estimated IBNR to the incurred losses as of December 31, 2021.

The Paid B-F method derives ultimate losses by adding an estimated unpaid amount to the paid losses to date. The estimated unpaid loss was calculated by taking one minus the reciprocal of the cumulative paid loss development factor multiplied by the a priori loss estimate.

Exhibits 6 and 7 display the results of the incurred and paid B-F projections.

Based on the projection methods outlined above, we selected the net ultimate loss estimates by accident year, as displayed on Exhibit 8.

***Unpaid Claim Liabilities***

The unpaid claim liability was derived by subtracting the cumulative paid loss and ALAE through December 31, 2021 from the estimated ultimate loss and ALAE. Exhibit 9 displays the calculation of the net unpaid claim liabilities, as well as the net IBNR, which is equal to the total net unpaid claim liabilities less the net case reserves as of December 31, 2021.

The negative IBNR amount in the 1999 fund year is due to the fact that incurred losses exceed the aggregate retention for that year. KMIT expects to fully recover the losses excess of the aggregate retention from its excess insurer. KMIT has made payments and has case reserves in excess of the aggregate retention. IBNR for 1999 reflects aggregate recoveries already received of \$114,248. Additional recoveries are expected.

## Funding Analysis

Exhibit 10 derives our projection of KMIT's ultimate losses for accident year 2022. Our projections were based on KMIT's historical loss experience as well as aggregate Kansas workers' compensation loss experience (adjusted to reflect KMIT's risk profile). Our selected ultimate losses were used to calculate pure premiums (ultimate loss per \$100 payroll) for accident years 2006 through 2021. These pure premiums were adjusted for:

- Changes in the self-insured retention (if applicable);
- Changes in benefit levels (Exhibit 11); and
- Trends in average claim costs (0.0% per year).

The selected 2022 pure premium (row 8) was multiplied by the projected 2022 payroll to estimate the ultimate loss, prior to aggregate excess insurance (row 10)

We have provided funding estimates on both an undiscounted and a discounted basis. Undiscounted values are the nominal estimates of claims to be paid in the future and do not reflect the time value of money. The discounted value reflects the amount of assets which, when combined with investment earnings on these assets assumed to accumulate at a specified yield rate, are estimated to be sufficient to pay all claims. We used a 2.0% yield assumption, as provided by KMIT. The selected payout pattern is shown on Exhibit 12, and the resulting present value factor is displayed on Exhibit 13.

It is not uncommon for self-insured entities to fund at levels which include a margin for adverse loss experience. One way to accomplish this is to fund at a probability level greater than the actuarial central estimate. For purposes of developing estimates at various probability levels, the actuarial central estimates presented in this report (both undiscounted and discounted) represent expected value estimates. As such, when the ultimate cost of the claims is known, there is approximately an equal probability that the actual value will be higher or lower than the estimated value. To estimate liabilities at various probability levels, we relied on an insurance industry based distribution of aggregate workers' compensation losses, adjusted to reflect characteristics of KMIT's loss experience. The resulting unpaid claim liabilities at various probability levels are displayed on Exhibit 14.

We know of no specific requirement that a public entity fund at a given probability level. The funding level is a reflection of the entity's risk tolerance, as well as the availability of funds from other sources in the event the self-insurance fund falls short of the paid amounts. There is always a chance that the balance in the fund will not be sufficient to meet the claims that will be charged against it. While we believe a self-insured entity should recognize the potential risk of assuming its own claim liabilities, there is no simple formula that we know of to decide how much self-insured exposure is prudent. Of course, budget and risk considerations may play a role in the decision.

The range of values displayed in the exhibits (in particular the 95<sup>th</sup> percentile) does not represent the highest or lowest possible values of the discounted loss and ALAE claim liabilities. Potential variation around these values exists, both due to uncertainty with respect to the amount, as well as timing of future payments along with the investment yield.

## Qualifications and Limitations

The actuarial methodology used in this report assumes that case reserves on reported claims are consistently estimated based on current facts known about the claims as of the date of valuation. No independent review of any specific claim files has been performed by Milliman.

In estimating KMIT's unpaid claim liabilities, it is necessary to project future loss and ALAE payments. It is certain that actual future losses and ALAE will not develop exactly as projected and may vary significantly from our projections. Further, our projections make no provision for future emergence of new classes of losses or types of losses (such as cumulative trauma claims), which are not sufficiently represented in KMIT's historical database or which are not yet quantifiable.

In performing this analysis, we have relied on data and other information provided to us by KMIT. We have not audited or verified this data and other information. If the underlying data or information is inaccurate or incomplete, the results of our analysis may likewise be inaccurate or incomplete. In that event, the results of our analysis may not be suitable for the intended purpose.

We performed a limited review of the data used directly in our analysis for reasonableness and consistency and have not found material defects in the data. If there are material defects in the data, it is possible that they would be uncovered by a detailed, systematic review and comparison of the data to search for data values that are questionable or relationships that are materially inconsistent. Such a review was beyond the scope of our assignment.

The sensitivity of key variables in this analysis was considered. Key variables include the selected loss development tails, trend factors, and pure premiums. The overall results are potentially sensitive to these key variables, and reasonable alternative selections could change the results in either direction.

KMIT's data was supplemented with insurance industry data where deemed necessary, such as loss development factors where credible data was not available. The use of external data is another source of uncertainty in our estimates.

The emergence of individual large losses (or changes in case reserves on existing open claims) could materially change our results. We cannot predict the timing of large losses, but their possibility increases the uncertainty inherent in our estimates.

Milliman is not expressing an opinion as to the appropriateness of discounting KMIT's future funding liabilities for financial reporting. We have not examined KMIT's current investment portfolio nor its current investment philosophy. In estimating KMIT's discounted estimates, we used an annual effective interest rate of 2.0%. The interest rate was provided to us by KMIT and is based on its assessment of its investment returns. KMIT selected the interest rate because KMIT has greater familiarity with the potential investment returns on its assets. The selected interest rate does not conflict significantly with what, in our opinion, would be reasonable for the purpose of this assignment.

Future rates of return are not guaranteed and may exceed or fall below the assumed rate. Also, the actual timing of loss payments is subject to variability. Differences between actual and expected rates of return and timing of payments from those underlying our estimates may have a material effect on the amount of the discount. Further, our projections assume the existence of valid assets underlying the unpaid claim liabilities and that these assets are appropriate to meet the cash flow needs of KMIT. We have not reviewed the held assets.

Finally, KMIT insures part of its exposure to limit its liability for losses. Our estimates are presented on a net basis with respect to excess and aggregate insurance recoverables. We have not made any provisions for uncollectible excess or aggregate insurance.

We did not review the actual excess and aggregate insurance contracts of KMIT but relied on summaries of the terms of the contracts provided by KMIT. Our results, net of excess insurance, assume that all excess insurance is valid and collectible. We are not able to assess the potential for uncollectible excess insurance without performing a substantial amount of additional work beyond the scope of our assignment. We have not anticipated any contingent liabilities that could arise if the excess insurers do not meet their obligations to KMIT as reflected in the data and other information provided to us.

There is substantial uncertainty regarding the impact of COVID-19 on the level and nature of business activity. Exposures, claim frequency, and claim severity will likely be affected in ways we cannot currently estimate. It is important to recognize that actual losses may emerge significantly higher or lower than the estimates in this analysis.

It is unknown how the COVID-19 pandemic may affect the availability and timeliness of medical treatment (whether or not COVID-19 related). This may affect the amount and timing of future claim payments.

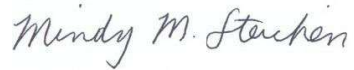
In this analysis, we have not made any explicit adjustments or exclusions to the data for COVID-19 claims.



## Closing

We appreciate the opportunity to again be of service to the Kansas Municipal Insurance Trust. If you have any questions on our report, please do not hesitate to contact us.

Sincerely,



Mindy M. Steichen, FCAS, MAAA  
Principal and Consulting Actuary

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**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Summary of Excess Insurance Program**

Insurance Period	Per Claim Retention	Aggregate Retention	Excess Insurance Policy Limit
1/1/94-12/31/95 *	\$250,000	\$2,376,391	\$5,000,000
1/1/96-12/31/96	250,000	1,796,589	5,000,000
1/1/97-12/31/97	250,000	1,543,031	5,000,000
1/1/98-12/31/98	250,000	1,472,773	3,000,000
1/1/99-12/31/99	250,000	1,540,262	3,000,000
1/1/00-12/31/00	250,000	1,702,335	3,000,000
1/1/01-12/31/01	250,000	2,045,088	3,000,000
1/1/02-12/31/02	300,000 **	2,720,504	3,000,000
1/1/03-12/31/03	300,000 ***	3,218,926	3,000,000
1/1/04-12/31/04	500,000	4,544,300	3,000,000
1/1/05-12/31/05	500,000	5,602,842	3,000,000
1/1/06-12/31/06	750,000	4,978,483	3,000,000
1/1/07-12/31/07	750,000	4,920,798	3,000,000
1/1/08-12/31/08	750,000	5,448,469	3,000,000
1/1/09-12/31/09	750,000	5,503,943	3,000,000
1/1/10-12/31/10	750,000	5,517,871	3,000,000
1/1/11-12/31/11	750,000	5,397,530	3,000,000
1/1/12-12/31/12	750,000	5,619,072	3,000,000
1/1/13-12/31/13	750,000	6,047,177	3,000,000
1/1/14-12/31/14	750,000	6,550,307	3,000,000
1/1/15-12/31/15	750,000	6,994,827	3,000,000
1/1/16-12/31/16	750,000	6,825,730	3,000,000
1/1/17-12/31/17	750,000	7,319,968	3,000,000
1/1/18-12/31/18	750,000	7,897,836	3,000,000
1/1/19-12/31/19	750,000	8,341,815	3,000,000
1/1/20-12/31/20	750,000	8,318,957	3,000,000
1/1/21-12/31/21	750,000	9,136,011	3,000,000
1/1/22-12/31/22	\$750,000	\$9,351,796	\$3,000,000

\* For the 1994 & 1995 years, the aggregate retention of \$2.4M is applicable on a combined basis.

\*\* The Retention for Class Code 7539 is \$350,000 and \$300,000 for all other Class Codes.

\*\*\* The Retention for Class Code 7539 is \$400,000 and \$300,000 for all other Class Codes.



**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Net Ultimate Medical & Indemnity Loss & ALAE Indications**  
**Incurred Loss Development Projection**  
**Evaluation as of 12/31/21**

Accident Year	Months of Development	(1) Incurred Loss & ALAE @12/31/21	(2) Incurred Large Loss & ALAE Adjustment	(3) Cumulative Incurred LDF*	(4) = [(1)-(2)]x(3)+(2) Indicated Ultimate Loss & ALAE**
1994	336	\$742,241	\$0	1.000	\$742,241
1995	324	1,103,496	0	1.000	1,103,496
1996	312	837,044	0	1.000	837,044
1997	300	1,895,658	0	1.000	1,895,658
1998	288	1,328,631	0	1.000	1,328,631
1999	276	1,661,520	0	1.000	1,661,520
2000	264	1,604,039	0	1.000	1,604,039
2001	252	1,180,574	0	1.000	1,180,574
2002	240	1,342,318	0	1.000	1,342,318
2003	228	1,671,591	0	1.000	1,671,591
2004	216	2,482,661	0	1.002	2,487,626
2005	204	4,129,914	500,000	1.004	4,144,434
2006	192	2,898,402	0	1.007	2,918,691
2007	180	3,089,571	0	1.010	3,120,467
2008	168	3,616,961	0	1.014	3,667,598
2009	156	2,206,527	0	1.018	2,246,244
2010	144	4,447,106	0	1.023	4,549,389
2011	132	2,999,294	0	1.028	3,083,274
2012	120	2,132,743	0	1.033	2,203,124
2013	108	1,867,030	0	1.041	1,943,578
2014	96	3,265,818	750,000	1.050	3,391,609
2015	84	2,064,908	0	1.064	2,197,062
2016	72	1,994,614	0	1.077	2,148,199
2017	60	3,698,588	0	1.091	4,035,160
2018	48	2,669,427	0	1.115	2,976,411
2019	36	2,600,541	0	1.146	2,980,220
2020	24	2,375,492	0	1.200	2,850,590
2021	12	3,060,360	750,000	1.356	3,882,848
Total		\$64,967,069	\$2,000,000		\$68,193,636

\* Based on KMIT loss history supplemented with NCCI Statistical Bulletin information.

\*\* The large claims in the 2005, 2014 and 2021 accident years were not developed.

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## KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST

Workers' Compensation  
 Net Ultimate Medical & Indemnity Loss & ALAE Indications  
 Paid Loss Development Projection  
 Evaluation as of 12/31/21

Accident Year	Months of Development	(1) Paid Loss & ALAE @12/31/21	(2) Paid Large Loss & ALAE Adjustment	(3) Incurred Large Loss & ALAE Adjustment	(4) Cumulative Paid LDF*	(5) = [(1)-(2)]x(4)+(3) Indicated Ultimate Loss & ALAE**
1994	336	\$742,241	\$0	\$0	1.010	\$749,663
1995	324	1,103,496	0	0	1.010	1,114,531
1996	312	837,044	0	0	1.010	845,414
1997	300	1,895,658	0	0	1.010	1,914,615
1998	288	1,328,631	0	0	1.010	1,341,917
1999	276	1,655,078	0	0	1.010	1,671,629
2000	264	1,604,039	0	0	1.010	1,620,079
2001	252	1,180,574	0	0	1.011	1,193,560
2002	240	1,342,318	0	0	1.012	1,358,426
2003	228	1,671,591	0	0	1.013	1,693,322
2004	216	2,444,924	0	0	1.024	2,503,602
2005	204	4,091,798	499,925	500,000	1.026	4,185,262
2006	192	2,844,205	0	0	1.029	2,926,687
2007	180	2,988,139	0	0	1.032	3,083,759
2008	168	3,558,666	0	0	1.036	3,686,778
2009	156	2,195,629	0	0	1.041	2,285,650
2010	144	4,323,696	0	0	1.046	4,522,586
2011	132	2,998,957	0	0	1.056	3,166,899
2012	120	2,082,151	0	0	1.067	2,221,655
2013	108	1,844,810	0	0	1.077	1,986,860
2014	96	3,189,665	750,000	750,000	1.089	3,406,795
2015	84	2,043,870	0	0	1.111	2,270,740
2016	72	1,863,471	0	0	1.131	2,107,586
2017	60	2,927,095	0	0	1.159	3,392,503
2018	48	2,553,928	0	0	1.215	3,103,023
2019	36	2,292,097	0	0	1.296	2,970,558
2020	24	1,893,563	0	0	1.454	2,753,241
2021	12	1,066,186	57,353	750,000	2.809	3,583,812
Total		\$60,563,520	\$1,307,278	\$2,000,000		\$67,661,152

\* Based on KMIT loss history supplemented with NCCI Statistical Bulletin information.

\*\* The large claims in the 2005, 2014 and 2021 accident years were not developed.



## KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST

Workers' Compensation  
 Net Ultimate Medical & Indemnity Loss & ALAE Indications  
 Incurred Bornhuetter - Ferguson Projection Method  
 Evaluation as of 12/31/21

Accident Year	Months of Development	(1) A' Priori Ultimate Losses & ALAE*	(2) Large Loss & ALAE Adjustment	(3) Incurred Cumulative LDF	(4) =[(1)-(2)]x[1-1/(3)] IBNR**	(5) Incurred Loss & ALAE @12/31/21	(6) = (4) + (5) Indicated Ultimate Loss & ALAE
1994	336	\$742,241	\$0	1.000	\$0	\$742,241	\$742,241
1995	324	1,103,496	0	1.000	0	1,103,496	1,103,496
1996	312	837,044	0	1.000	0	837,044	837,044
1997	300	1,895,658	0	1.000	0	1,895,658	1,895,658
1998	288	1,328,630	0	1.000	0	1,328,631	1,328,631
1999	276	1,661,521	0	1.000	0	1,661,520	1,661,520
2000	264	1,604,039	0	1.000	0	1,604,039	1,604,039
2001	252	1,180,574	0	1.000	0	1,180,574	1,180,574
2002	240	1,340,826	0	1.000	0	1,342,318	1,342,318
2003	228	1,671,591	0	1.000	0	1,671,591	1,671,591
2004	216	2,496,051	0	1.002	4,982	2,482,661	2,487,643
2005	204	4,227,151	500,000	1.004	14,849	4,129,914	4,144,763
2006	192	2,919,510	0	1.007	20,295	2,898,402	2,918,697
2007	180	3,074,655	0	1.010	30,442	3,089,571	3,120,013
2008	168	3,687,728	0	1.014	50,915	3,616,961	3,667,876
2009	156	2,264,361	0	1.018	40,038	2,206,527	2,246,565
2010	144	4,524,905	0	1.023	101,733	4,447,106	4,548,839
2011	132	3,131,922	0	1.028	85,305	2,999,294	3,084,599
2012	120	2,224,060	0	1.033	71,049	2,132,743	2,203,792
2013	108	1,974,218	0	1.041	77,755	1,867,030	1,944,785
2014	96	3,393,177	750,000	1.050	125,866	3,265,818	3,391,684
2015	84	2,258,759	0	1.064	135,865	2,064,908	2,200,773
2016	72	2,311,940	0	1.077	165,292	1,994,614	2,159,906
2017	60	4,249,806	0	1.091	354,475	3,698,588	4,053,063
2018	48	3,528,740	0	1.115	363,951	2,669,427	3,033,378
2019	36	3,837,721	0	1.146	488,924	2,600,541	3,089,465
2020	24	4,025,359	0	1.200	670,893	2,375,492	3,046,385
2021	12	4,240,110	750,000	1.356	916,283	3,060,360	3,976,643
Total		\$71,735,793	\$2,000,000		\$3,718,912	\$64,967,069	\$68,685,981

\* The A'Priori Ultimate Losses &amp; ALAE are based on Milliman's 12/31/20 analysis.

\*\* No additional IBNR has been included for the large claims in 2005, 2014 and 2021.

# KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST

## Workers' Compensation Net Ultimate Medical & Indemnity Loss & ALAE Indications Paid Bornhuetter - Ferguson Projection Method Evaluation as of 12/31/21

Accident Year	Months of Development	(1) A' Priori Ultimate Losses & ALAE*	(2) Large Loss & ALAE Adjustment	(3) Paid Cumulative LDF	(4) Unpaid** =[(1)-(2)]x[1-1/(3)]	(5) Paid Loss & ALAE @12/31/21	(6) Indicated Ultimate Loss & ALAE = (4) + (5)
1994	336	\$742,241	\$0	1.010	\$7,349	\$742,241	\$749,590
1995	324	1,103,496	0	1.010	10,926	1,103,496	1,114,422
1996	312	837,044	0	1.010	8,288	837,044	845,332
1997	300	1,895,658	0	1.010	18,769	1,895,658	1,914,427
1998	288	1,328,630	0	1.010	13,155	1,328,631	1,341,786
1999	276	1,661,521	0	1.010	16,451	1,655,078	1,671,529
2000	264	1,604,039	0	1.010	15,882	1,604,039	1,619,921
2001	252	1,180,574	0	1.011	12,845	1,180,574	1,193,419
2002	240	1,340,826	0	1.012	15,899	1,342,318	1,358,217
2003	228	1,671,591	0	1.013	21,452	1,671,591	1,693,043
2004	216	2,496,051	0	1.024	58,501	2,444,924	2,503,425
2005	204	4,227,151	500,000	1.026	94,450	4,091,798	4,186,248
2006	192	2,919,510	0	1.029	82,280	2,844,205	2,926,485
2007	180	3,074,655	0	1.032	95,338	2,988,139	3,083,477
2008	168	3,687,728	0	1.036	128,145	3,558,666	3,686,811
2009	156	2,264,361	0	1.041	89,182	2,195,629	2,284,811
2010	144	4,524,905	0	1.046	198,992	4,323,696	4,522,688
2011	132	3,131,922	0	1.056	166,087	2,998,957	3,165,044
2012	120	2,224,060	0	1.067	139,655	2,082,151	2,221,806
2013	108	1,974,218	0	1.077	141,147	1,844,810	1,985,957
2014	96	3,393,177	750,000	1.089	216,017	3,189,665	3,405,682
2015	84	2,258,759	0	1.111	225,673	2,043,870	2,269,543
2016	72	2,311,940	0	1.131	267,784	1,863,471	2,131,255
2017	60	4,249,806	0	1.159	583,019	2,927,095	3,510,114
2018	48	3,528,740	0	1.215	624,427	2,553,928	3,178,355
2019	36	3,837,721	0	1.296	876,517	2,292,097	3,168,614
2020	24	4,025,359	0	1.454	1,256,887	1,893,563	3,150,450
2021	12	4,240,110	750,000	2.809	2,247,636	1,066,186	3,313,822
Total		\$71,735,793	\$2,000,000		\$7,632,753	\$60,563,520	\$68,196,273

\* The A'Priori Ultimate Losses & ALAE are based on Milliman's 12/31/20 analysis.

\*\* No additional unpaid has been included for the large claims in 2005 & 2014. The incurred amount for these claims has been included.

**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Selection of Medical & Indemnity Net Ultimate Loss & ALAE**  
**Evaluation as of 12/31/21**

Accident Year	(1) Incurred Loss & ALAE @12/31/21	(2) Ultimate Loss and ALAE Based on:						(5)	(6)	(7)	(8) =Min [(6), (7)]
		(3)			(4)						
		Incurred Development Method	Paid Development Method	Incurred Born-Ferg Method	Paid Born-Ferg Method	Selected Ultimate Loss & ALAE*	Aggregate Retention**				
1994	\$742,241	\$742,241	\$749,663	\$742,241	\$749,590	\$742,241	N/A	\$742,241	N/A	\$742,241	
1995	1,103,496	1,103,496	1,114,531	1,103,496	1,114,422	1,103,496	N/A	1,103,496	N/A	1,103,496	
1996	837,044	837,044	845,414	837,044	845,332	837,044	\$1,796,589	837,044	\$1,796,589	837,044	
1997	1,895,658	1,895,658	1,914,615	1,895,658	1,914,427	1,895,658	1,543,031	1,895,658	1,543,031	1,543,031	
1998	1,328,631	1,328,631	1,341,917	1,328,631	1,341,786	1,328,631	1,472,773	1,328,631	1,472,773	1,328,631	
1999	1,661,520	1,661,520	1,671,629	1,661,520	1,671,529	1,661,520	1,540,262	1,661,520	1,540,262	1,540,262	
2000	1,604,039	1,604,039	1,620,079	1,604,039	1,619,921	1,604,039	1,702,335	1,604,039	1,702,335	1,604,039	
2001	1,180,574	1,180,574	1,193,560	1,180,574	1,193,419	1,180,574	2,045,088	1,180,574	2,045,088	1,180,574	
2002	1,342,318	1,342,318	1,358,426	1,342,318	1,358,217	1,342,318	2,720,504	1,342,318	2,720,504	1,342,318	
2003	1,671,591	1,671,591	1,693,322	1,671,591	1,693,043	1,671,591	3,218,926	1,671,591	3,218,926	1,671,591	
2004	2,482,661	2,487,626	2,503,602	2,487,643	2,503,425	2,487,635	4,544,300	2,487,635	4,544,300	2,487,635	
2005	4,129,914	4,144,434	4,185,262	4,144,763	4,186,248	4,144,599	5,602,842	4,144,599	5,602,842	4,144,599	
2006	2,898,402	2,918,691	2,926,687	2,918,697	2,926,485	2,918,694	4,978,483	2,918,694	4,978,483	2,918,694	
2007	3,089,571	3,120,467	3,083,759	3,120,013	3,083,477	3,120,240	4,920,798	3,120,240	4,920,798	3,120,240	
2008	3,616,961	3,667,598	3,686,778	3,667,876	3,686,811	3,667,737	5,448,469	3,667,737	5,448,469	3,667,737	
2009	2,206,527	2,246,244	2,285,650	2,246,565	2,284,811	2,246,405	5,503,943	2,246,405	5,503,943	2,246,405	
2010	4,447,106	4,549,389	4,522,586	4,548,839	4,522,688	4,540,305	5,517,871	4,540,305	5,517,871	4,540,305	
2011	2,999,294	3,083,274	3,166,899	3,084,599	3,165,044	3,083,937	5,397,530	3,083,937	5,397,530	3,083,937	
2012	2,132,743	2,203,124	2,221,655	2,203,792	2,221,806	2,209,574	5,619,072	2,209,574	5,619,072	2,209,574	
2013	1,867,030	1,943,578	1,986,860	1,944,785	1,985,957	1,958,107	6,047,177	1,958,107	6,047,177	1,958,107	
2014	3,265,818	3,391,609	3,406,795	3,391,684	3,405,682	3,396,325	6,550,307	3,396,325	6,550,307	3,396,325	
2015	2,064,908	2,197,062	2,270,740	2,200,773	2,269,543	2,222,459	6,994,827	2,222,459	6,994,827	2,222,459	
2016	1,994,614	2,148,199	2,107,586	2,159,906	2,131,255	2,146,453	6,825,730	2,146,453	6,825,730	2,146,453	
2017	3,698,588	4,035,160	3,392,503	4,053,063	3,510,114	4,044,112	7,319,968	4,044,112	7,319,968	4,044,112	
2018	2,669,427	2,976,411	3,103,023	3,033,378	3,178,355	3,062,715	7,897,836	3,062,715	7,897,836	3,062,715	
2019	2,600,541	2,980,220	2,970,558	3,089,465	3,168,614	3,079,433	8,341,815	3,079,433	8,341,815	3,079,433	
2020	2,375,492	2,850,590	2,753,241	3,046,385	3,150,450	3,268,196	8,318,957	3,268,196	8,318,957	3,268,196	
2021	3,060,360	3,882,848	3,583,812	3,976,643	3,313,822	4,108,377	9,136,011	4,108,377	9,136,011	4,108,377	
Total	\$64,967,069	\$68,193,636	\$67,661,152	\$68,685,981	\$68,196,273	\$69,072,415		\$69,072,415		\$68,598,530	

\* Gross of Aggregate Excess Coverage; Net of Specific Excess Coverage.

\*\* The Aggregate Retention for 1994 and 1995 is \$2,376,391 on a combined basis.

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**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Calculation of Medical & Indemnity Net Unpaid Loss & ALAE**  
**Evaluation as of 12/31/21**

Accident Year	(1) Net Ultimate Loss & ALAE*	(2) Net Incurred Loss & ALAE*	(3) Net Paid Loss & ALAE*	(4) = (2) - (3) Net Case Reserves	(5) = (1) - (2) Net IBNR**	(6) = (4) + (5) Total Net Unpaid Loss & ALAE
1994	\$742,241	\$742,241	\$742,241	\$0	\$0	\$0
1995	1,103,496	1,103,496	1,103,496	0	0	0
1996	837,044	837,044	837,044	0	0	0
1997	1,543,031	1,543,031	1,543,031	0	0	0
1998	1,328,631	1,328,631	1,328,631	0	0	0
1999	1,540,262	1,547,272	1,540,830	6,442	(7,010)	(568)
2000	1,604,039	1,604,039	1,604,039	0	0	0
2001	1,180,574	1,180,574	1,180,574	0	0	0
2002	1,342,318	1,342,318	1,342,318	0	0	0
2003	1,671,591	1,671,591	1,671,591	0	0	0
2004	2,487,635	2,482,661	2,444,924	37,737	4,974	42,711
2005	4,144,599	4,129,914	4,091,798	38,116	14,685	52,801
2006	2,918,694	2,898,402	2,844,205	54,197	20,292	74,489
2007	3,120,240	3,089,571	2,988,139	101,432	30,669	132,101
2008	3,667,737	3,616,961	3,558,666	58,295	50,776	109,071
2009	2,246,405	2,206,527	2,195,629	10,898	39,878	50,776
2010	4,540,305	4,447,106	4,323,696	123,410	93,199	216,609
2011	3,083,937	2,999,294	2,998,957	337	84,643	84,980
2012	2,209,574	2,132,743	2,082,151	50,592	76,831	127,423
2013	1,958,107	1,867,030	1,844,810	22,220	91,077	113,297
2014	3,396,325	3,265,818	3,189,665	76,153	130,507	206,660
2015	2,222,459	2,064,908	2,043,870	21,038	157,551	178,589
2016	2,146,453	1,994,614	1,863,471	131,143	151,839	282,982
2017	4,044,112	3,698,588	2,927,095	771,493	345,524	1,117,017
2018	3,062,715	2,669,427	2,553,928	115,499	393,288	508,787
2019	3,079,433	2,600,541	2,292,097	308,444	478,892	787,336
2020	3,268,196	2,375,492	1,893,563	481,929	892,704	1,374,633
2021	4,108,377	3,060,360	1,066,186	1,994,174	1,048,017	3,042,191
Total	\$68,598,530	\$64,500,194	\$60,096,645	\$4,403,549	\$4,098,336	\$8,501,885

\* Net of Aggregate Excess Coverage; Net of Specific Excess Coverage.

\*\* For the 1999 accident year, the incurred and paid losses exceed the aggregate retention.  
Ultimately KMIT should recover losses excess of the aggregate retention from Safety National.

**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Projected 2022 Ultimate Loss & ALAE**

Accident Year	(1) Ultimate Loss & ALAE Gross of Aggregate	(2) Payroll (\$00's)	(3) Pure Premium	(4) Increased Limits Factor to \$750,000*	(5) Benefit Level Adjustment Factor	(6) Trend Factor**	(7) (3)x(4)x(5)x(6) Trended Pure Premium at \$750,000 Retention
2006	\$2,918,694	\$1,399,227	2.09	1.000	1.095	1.00	2.29
2007	3,120,240	1,485,167	2.10	1.000	1.086	1.00	2.28
2008	3,667,737	1,588,854	2.31	1.000	1.061	1.00	2.45
2009	2,246,405	1,593,899	1.41	1.000	1.056	1.00	1.49
2010	4,540,305	1,606,836	2.83	1.000	1.065	1.00	3.01
2011	3,083,937	1,534,033	2.01	1.000	1.059	1.00	2.13
2012	2,209,574	1,596,327	1.38	1.000	1.054	1.00	1.45
2013	1,958,107	1,717,948	1.14	1.000	1.051	1.00	1.20
2014	3,396,325	1,867,135	1.82	1.000	1.036	1.00	1.89
2015	2,222,459	1,894,466	1.17	1.000	1.038	1.00	1.21
2016	2,146,453	1,939,128	1.11	1.000	1.034	1.00	1.15
2017	4,044,112	2,079,536	1.94	1.000	1.030	1.00	2.00
2018	3,062,715	2,243,703	1.37	1.000	1.026	1.00	1.41
2019	3,079,433	2,369,834	1.30	1.000	1.006	1.00	1.31
2020	3,268,196	2,363,340	1.38	1.000	1.000	1.00	1.38
2021	4,108,377	2,447,198	1.68	1.000	1.000	1.00	1.68
Total	\$49,073,069	\$29,726,632	1.65		Weighted Average		1.72
					Avg L4		1.45
					Avg L2		1.53
					NCCI Kansas		1.19
(8) (9) (10)=(8)x(9) (11) (12)=Min[(10),(11)] (13) (14)=(12)x(13)	2022 Selected Net Pure Premium 2022 Projected Payroll (\$00's) Estimated KMIT 2022 Ultimate Losses and ALAE (Prior to Aggregate Excess Insurance) Aggregate Retention for 2022 Estimated KMIT 2022 Ultimate Losses and ALAE (Limited to Aggregate Retention) Discount Factor at 2.0% Present Value of Estimated KMIT 2022 Ultimate Losses and ALAE (Limited to Aggregate Retention)						1.55 \$2,656,760 \$4,117,978 \$9,351,796 \$4,117,978 0.951 \$3,916,197

\* Based on Kansas NCCI Filing.

\*\* Trended at 0.0% per year.

**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Calculation of the On-Level Benefit Level Factors**  
**For the Pure Premium Method**

Date	Incremental Benefit Level Change*	Cumulative Benefit Level Change	Accident Year	Average Benefit Level	Anticipated Benefit Level Factor to 2022
07/01/93	0.889	0.889	2006	1.005	1.095
07/01/93	1.009	0.897	2007	1.013	1.086
11/01/93	0.981	0.880	2008	1.036	1.061
07/01/94	1.004	0.883	2009	1.042	1.056
07/01/95	1.004	0.887	2010	1.033	1.065
05/01/96	1.024	0.908	2011	1.039	1.059
07/01/96	1.007	0.915	2012	1.043	1.054
07/01/97	1.007	0.921	2013	1.047	1.051
09/01/97	0.985	0.907	2014	1.061	1.036
07/01/98	1.008	0.915	2015	1.059	1.038
07/01/99	1.008	0.922	2016	1.063	1.034
10/01/99	1.012	0.933	2017	1.068	1.030
07/01/00	1.010	0.942	2018	1.072	1.026
07/01/00	1.008	0.950	Estimated 2019	1.094	1.006
07/01/01	1.007	0.956	Estimated 2020	1.100	1.000
12/01/01	1.023	0.978	Estimated 2021	1.100	1.000
07/01/02	1.006	0.984	Estimated 2022	1.100	1.000
07/01/03	1.004	0.988			
12/01/03	0.993	0.981			
07/01/04	1.004	0.985			
07/01/05	1.005	0.990			
12/01/05	1.012	1.002			
07/01/06	1.005	1.007			
07/01/07	1.009	1.016			
12/01/07	1.018	1.034			
07/01/08	1.004	1.039			
07/01/09	1.006	1.045			
01/01/10	0.985	1.029			
07/01/10	1.007	1.036			
01/01/11	1.006	1.042			
05/15/11	0.994	1.036			
01/01/12	1.007	1.043			
07/01/13	1.006	1.050			
01/01/14	1.010	1.060			
07/01/14	1.002	1.062			
01/01/15	0.995	1.057			
07/01/15	1.004	1.061			
07/01/16	1.004	1.066			
01/01/17	1.002	1.068			
07/01/17	1.001	1.069			
07/01/18	1.004	1.073			
07/01/18	1.002	1.075			
03/29/19	1.023	1.100			

\* Source: 2021 NCCI Annual Statistical Bulletin.

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**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Selection of Payment Pattern Based on Selected Paid LDFs**

(1)	(2)	(3)	(4) = 1 / (2)	(5) = 1 / (3)	(6)
Month of Development	1994-2003 Selected Cumulative Paid LDF*	2004-2021 Selected Cumulative Paid LDF*	1994-2003 Indicated Payment Pattern	2004-2021 Indicated Payment Pattern	Selected Payment Pattern
336	1.010	1.020	99.0%	98.0%	100.0%
324	1.010	1.020	99.0%	98.0%	100.0%
312	1.010	1.020	99.0%	98.0%	100.0%
300	1.010	1.020	99.0%	98.0%	100.0%
288	1.010	1.020	99.0%	98.0%	100.0%
276	1.010	1.020	99.0%	98.0%	100.0%
264	1.010	1.020	99.0%	98.0%	99.9%
252	1.011	1.021	98.9%	97.9%	99.8%
240	1.012	1.022	98.8%	97.8%	99.7%
228	1.013	1.023	98.7%	97.8%	99.6%
216	1.014	1.024	98.6%	97.7%	99.5%
204	1.015	1.026	98.5%	97.5%	99.3%
192	1.017	1.029	98.3%	97.2%	99.2%
180	1.019	1.032	98.1%	96.9%	99.0%
168	1.022	1.036	97.8%	96.5%	98.0%
156	1.026	1.041	97.5%	96.1%	97.0%
144	1.031	1.046	97.0%	95.6%	96.0%
132	1.041	1.056	96.1%	94.7%	95.0%
120	1.051	1.067	95.1%	93.7%	94.0%
108	1.060	1.077	94.3%	92.9%	93.0%
96	1.072	1.089	93.3%	91.8%	92.0%
84	1.093	1.111	91.5%	90.0%	91.0%
72	1.113	1.131	89.8%	88.4%	90.0%
60	1.141	1.159	87.6%	86.3%	85.0%
48	1.196	1.215	83.6%	82.3%	80.0%
36	1.276	1.296	78.4%	77.2%	75.0%
24	1.432	1.454	69.8%	68.8%	65.0%
12	2.767	2.809	36.1%	35.6%	35.0%

\* Loss Development Factors are selected on Exhibit 4.



**KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST**  
**Workers' Compensation**  
**Calculation of Discount Factor for 2022**

(1) Month of Development	(2) Selected Cumulative Payment Pattern*	(3) Incremental Payment Pattern*	(4) Discounted Incremental Payment Pattern**
12	35.0%	35.0%	34.7%
24	65.0%	30.0%	29.1%
36	75.0%	10.0%	9.5%
48	80.0%	5.0%	4.7%
60	85.0%	5.0%	4.6%
72	90.0%	5.0%	4.5%
84	91.0%	1.0%	0.9%
96	92.0%	1.0%	0.9%
108	93.0%	1.0%	0.9%
120	94.0%	1.0%	0.8%
132	95.0%	1.0%	0.8%
144	96.0%	1.0%	0.8%
156	97.0%	1.0%	0.8%
168	98.0%	1.0%	0.8%
180	99.0%	1.0%	0.8%
192	99.2%	0.2%	0.2%
204	99.3%	0.1%	0.1%
216	99.5%	0.2%	0.1%
228	99.6%	0.1%	0.1%
240	99.7%	0.1%	0.1%
252	99.8%	0.1%	0.1%
264	99.9%	0.1%	0.1%
276	100.0%	0.1%	0.1%
288	100.0%	0.0%	0.0%
300	100.0%	0.0%	0.0%
312	100.0%	0.0%	0.0%
324	100.0%	0.0%	0.0%
336	100.0%	0.0%	0.0%
Total		100.0%	95.1%

\* Columns (2) and (3) represent the projected payment pattern for a fund year at its inception.

\*\* Based on a 2.0% assumed yield as provided by KMIT.

KANSAS MUNICIPAL WORKERS' COMPENSATION INSURANCE TRUST  
Workers' Compensation  
Projected 2022 Ultimate Loss & ALAE at Various Probability Levels  
Discounted at 2.0%

Probability Level	Gross of Aggregate Retention		Limited to Aggregate Retention*	
	Undiscounted	Discounted at 2.0%	Undiscounted	Discounted at 2.0%
95%	9,553,709	9,085,577	9,351,796	8,893,558
85%	6,465,225	6,148,429	6,465,225	6,148,429
75%	5,188,652	4,934,408	5,188,652	4,934,408
65%	4,365,057	4,151,169	4,365,057	4,151,169
Actuarial Central Estimate	4,117,978	3,916,197	4,117,978	3,916,197

\* Limited to an aggregate retention of \$9,351,796.



## **KANSAS MUNICIPAL INSURANCE TRUST**

FINANCIAL STATEMENTS-STATUTORY BASIS WITH  
SUPPLEMENTAL INFORMATION  
DECEMBER 31, 2021 AND 2020  
TOGETHER WITH REPORT OF INDEPENDENT AUDITORS

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# Independent Auditor's Report

To the Board of Trustees  
Kansas Municipal Insurance Trust

## **Opinions**

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, 2021 and 2020 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.

## **Unmodified Opinion on Statutory 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, 2021 and 2020 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.

## **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 and Unmodified Opinions sections of our report, the accompanying financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Kansas Municipal Insurance Trust as of December 31, 2021 and 2020, or changes in financial position and cash flows thereof for the years then ended.

## **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Kansas Municipal Insurance Trust, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our adverse and unmodified 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 of the financial statements of 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.

## **Responsibilities of Management 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, this includes determining that the statutory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Kansas Mutual Insurance Company's ability to continue as a going concern for one year after the date that the financial statements are issued.

### **Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit 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 Kansas Mutual Insurance Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Kansas Mutual Insurance Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Other Information**

Our audit was 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.

*SSC CPAs, P.A.*

SSC CPAs, P.A.  
Meriden, Kansas  
June 10, 2022

**KANSAS MUNICIPAL INSURANCE TRUST****STATEMENTS OF ADMITTED ASSETS, LIABILITIES AND FUND BALANCE – STATUTORY BASIS**

December 31,	2021	2020
Cash and cash equivalents	\$ 1,559,762	\$ 1,462,813
Investments	17,430,607	16,122,978
Interest income accrued	61,121	81,739
Premiums receivable	114,965	72,667
Agent commissions receivable	2,118	5,306
Prepaid insurance	1,612	1,066
Excess insurance premium receivable	50,378	24,927
Specific receivable	7,151	57,151
<b>Total assets</b>	<b>19,227,714</b>	<b>17,828,647</b>
Less: non - admitted assets	(26,539)	(1,066)
<b>Total admitted assets</b>	<b>\$ 19,201,175</b>	<b>\$ 17,827,581</b>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Reserve for unpaid workers' compensation claims	\$ 8,501,881	\$ 9,633,464
Other expenses due or accrued	58,500	54,500
Taxes, licenses and fees due or accrued	407,463	470,705
Return premiums payable	319,610	284,236
Deposits on premium	832,542	716,994
<b>Total liabilities</b>	<b>10,119,996</b>	<b>11,159,899</b>
Fund balance		
Fund balance	9,081,179	6,667,682
<b>Total liabilities and fund balance</b>	<b>\$ 19,201,175</b>	<b>\$ 17,827,581</b>



**KANSAS MUNICIPAL INSURANCE TRUST****STATEMENTS OF REVENUE, EXPENSES, AND CHANGES IN FUND BALANCE – STATUTORY BASIS**

For the years ended December 31,	2021	2020
Underwriting income		
Direct premiums earned	\$ 5,405,473	\$ 4,972,071
Less: excess insurance premium	574,860	514,351
Net underwriting income	4,830,613	4,457,720
Deductions		
Workers' compensation claims incurred	1,430,329	2,867,221
Claims adjustment expenses incurred	146,402	161,750
Other administrative expenses incurred	1,111,418	1,353,428
Total underwriting deductions	2,688,149	4,382,399
Net underwriting gain (loss)	2,142,464	75,321
Investment income / Other income		
Interest earned	296,507	350,977
Net income (loss)	2,438,971	426,298
Fund balance, beginning of year	6,667,682	6,241,396
Change in non - admitted assets	(25,474)	(12)
Fund balance, end of year	\$ 9,081,179	\$ 6,667,682

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

For the years ended December 31,	2021	2020
<b>Cash flows from operating activities</b>		
Net income	\$ 2,438,971	\$ 426,298
<b>Adjustments to reconcile net income to net cash used in operating activities:</b>		
Amortization of premiums on investments	53,261	75,083
<b>(Increase) decrease in assets:</b>		
Interest income accrued	20,618	(17,566)
Premium receivable	(42,298)	110,772
Agent commission receivable	3,188	(5,306)
Prepaid insurance	(546)	(12)
Excess insurance premium receivable	(25,451)	(24,927)
Specific receivable	50,000	600,889
<b>Increase (decrease) in liabilities:</b>		
Reserve for unpaid workers' compensation claims	(1,131,583)	232,066
Other expenses due or accrued	4,000	(23,380)
Taxes, licenses and fees due or accrued	(63,242)	110,217
Return premium payable	35,374	58,661
Deposits on premiums	115,548	(60,688)
<b>Net cash provided by (used in) operating activities</b>	<b>1,457,840</b>	<b>1,482,107</b>
<b>Cash flows from investing activities</b>		
Purchase and maturities of investments:		
Purchase of investments	(6,561,638)	(4,613,935)
Sale and maturity of investments	5,200,747	3,741,000
<b>Net cash used in investing activities</b>	<b>(1,360,891)</b>	<b>(872,935)</b>
Net increase (decrease) in cash and cash equivalents	96,949	609,172
Cash and cash equivalents, beginning of year	1,462,813	853,641
Cash and cash equivalents, end of year	\$ 1,559,762	\$ 1,462,813
<b>Supplemental disclosure</b>		
Cash paid during the year for:		
Interest	\$ 0	\$ 0

# 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, 2021 to January 1, 2022 and \$750,000 per occurrence for the period from January 1, 2020 to January 1, 2021. 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.

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

#### **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.

**KANSAS MUNICIPAL INSURANCE TRUST**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 3 – Cash allocation**

Cash is allocated between administrative and claims funds as follows:

	2021	2020
Cash-administrative	\$ 248,451	\$ 193,394
Cash-claims	1,311,311	1,269,419
Total cash and cash equivalents	\$ 1,559,762	\$ 1,462,813

**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, 2021 and 2020, fair value, gross unrealized losses and amortized cost of investments were as follows:

		2021							
		Original Cost		Amortized Cost		Gross Unrealized Gains		Gross Unrealized Losses	Fair Value
Investments									
Money Market Securities	\$	8,809,000	\$	8,809,000	\$	117,390	\$	-	\$ 8,926,390
Treasury		1,412,269		1,408,804		-		(15,741)	1,393,063
US Agency		2,852,055		2,795,398		43,187		-	2,838,585
Corporate bonds		514,079		501,764		5,194		-	506,958
Municipals		3,937,731		3,915,641		1,969		(80,615)	3,836,995
Total	\$	17,525,134	\$	17,430,607	\$	167,740	\$	(96,356)	\$ 17,501,991
		2020							
		Original Cost		Amortized Cost		Gross Unrealized Gains		Gross Unrealized Losses	Fair Value
Investments									
Money Market Securities	\$	9,810,000	\$	9,810,000	\$	345,795	\$	-	\$ 10,155,795
US Agency		3,756,022		3,720,195		126,047		-	3,846,243
Corporate bonds		829,386		805,805		16,185		-	821,990
Municipals		1,826,860		1,786,977		7,171		(132)	1,794,017
Total	\$	16,222,269	\$	16,122,978	\$	495,198	\$	(132)	\$ 16,618,044

The following is a summary of maturities of these securities as of December 31, 2021.

Amounts maturing in:	Amortized Cost	Fair Value
Due within one year	\$ 4,367,820	\$ 4,399,615
Due from one to five years	13,062,787	13,102,376
	\$ 17,430,607	\$ 17,501,991

**KANSAS MUNICIPAL INSURANCE TRUST**  
**NOTES TO FINANCIAL STATEMENTS**

**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.

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, 2021 and 2020:

<b>2021</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	\$ -	\$ 8,926,390	\$ -	-
Treasury	1,393,063	-	-	-
US Agency	2,838,585	-	-	-
Corporate bonds	-	506,958	-	-
Municipals	-	3,836,995	-	-
Total	\$ 4,231,648	\$ 13,270,343	\$ -	-

<b>2020</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	\$ -	\$ 10,155,795	\$ -	-
US Agency	3,846,243	-	-	-
Corporate bonds	-	821,990	-	-
Municipals	-	1,794,017	-	-
Total	\$ 3,846,243	\$ 12,771,802	\$ -	-

**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, 2021 and 2020. 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.

**KANSAS MUNICIPAL INSURANCE TRUST**  
**NOTES TO FINANCIAL STATEMENTS**

The components of the loss reserve at December 31, 2021 and 2020 are as follows:

	2021	2020
Reported claims	\$ 3,688,917	\$ 4,295,540
Claim adjustment expenses	707,617	790,455
Reserve for incurred but not reported claims	4,105,347	4,547,469
	<u>\$ 8,501,881</u>	<u>\$ 9,633,464</u>

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

	2021	2020
Balance at January 1, gross reserves	\$ 10,222,103	\$ 10,223,971
Less reinsurance recoverables	588,639	822,573
Net balance at beginning of period	9,633,464	9,401,398
Incurred related to:		
Current year	4,108,377	4,025,359
Prior years	(2,531,646)	(996,388)
Total incurred	1,576,731	3,028,971
Paid related to:		
Current year	1,066,187	1,169,091
Prior years	1,642,127	1,627,814
Total paid	2,708,314	2,796,905
Net balance at December 31	8,501,881	9,633,464
Plus reinsurance recoverables	556,666	588,639
Balance at December 31, gross reserves	<u>\$ 9,058,547</u>	<u>\$ 10,222,103</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, 2021 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



**KANSAS MUNICIPAL INSURANCE TRUST**  
**NOTES TO FINANCIAL STATEMENTS**

included in the financial statements.

**Note 8 – Deposits on premiums**

Deposits on premium of \$832,542 and \$716,994 represent premiums for the 2021 and 2020 contract years collected prior to December 31, 2021 and 2020, respectively.

**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 2021 and 2020. During the years ended December 31, 2021 and 2020, the Trust incurred expenses of \$35,750 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 XX, 2022, 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.

## SUPPLEMENTAL INFORMATION

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

For the years ended December 31,	2021	2020
Insurance Department fees and taxes	\$ (39,629)	\$ 298,226
Risk and claim management fees	648,015	637,500
League of Kansas Municipalities fees	35,750	32,500
Administrator fees	114,204	110,880
Independent agent commissions	150,089	123,873
Risk Analysis	46,635	47,317
NCCI fees	23,325	198
Professional services	65,878	57,864
Other expenses	67,151	45,070
	<u>\$ 1,111,418</u>	<u>\$ 1,353,428</u>

**KANSAS MUNICIPAL INSURANCE TRUST**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE**  
**STATUTORY BASIS-YEAR ENDED DECEMBER 31, 2021**  
**ACTIVITY BY CONTRACT PERIOD**

For the years ended December 31,	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Underwriting income:															
Direct premiums earned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: excess insurance premium	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net underwriting income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deductions:															
Workers' compensation claims incurred	-	-	-	-	(5,000)	-	(15,000)	-	1,000	-	(8,908)	(76,472)	(1,800)	40,585	(19,458)
Claims adjustment expenses incurred	-	-	-	-	5,000	-	15,000	-	492	-	492	(6,080)	984	5,000	(533)
Other administrative expenses incurred	-	-	-	-	(3,495)	1,431	2,210	(4)	36	(101)	(423)	(3,142)	(257)	1,184	(989)
Total underwriting deductions	-	-	-	-	(3,495)	1,431	2,210	(4)	1,528	(101)	(8,839)	(85,694)	(1,073)	46,769	(20,980)
Net underwriting gain (loss)	-	-	-	-	3,495	(1,431)	(2,210)	4	(1,528)	101	8,839	85,694	1,073	(46,769)	20,980
Investment income / Other income															
Interest earned (net)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income (loss)	-	-	-	-	3,495	(1,431)	(2,210)	4	(1,528)	101	8,839	85,694	1,073	(46,769)	20,980
Fund balance, beginning of period	74,487	46,579	494,860	(290,557)	(406,669)	(429,370)	(325,478)	322,578	606,319	637,514	(137,146)	(1,489,119)	295,910	803,880	715,341
Fund balance, end of period	\$ 74,487	\$ 46,579	\$ 494,860	\$ (290,557)	\$ (403,173)	\$ (430,801)	\$ (327,688)	\$ 322,582	\$ 604,792	\$ 637,615	\$ (128,307)	\$ (1,403,426)	\$ 296,984	\$ 757,111	\$ 736,322
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, 2021**  
**ACTIVITY BY CONTRACT PERIOD**

For the years ended December 31,	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	Total
Underwriting income:														
Direct premiums earned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,405,473	\$ 5,405,473
Less: excess insurance premium	-	-	-	-	-	-	-	-	-	-	-	-	574,860	574,860
Net underwriting income	-	-	-	-	-	-	-	-	-	-	-	-	4,830,613	4,830,613
Deductions:														
Workers' compensation claims incurred	(19,582)	22,704	(46,581)	(14,486)	(13,522)	4,148	(36,300)	(173,348)	(211,394)	(442,692)	(707,668)	(720,339)	3,874,442	1,430,329
Claims adjustment expenses incurred	1,626	(7,304)	(1,404)	-	(2,589)	(1,000)	-	7,861	5,700	(19,482)	(48,526)	(42,769)	233,935	146,402
Other administrative expenses incurred	(822)	(31,764)	(7,995)	(53,495)	(760)	(22,517)	(2,139)	(7,248)	(11,096)	(18,049)	(29,160)	(26,222)	1,326,235	1,111,418
Total underwriting deductions	(18,778)	(16,364)	(55,980)	(67,981)	(16,871)	(19,369)	(38,439)	(172,735)	(216,790)	(480,224)	(785,354)	(789,330)	5,434,612	2,688,150
Net underwriting gain (loss)	18,778	16,364	55,980	67,981	16,871	19,369	38,439	172,735	216,790	480,224	785,354	789,330	(603,999)	2,142,464
Investment income / Other income														
Interest earned (net)	-	-	-	-	-	-	-	-	-	-	-	-	296,507	296,507
Net income (loss)	18,778	16,364	55,980	67,981	16,871	19,369	38,439	172,735	216,790	480,224	785,354	789,330	(307,492)	2,438,970
Fund balance, beginning of period	1,715,760	(643,162)	111,338	1,067,978	1,564,637	648,177	1,636,660	1,123,732	(701,419)	(41,089)	(269,706)	(463,285)	-	6,668,748
Fund balance, end of period	\$ 1,734,538	\$ (626,798)	\$ 167,318	\$ 1,135,959	\$ 1,581,508	\$ 667,546	\$ 1,675,099	\$ 1,296,467	\$ (484,629)	\$ 439,135	\$ 515,648	\$ 326,044	\$ (307,492)	9,107,718
Non admitted assets														(26,539)
Current fund balance after non admitted assets														\$ 9,081,179

**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	Year Ended 12/31/2008
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	\$ 5,519,169
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	372,790
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	5,146,379
Deductions:															
Workers' compensation claims incurred	716,699	1,049,151	790,462	1,451,597	1,211,664	1,380,108	1,432,613	1,097,366	1,212,717	1,515,352	2,332,007	3,886,675	2,715,967	2,906,003	3,413,419
Claims adjustment expenses incurred	25,541	54,345	46,583	91,393	116,968	161,703	175,723	83,209	129,601	156,241	152,676	257,924	202,728	214,236	254,318
Other administrative expenses incurred	477,137	598,509	492,679	527,664	488,997	457,861	451,919	437,025	533,078	650,781	737,904	817,822	907,023	915,119	988,125
Total underwriting deductions	1,219,377	1,702,005	1,329,723	2,070,654	1,817,629	1,999,672	2,060,255	1,617,600	1,875,396	2,322,374	3,222,588	4,962,421	3,825,717	4,035,359	4,655,861
Net underwriting gain (loss)	86,812	(61,646)	379,948	(433,261)	(519,363)	(527,683)	(457,301)	220,888	551,789	585,123	(187,375)	(1,499,100)	61,998	494,087	490,519
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	245,802
Other income	-	-	-	-	-	-	-	-	2,335	-	-	-	-	-	-
Net income (loss)	109,487	11,579	494,860	(290,557)	(403,173)	(430,801)	(327,688)	322,582	604,792	637,615	(128,307)	(1,403,426)	296,984	757,111	736,322
Transfer of fund balance	(35,000)	35,000	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund balance end of period	\$ 74,487	\$ 46,579	\$ 494,860	\$ (290,557)	\$ (403,173)	\$ (430,801)	\$ (327,688)	\$ 322,582	\$ 604,792	\$ 637,615	\$ (128,307)	\$ (1,403,426)	\$ 296,984	\$ 757,111	\$ 736,322
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 12/31/2009	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	Year Ended 12/31/2020	Year Ended 12/31/2021	Total
Underwriting income:														
Direct premiums earned	\$ 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	\$ 4,898,050	\$ 4,985,641	\$ 5,405,473	\$ 106,091,341
Less insurance premium	341,935	351,375	336,966	337,595	395,128	432,750	456,352	451,042	476,604	504,697	516,049	527,483	574,860	9,018,735
Total underwriting income	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	4,382,001	4,458,158	4,830,613	97,072,606
Deductions:														
Workers' compensation claims incurred	2,098,804	4,314,974	2,929,680	2,026,436	1,825,721	3,211,693	2,041,503	1,953,413	3,719,504	2,849,946	2,816,127	3,068,886	3,874,442	63,842,928
Claims adjustment expenses incurred	147,600	225,374	154,256	183,138	132,386	183,286	180,956	193,039	324,608	211,966	270,053	193,365	233,935	4,757,151
Other administrative expenses incurred	952,136	1,001,627	927,031	871,509	990,952	1,072,670	1,035,733	1,095,939	1,169,138	1,140,171	1,149,671	1,220,839	1,326,235	23,435,297
Total underwriting deductions	3,198,540	5,541,975	4,010,967	3,081,083	2,949,059	4,467,650	3,258,192	3,242,392	5,213,249	4,202,083	4,235,852	4,483,090	5,434,612	92,035,376
Total underwriting gain (loss)	1,652,937	(679,569)	94,393	1,065,855	1,509,648	559,945	1,546,500	1,136,092	(705,235)	154,015	146,149	(24,933)	(603,999)	5,037,230
Investment income / Other income														
Interest earned (net)	81,601	52,768	72,925	70,104	71,861	107,601	128,600	160,374	220,606	285,121	369,499	350,977	296,507	4,068,154
Other income	-	-	-	-	-	-	-	-	-	-	-	-	-	2,335
Total income (loss)	1,734,538	(626,798)	167,318	1,135,959	1,581,508	667,546	1,675,099	1,296,467	(484,629)	439,135	515,648	326,044	(307,492)	9,107,718
Transfer of fund balance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
End balance end of period	\$ 1,734,538	\$ (626,798)	\$ 167,318	\$ 1,135,959	\$ 1,581,508	\$ 667,546	\$ 1,675,099	\$ 1,296,467	\$ (484,629)	\$ 439,135	\$ 515,648	\$ 326,044	\$ (307,492)	9,107,718
Non admitted assets														(26,539)
Current fund balance after non admitted assets														\$ 9,081,179





**KANSAS MUNICIPAL INSURANCE TRUST**

**REPORT TO THE BOARD OF TRUSTEES**

**DECEMBER 31, 2021**

# Table of Contents

## **Report to the Board of Trustees:**

Governance Letter

Management Comment Letter

Adjusting Journal Entries

Signed Management Representation Letter



June 10, 2022

To the Board of Trustees  
Kansas Municipal Insurance Trust

We have audited the financial statements of Kansas Municipal Insurance Trust (KMIT) for the year ended December 31, 2021, and have issued our report thereon dated June 10, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 21, 2022. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Findings

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by KMIT are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2021. We noted no transactions entered into by the Trust during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

Management's estimate of the reserve for unpaid claims is determined using case basis evaluations and statistical analyses. We evaluated the key factors and assumptions used to develop the reserve for unpaid claims in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

The disclosure of reserve for unpaid claims in Note 6 to the financial statements. The reserve for unpaid claims represents an estimate of the ultimate settlement of losses incurred through December 31, 2021. Management engaged an outside actuary to determine the sufficiency of the reserve for losses estimated at December 31, 2021. The reserve is estimated based on management's evaluation of the actuarial study and its own evaluation of reported claims and an estimated 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 financial statement disclosures are neutral, consistent and clear.

### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements and the adjusting journal entries are attached along with this letter.

### *Disagreement with management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated June 10, 2022.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the KMIT's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as KMIT's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of Board of Trustees and management of KMIT and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

*SSC CPA, P.A.*

SSC CPA's P.A.



To the Board of Trustees and Management  
of Kansas Municipal Insurance Trust

In planning and performing our audit of the financial statements of Kansas Municipal Insurance Trust as of and for the year ended December 31, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered Kansas Municipal Insurance Trust's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. Accordingly, we do not express an opinion on the effectiveness of the Trust's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the Trust's financial statements will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency in Kansas Municipal Insurance Trust's internal control to be a material deficiency:

Financial statement preparation

During our audit, we noted that the claims account was misstated due to 2022 premium receipts being mistakenly input into QB's with a prior year date. The reconciliation procedures did not detect this error. We recommend that the cash reconciliation procedures include a review of old outstanding items to determine their validity. The effect of not properly reconciling the cash accounts is the increased chance for a financial reporting error to go unnoticed and the financial statements to be misstated.

This communication is intended solely for the information and use of management and the Board of Trustees of Kansas Municipal Insurance Trust, and others within the Trust, and is not intended to be, and should not be, used by anyone other than these specified parties.

*SSC CPAs, P.A.*

SSC CPAs, P.A.

Meriden, Kansas

June 10, 2022

Client:  
Engagement:  
Current Period:  
Workpaper:

KANSAS MUNICIPAL INS. TRUST  
Audit 2021  
12/31/2021  
Adjusting Journal Entries Report

Account	Description	Debit	Credit	Net Income Effect
<b>AJE01</b>				
To reclass claims paid and specific recov accts to the proper account.				
50100.06	Claims Paid - 06	0.00	203.95	
50100.16	Claims paid - 16	203.95	0.00	
50100.17	Claims Paid - 17	0.00	72.00	
55100.17	Adjusting expense paid - 17	72.00	0.00	
50100.18	Claims paid - 18	3,850.49	0.00	
50100.19	Claims Paid - 19	2,094.34	0.00	
50100.20	Claims Paid - 20	0.00	5,944.83	
50100.03	Claims Paid - 03	0.00	24,347.07	
50120.03	Excess Specific Receivable -	24,347.07	0.00	
50100.07	Claims Paid - 07	53,998.50	0.00	
50120.07	Excess Specific Receivable - 07	0.00	53,998.50	
50100.08	Claims Paid - 08	66,549.07	0.00	
50120.08	Excess Specific Receivable - 08	0.00	66,549.07	
50100.10	Claims Paid - 10	43.20	0.00	
50120.10	Excess Specific Receivable - 10	0.00	43.20	
50100.12	Claims Paid - 12	9,964.50	0.00	
50120.12	Excess Specific Receivable - 12	0.00	9,964.50	
50100.14	Claims Paid - 14	0.00	24,694.95	
50120.14	Excess Specific Receivable - 14	24,694.95	0.00	
50100.98	Claims paid - 98	0.00	101,477.58	
50120.98	Excess Specific Receivable -98	101,477.58	0.00	
50100.99	Claims paid - 99	0.00	710.30	
50120.99	Excess Specific Receivalbe - 99	710.30	0.00	
<b>Total</b>		<b>288,005.95</b>	<b>288,005.95</b>	<b>0.00</b>
<b>AJE02</b>				
To ajust IBNR To actual.				
20200.04	Reserve for IBNR - 04	0.00	8.00	
50400.04	Reserves for IBNR - 04	8.00	0.00	
20200.05	Reserve for IBNR - 05	0.00	35,590.23	
50400.05	Reserves for IBNR - 05	35,590.23	0.00	
20200.09	IBNR - 09	0.00	8.00	
50400.09	Reserve for IBNR 09	8.00	0.00	
20200.16	Reserve for IBNR - 16	8.04	0.00	
50400.16	Reserves for IBNR - 16	0.00	8.04	
20200.20	Reserve for IBNR - 20	0.00	0.19	
50400.20	Reserves for IBNR - 20	0.19	0.00	
20200.21	Reserve for IBNR - 21	34,408.00	0.00	
50400.21	Reserves for IBNR - 21	0.00	34,408.00	
<b>Total</b>		<b>70,022.46</b>	<b>70,022.46</b>	<b>(1,190.38)</b>
<b>AJE03</b>				
To adjust claims cash and accounts rec account to actual based on input error discovered while reviewing claims bank rec.				
11000.00	Cash - Claims	0.00	202,672.00	
12010.00	Account Receivable	202,672.00	0.00	
<b>Total</b>		<b>202,672.00</b>	<b>202,672.00</b>	<b>0.00</b>
<b>AJE04</b>				
To adjust accounts to actual.				
12000.18	Premiums Receivable - 18	1,819.00	0.00	
12010.00	Account Receivable	0.00	169,349.90	
27200.19	Deposits on Premium 2019	0.00	12,555.00	
27200.20	Deposits on Premium 2020	0.00	198,954.00	
27200.21	Deposits on Premium 2021	177,903.40	0.00	
27200.22	Deposits on Premium - 22	0.00	9,614.50	
28100.16	Return premium payable - 20	12,495.00	0.00	
28100.17	Return Premium Payable - 21	0.00	13,585.00	
40000.20	Premium Earned - 20	199,014.00	0.00	
40000.21	Premium Earned - 21	12,827.00	0.00	
<b>Total</b>		<b>404,058.40</b>	<b>404,058.40</b>	<b>(211,841.00)</b>

Account	Description	Debit	Credit	Net Income Effect
<b>AJE05</b>				
To adjust accounts payable to actual.				
20000.00	Accounts Payable	8,727.20	0.00	
65200.21	Auditing - 21	0.00	13,517.50	
65200.20	Auditing - 20	17.50	0.00	
65000.20	Professional Services - 20	3,908.80	0.00	
65000.21	Professional Services - 21	864.00	0.00	
<b>Total</b>		<b>13,517.50</b>	<b>13,517.50</b>	<b>8,727.20</b>
<b>AJE06</b>				
To adjust accrued interest to actual.				
15000.00	Interest income accrued	0.00	61,651.83	
70000.21	Interest Income - 21	61,651.83	0.00	
<b>Total</b>		<b>61,651.83</b>	<b>61,651.83</b>	<b>(61,651.83)</b>
<b>AJE07</b>				
To adjust commission expense to actual.				
12020.00	Agent Commission Receivable	0.00	9,810.00	
68120.20	Independent Agent Commissions - 20	9,810.00	0.00	
<b>Total</b>		<b>9,810.00</b>	<b>9,810.00</b>	<b>(9,810.00)</b>
<b>AJE08</b>				
To reclass expense to proper year.				
61510.20	IMA Claims Mgt - 20	4,765.00	0.00	
61510.21	IMA Claims Mgt - 21	0.00	4,765.00	
<b>Total</b>		<b>4,765.00</b>	<b>4,765.00</b>	<b>0.00</b>
<b>AJE09</b>				
To adjust CIS claims account balance to actual.				
11010.01	TPA Claims Fund	0.00	17,017.46	
80000.12	Misc Income - 12	17,017.46	0.00	
<b>Total</b>		<b>17,017.46</b>	<b>17,017.46</b>	<b>(17,017.46)</b>
<b>AJE10</b>				
To adjust excess insurance expense to actual.				
12010.00	Account Receivable	25,451.00	0.00	
41050.21	Excess insurance - 21	0.00	25,451.00	
<b>Total</b>		<b>25,451.00</b>	<b>25,451.00</b>	<b>25,451.00</b>
<b>AJE11</b>				
To adjust fund balance/equity to actual.				
39000.00	Retained Earnings	11.12	0.00	
67000.21	Other Admin - 21	0.00	11.12	
<b>Total</b>		<b>11.12</b>	<b>11.12</b>	<b>11.12</b>
<b>AJE12</b>				
To record non-admitted assets.				
19000.00	Non Admitted Asset	0.00	24,927.00	
19000.00	Non Admitted Asset	0.00	401.00	
19000.00	Non Admitted Asset	0.00	1,211.23	
39500.00	Non-Admitted Asset	26,539.23	0.00	
<b>Total</b>		<b>26,539.23</b>	<b>26,539.23</b>	<b>0.00</b>

Account	Description	Debit	Credit	Net Income Effect
<b>AJE13</b>				
To adjust taxes, lic and fees to actual.				
60300.98	Dept H.R. assment.-98	106.62	0.00	
60300.99	Dept H.R assment - 99	0.00	1,331.67	
60300.00	Dept of H.R. assmnt - 00	0.00	325.05	
60300.03	Dept of H.R. Asmnt 03	0.00	1,407.37	
60300.05	Dept of H.R. Asmnt 05	0.00	2,098.81	
60300.06	Dept of H.R. Asmnt 06	0.00	410.71	
60300.07	Dept of H.R. Asmnt 07	0.00	313.55	
60300.08	Dept of H.R. Asmnt 08	0.00	307.12	
60300.09	Dept H.R. Assmnt 09	0.00	136.58	
60300.10	Dept of HR - 10	0.00	646.40	
60300.11	Dept of HR Asmnt 11	0.00	1,376.95	
60300.13	Taxes, Lic and Fees - 13	0.00	10.96	
60300.14	Taxes, Lic and Fees - 14	21,832.22	0.00	
60300.15	Taxes, Lic and Fees - 15	0.00	4,386.17	
60300.16	Taxes, Lic and Fees - 16	0.00	25.84	
60300.17	Taxes, Lic and Fees - 17	0.00	6,821.68	
60300.18	Taxes, Lic and Fees - 18	0.00	4,826.37	
60300.19	Taxes, Lic and Fees - 19	0.00	27,828.29	
60300.20	Taxes, Lic and Fees - 20	30,314.68	0.00	
<b>Total</b>		<b>52,253.52</b>	<b>52,253.52</b>	<b>0.00</b>
<b>AJE14</b>				
To reclass to the proper account.				
80000.12	Misc Income - 12	90,322.49	0.00	
60300.10	Dept of HR - 10	0.00	31,595.27	
60300.11	Dept of HR Asmnt 11	0.00	6,031.09	
60300.12	Dept of HR Asmnt 12	0.00	52,696.13	
<b>Total</b>		<b>90,322.49</b>	<b>90,322.49</b>	<b>0.00</b>
<b>AJE15</b>				
To move misc expense to proper contract year.				
80000.12	Misc Income - 12	0.00	9,517.46	
76000.21	Misc Expense - 21	9,517.46	0.00	
<b>Total</b>		<b>9,517.46</b>	<b>9,517.46</b>	<b>0.00</b>
<b>GRAND TOTAL</b>		<b>1,275,615.42</b>	<b>1,275,615.42</b>	<b>(267,321.35)</b>



# Kansas Municipal Insurance Trust

2250 N. Rock Rd. Ste 118-PMB302 Wichita, KS 67226



## 2021/2022 Board of Trustees

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**Don Osenbaugh**  
Pool Administrator

June 10, 2022

SSC CPAs, P.A.

This representation letter is provided in connection with your audit of the financial statements of Kansas Municipal Insurance Trust, which comprise the statement of admitted assets, liabilities and fund balance - statutory basis as of December 31, 2021 and 2020, and the related statements of revenues, expenses and changes in fund balance - statutory basis, and the statements of cash flows - statutory basis for the periods then ended and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the financial position, results of operations, and cash flows of Kansas Municipal Insurance Trust in conformity with the statutory - basis of accounting. We confirm that we are responsible for the fair presentation in the financial statements of financial position, results of operations, and cash flows in conformity with accounting practices prescribed or permitted by the Kansas Insurance Department. We are also responsible for adopting sound accounting policies, establishing and maintaining internal control, and preventing and detecting fraud.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of June 6, 2022, the following representations made to you during your audit.

### Financial Statements

- We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated December 21, 2021.
- The financial statements referred to above are fairly presented in conformity with statutory-basis of accounting practices prescribed or permitted by the Kansas Insurance Department.
- We acknowledge our responsibility 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.
- We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.

- Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of statutory-basis of accounting practices prescribed or permitted by the Kansas Insurance Department.
- All events subsequent to the date of the financial statements and for which statutory-basis of accounting practices require adjustment or disclosure have been adjusted or disclosed.
- We are in agreement with the adjusting journal entries you have proposed, and they have been posted to the company's accounts.
- The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with statutory-basis of accounting practices.
- Material concentrations have been properly disclosed in accordance with statutory-basis of accounting practices.
- Guarantees, whether written or oral, under which the company is contingently liable, if any, have been properly recorded or disclosed in accordance with statutory-basis of accounting practices.

#### **Information Provided**

- We have provided you with:
  - Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
  - Additional information that you have requested from us for the purpose of the audit.
  - Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
- All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
  - Management,
  - Employees who have significant roles in internal control, or
  - Others where the fraud could have a material effect on the financial statements.
- We have no knowledge of any allegations of fraud or suspected fraud affecting the entity's financial statements communicated by employees, former employees, analysts, regulators, or others.
- We have no knowledge of any instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- We have disclosed to you all known instances of noncompliance or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements.
- We are not aware of any pending or threatened litigation, claims, or assessments, or un-asserted claims or assessments that are required to be accrued or disclosed in the financial statements and we have not consulted a lawyer concerning litigations, claims or assessments except in the normal course of settling workers' compensation claims for which estimates have been made and disclosed in the financial statements regarding reserves for unpaid workers' compensation claims.



- We have disclosed to you the identity of the entity's related parties and all the related party relationships and transactions of which we are aware.
- The company has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- We acknowledge our responsibility for presenting the "Schedule of Administrative Expenses", "Statement of Revenue, Expenses, and Changes in Fund Balance – Statutory Basis", and "Statement of Revenues, Expenses, and Changes in Fund Balance Statutory Basis - Cumulative Activity by Contract Period" in accordance with statutory-basis of accounting practices, and we believe the schedules described above, including their forms and contents, are fairly presented in accordance with statutory-basis of accounting practices. The methods of measurement and presentation of these described schedules have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.

Signature:

Don Osenbaugh

Title:

Pool Administrator

Don Osenbaugh  
KM IT Pool Administrator



# KMIT Investments, 2017-2029

	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		\$ 248 7/16	\$ 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	\$ 245 9/29	\$ - OK	\$ 500 11/13	\$ 130 12/1	\$ 3,246,000	12
2021	\$ 247 1/20	\$ - OK	\$ 744 3/1+3/24	\$ 747 4/6+4/8+4/9	\$ 300 5/17	\$ 400 6/11	\$ 494 7/19+7/20	\$ 495 8/23 + 8/24	\$ - NA	\$ 249 10/25	\$ 250 11/4		\$ 499,000	14
2022	\$ 249 1/13	\$ 496 2/17+2/28	\$ 247 3/1	\$ 741 4/1+4/5+4/14	\$ 644 5/3+5/5+5/23	=250+250+247 6/10 + 6/10+6/29	\$ 245 7/25	\$ 500 8/9	\$ 270 9/9	\$ 249 10/17	\$ 249 11/7		\$ 1,760,000	6
2023		\$ 100 2/15**	\$ 246 3/8	\$ 249 4/10	\$ 246 5/2	\$ 749 6/9+6/9+6/30	\$ 499 7/17+7/26	\$ 249 8/15	\$ 599 9/1+9/22	\$ 249 10/17	\$ 249 11/30	\$ 250 12/30	\$ 3,685,000	15
2024		\$ 741 2/27+2/28+2/28	\$ 552 3/1	\$ 247 4/16	\$ 198 5/15	\$ 750 6/14+6/14	\$ 245 7/17	\$ 500 8/14	\$ 599 9/1*+9/20	\$ 523 10/31	\$ 204 11/30		\$ 4,559,000	14
2025		\$ 325 2/15	\$ 604 3/1+3/26	\$ 500 4/30	\$ 500 5/15	\$ 500 6/30	\$ 500 7/31	\$ 490 8/4+8/13	\$ 247 9/24	\$ 247 10/17	\$ -	\$ 1,048 12/1+12/15	\$ 4,961,000	13
2026		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 245 8/18	\$ -	\$ -	\$ -		\$ 245,000	1
2027		\$ 500 2/15	\$ -	\$ -	\$ 980 5/18+5/18+5/18+5/18	\$ 500 6/30	\$ -	\$ -	\$ 263 9/1	\$ -	\$ -		\$ 2,243,000	7
2028		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	0
2029	\$ 500 1/1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ 500,000	1
9/15/17 orig													\$ 17,952,000	56
6/16/22													CURRENT	#

monthly amounts are shown in 1,000s

\*\*pre-refund date

\*callable after 9/1/21

Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
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