

KSBIT-PL

IN REHABILITATION

Kentucky School Boards Insurance Trust
Property & Liability Fund
10400 Linn Station Road, Suite 211
Louisville, KY 40223
(502) 499-6290
WWW.KSBIT-PL.COM

TODD COUNTY BOARD OF EDUCATION
Wayne Benningfield
205 Airport Road
Elkton, KY 42220

IMPORTANT NOTICE:

The attached Assessment Package is the Court Ordered
Assessment for the

**Kentucky School Boards Insurance Trust
Property & Liability Fund ONLY (KSBIT-PL)**

Those members that also received Workers Compensation
Coverage from the **Kentucky School Boards Insurance
Trust Workers Compensation Fund (KSBIT-WC)** will receive
a separate Assessment package.

**Separate payments should be made for each fund in which
the member participated.**

Please note as explained in the cover letter, an additional assessment
totaling approximately \$2,500,000 (KSBIT-PL) is being determined by the
Court. A future additional assessment may be **Ordered by the Court**

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TODD COUNTY BOARD OF EDUCATION
Wayne Benningfield
205 Airport Road
Elkton, KY 42220

July 24, 2014

Dear KSBIT Property & Liability Fund Member:

On July 17, 2014 the Franklin Circuit Court issued an order instructing the Rehabilitator to assess the former members of the Kentucky School Boards Insurance Trust Property & Liability Fund. The attached invoice reflects the court-ordered assessment plan. Court orders and other information are available at www.ksbit-pl.com.

The attached invoice includes a breakdown for each year covered under the court-approved assessment, as well as premium and loss summaries. The Court has ordered that each members' assessment be calculated pro-rata 60% based on members earned premium and 40% based on members excess losses. The Court has further ordered that the amount assessed for each year be limited to fifty percent (50%) of a member's earned premium for that year. The invoice consists of three pages. The first page (Remittance) and the second page show the breakdown of the assessment for each year based on the premiums, the losses, and the 50% premium limitation. It also shows the total assessment due. The third page shows a breakdown of the premium and excess loss portion for each year of the assessment. PLEASE RETURN THE REMITTANCE COPY WITH YOUR PAYMENT.

In addition, it is important to note that the assessment amount does not include the \$2.5 million in surplus notes currently in litigation. Once that case is resolved, an additional assessment is possible.

The following payment options are being offered:

- Pay the full amount of the invoice by September 15, 2014;
- Pay 40 percent of the full amount by September 15, 2014 and the remaining balance in equal payments over 2 years. With each yearly payment due on September 15th; or
- Finance your assessment through the Kentucky Interlocal School Transportation Association (KISTA) or other source. If you finance your premium, the full amount is due by October 15, 2014. This option is only available for School Boards. For more information please contact Joe Nance or Bob Tarvin with Ross Sinclair & Associates, fiscal agent for KISTA, at 800-255-0795.

If you have questions, please contact Joseph N. Pope, or David Hurt, the Deputy Rehabilitators, at 502-499-6290 x114 or x106. Also email JoeP@KSBIT-PL.com or DavidH@KSBIT-PL.com.

Sincerely,



Joseph N. Pope, Jr. CPA, CFE
Deputy Rehabilitator



David Hurt, CPA, CFE
Deputy Rehabilitator

KSBIT-Property & Liability Fund**Assessment Invoice****REMITTANCE**

Mbr #1184

TODD COUNTY BOARD OF EDUCATION

205 Airport Road

Elkton, KY 42220

Please make checks payable to:**KSBIT-Property & Liability Fund
10400 Linn Station Rd, Suite 211
Louisville, KY 40223-3839**

Year Ending 06/30	Premium Assessment per Summary (A)	Loss Assessment per Summary (B)	Premium Limit Adjustment* (C)	Total Assessment (A + B +C)
2008	10,531	14,612	3,085	28,228
2009	12,201	-	1,450	13,651
2010	13,024	-	3,389	16,412
2011	18,074	-	5,769	23,843
2012	19,185	-	2,927	22,112
2013	11,541	-	3,899	15,441
Total	84,556	14,612	20,520	
Total Amount Due				\$119,687

* Total Assessment is limited to 50% of member's premium for each year. This column reflects the adjustment for each year due to this limitation.

PAYMENT OPTIONS:

- ☐ **\$119,687** **Full Payment Enclosed**
Due September 15, 2014
- ☐ **\$119,687** **Plan to Participate in Bond Issue**
(Full Payment due October 15, 2014)
THIS OPTION ONLY AVAILABLE FOR SCHOOL BOARDS
- ☒ **\$47,875** **40% Payment Enclosed**
and
\$71,812 **Remaining Balance to be paid in 2 Equal Annual Payments**
Due September 15, 2015 & September 15, 2016