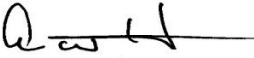




MONTANA MUNICIPAL INTERLOCAL AUTHORITY LIABILITY PROGRAM

TO: Jessica Chamberlin
City of Sidney

FROM: Alan W. Hulse, CEO 

DATE: April 6, 2023

RE: **LIABILITY PROGRAM FINAL RATES FY 2023/2024**

The MMIA Board of Directors adopted, at the Program actuary's recommendation, **final rates** for the Liability Program for fiscal year 2023/2024. This year's rates **remain flat with no increase over last year's rates**. Additionally, the MMIA Board of Directors has decided to distribute to the Membership \$500,000 in unrestricted surplus this year. With this year's distribution, the MMIA has distributed \$24,500,000 to the Membership over the past ten years.

Factors that affect individual member-owner's financial responsibility include: the deductible level elected, individual experience rating modification (MOD) factor, changes in total payroll, and any retrospective assessment (retro). All of these factors assist in balancing the burden of individual member-owner losses against the financial impact on the total program membership.

Deductible Elections – Member-owners may select the deductible level that is not more than two deductible steps from their current deductible. If you change your deductible, you must indicate this on your assessment invoice and submit a request on letterhead for MMIA's approval. Invoices will be sent in June, with payment and supporting documentation due by August 15, 2023. For questions regarding deductible elections, payroll, and invoices, please contact Kayla Forgey at 406-495-7019 or kforgey@mmia.net, or JT Linder at 406-495-7023 or jlinder@mmia.net.

Table 1: FY 2023/2024 Experience Modification Factor and Current Deductible Election

FY 2023/2024 MOD	1.02
Current deductible	\$1,500
Minimum billing for municipalities with limited payroll	\$1,840

Table 2: FY 2023/2024 Deductibles and Rates

Deductible	Base Rate (per \$100 payroll)
\$750	\$4.47
\$1,500	\$4.40
\$3,750	\$4.24
\$7,500	\$4.09
\$11,250	\$3.96
\$15,000	\$3.86
\$25,000	\$3.64
\$50,000	\$3.25