



DIVIDEND ANNOUNCEMENT December 2, 2020

Enclosed is a check for your share of the \$5.7 million dividend being returned to members of the League of Minnesota Cities Insurance Trust's property/casualty program. Also enclosed is your dividend history and an information sheet showing the data used to calculate your dividend. Your agent will also receive this information, and we encourage you to share it with your city council or other governing body.

Dividend Amount

This year's dividend is based on losses experienced by members, actuarial projections, investment results, legislative and coverage changes, reinsurance costs, and the Trust's long-term strategic direction. Reductions in actuarial projections on old property/casualty claims and unrealized capital gains in our investment portfolio helped build our fund balance. This, along with increasing our property and liability reinsurance retentions, allowed us to keep overall property/casualty premium rates flat this year. At the same time, we've been able to maintain a fund balance strong enough to hedge against the uncertainty associated with COVID-19, cyber, police liability, property, and other variables we expect to see from year to year.

Dividend Formula

Dividends are calculated based on a formula that recognizes members with a longer history of coverage with the Trust and greater success in avoiding and controlling claims. Your share was determined based on the calculations shown on the enclosed information sheet.

Thank you for your continued membership with the Trust. We appreciate your confidence and the chance to partner with you to serve your community. Feel free to contact either of the following individuals if you have any questions, comments, or need additional information.

Dan Greensweig, Trust Administrator
dgreensweig@lmc.org
(651) 281-1291

Laura Honeck, Trust Operations Manager
lhoneck@lmc.org
(651) 281-1280

The League of Minnesota Cities Insurance Trust Board of Trustees

Jake Benson, Councilmember, Proctor
Dave Callister, City Manager, Plymouth
Clint Gridley, City Administrator, Woodbury
Anna Gruber, City Administrator, Sartell

D. Love, Councilmember, Centerville
Dave Unmacht, Executive Director, LMC
Alison Zelms, Deputy City Manager, Mankato

**LEAGUE OF MINNESOTA CITIES INSURANCE TRUST
PROPERTY/CASUALTY
2020 DIVIDEND CALCULATION
AT MAY 31, 2020**

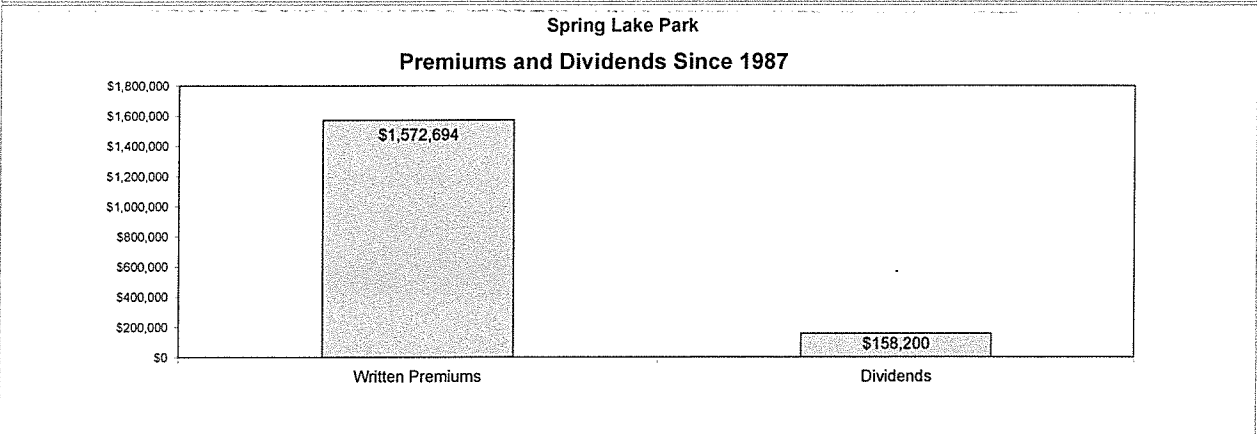
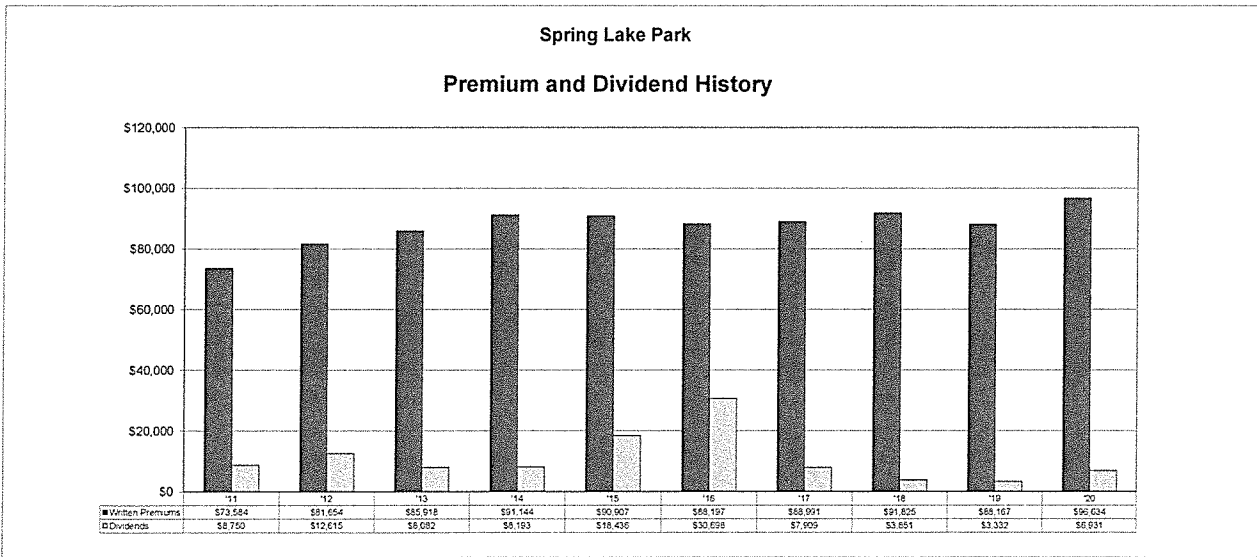
NCI-BIB LLC

Po Box 9396

Minneapolis MN 55440-9396

Spring Lake Park
1301 81st Avenue NE
Spring Lake Park, MN 55432-2116

GROSS EARNED PREMIUM \$1,461,020
ADJUSTED LOSSES \$600,306
MEMBERS DIVIDEND PERCENTAGE 0.00121601000
DIVIDEND AMOUNT \$6,931



The "gross earned premium" figure is the member's total earned premiums as of May 31, 2020 for the past 20 years. This is the premium figure that's used in the dividend calculation.
The "2020 written premium" figure is the member's total premium for the member's most recent renewal prior to May 31, 2020 (for most members, only a portion of that 2020 written premium would be earned as of May 31, 2020).

THIS DOCUMENT HAS A COLORED BACKGROUND, AN ULTRAVIOLET INK FEATURE AND A WATERMARK ON THE BACK

84988 18498 18498 18498 NO. 184987



LEAGUE of MINNESOTA CITIES

145 UNIVERSITY AVE. WEST
ST. PAUL, MN 55103-2044
(651) 281-1200
WWW.LMC.ORG



DATE	AMOUNT
December 1, 2020	\$6,931.00

PAY *** Six Thousand Nine Hundred Thirty One and 00/100 US Dollar

TO THE ORDER OF City of Spring Lake Park
1301 81st Ave NE
Spring Lake Park, MN 55432-2116



Check 184987 Date of check 12/1/2020

Vendor : 100709, City of Spring Lake Park

Invoice number	Invoice date	Payment amount
2020 PC Dividen	12/1/2020	6,931.00
Total		6,931.00