

DIVIDEND ANNOUNCEMENT

December 9, 2021

Dear Member,

We are pleased to enclose a check for your share of the \$15 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.

Why is a dividend being returned?

If the Trust's fund balance reaches a level where it's more than sufficient to pay claims and plan for contingencies, the Trust is able to return funds to its members. We undertake this evaluation every year based on losses experienced by members, actuarial projections, investment results, legislative and coverage changes, reinsurance costs, and the Trust's long-term strategic direction.

What is the 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.

Is there any pattern or trend to the amount of dividend to expect in the future?

Members should not include dividend returns in their yearly budget projections, because the amount will fluctuate from year to year. The amount of a given year's dividend return has no bearing on the amount returned the following year.

We want to 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 Laura Honeck, Trust Operations Manager, at lhoneck@lmc.org or (651) 281-1280 if you have any questions.

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, Mayor, Centerville

Dave Unmacht, Executive Director, LMC

Alison Zelms, Administrator, Rochester

**LEAGUE OF MINNESOTA CITIES INSURANCE TRUST
PROPERTY/CASUALTY
2021 DIVIDEND CALCULATION
AT MAY 31, 2021**

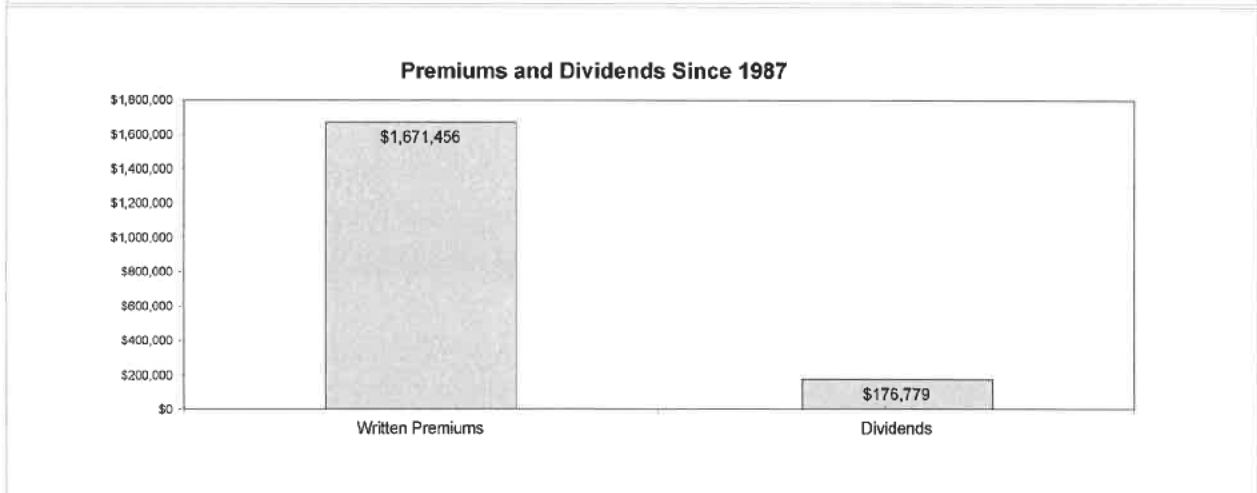
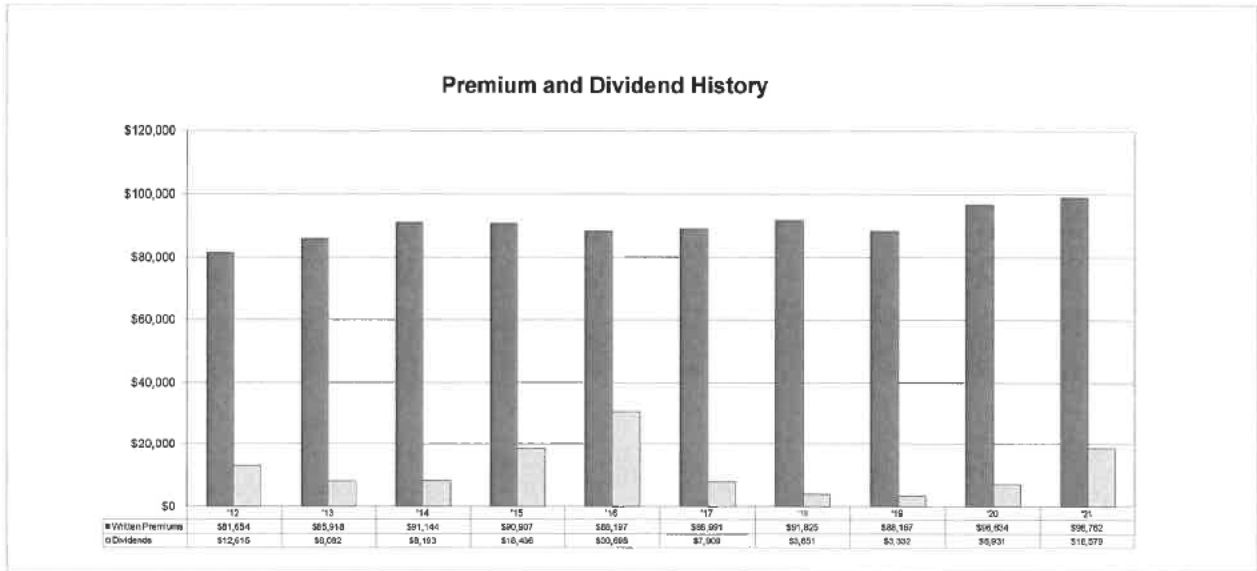
NCI-BIB LLC

Po Box 9396

Minneapolis MN 55440-9396

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

GROSS EARNED PREMIUM	\$1,507,545
ADJUSTED LOSSES	\$599,638
MEMBERS DIVIDEND PERCENTAGE	0.00123861000
DIVIDEND AMOUNT	\$18,579



The "gross earned premium" figure is the member's total earned premiums as of May 31, 2021 for the past 20 years. This is the premium figure that's used in the dividend calculation.
The "2021 written premium" figure is the member's total premium for the member's most recent renewal prior to May 31, 2021 (for most members, only a portion of that 2021 written premium would be earned as of May 31, 2021).



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



No. 187170

DATE AMOUNT

December 7, 2021

\$18,579.00

PAY *** Eighteen Thousand Five Hundred Seventy Nine 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 187170 Date of check 12/7/2021

Vendor : 100709, City of Spring Lake Park

Invoice number	Invoice date	Payment amount
2021 PC Divide	12/1/2021	18,579.00
Total		18,579.00