

Educate. Advocate. Empower.

July 28, 2017

Nancy Bingham, RMC
City of Rochelle
PO Box 601
Rochelle, IL 61068-0601

RE: Illinois Municipal League Risk Management Association Minimum/Maximum Program

Dear Ms. Bingham:

Enclosed please find the City of Rochelle's minimum-maximum status report. The numbers reflected represent claims activity as of June 30, 2017.

The enclosed status report reflects the current status for each minimum-maximum claim year. Please refer to the below table for an explanation of each status.

Status	Explanation
Closed	Total paid claims are below the minimum loss fund and all claims are closed with no outstanding reserves.
Open	Total paid claims are below the minimum loss fund and there are open claims with outstanding reserves.
Open: Over 60%	Total paid claims are equal to or greater than 60% of the minimum loss fund and there are open claims with outstanding reserves.
Open: Over 85%	Total paid claims are equal to or greater than 85% of the minimum loss fund and there are open claims with outstanding reserves.
Partial Pay: Open	Total paid claims are equal to or greater than 100% of the minimum loss fund and there are open claims with outstanding reserves.
Partial Pay: Closed	Total paid claims are equal to or greater than 100% of the minimum loss fund and all claims are closed with no outstanding reserves.
Max	Total paid claims are equal to or greater than 100% of maximum loss fund.

The status column on the enclosed report will now serve as notification when paid claims have exceeded 60% or 85% of the minimum loss fund.



Please remember that when a municipality's paid claim dollars exceed 100% of the minimum loss fund, additional payment will be required up to, but not to exceed the maximum loss fund. In the event that your paid claim dollars exceed 100% of the minimum loss fund, additional billing is included.

We will continue to provide you with a status report on a semi-annual basis so you can monitor your progress. You will receive a status report until there are no longer any reserve dollars, or you have reached the maximum loss fund for all claim years.

If you have questions concerning the status report or the minimum/maximum program, please contact me at (800) 252-5051 ext. 1337.

Sincerely,

A handwritten signature in cursive script that reads "Becky Hayes".

Becky Hayes
Member Services

Enclosure

c: Mayor Chet Olson