



KENTUCKY
AGC Self Insurers' Fund



FUNDSCRIPTS

Volume 20, Number 2 September 2016

The Underwriter's Corner

E-Mod Changes

For the last time, we are once again going to focus on the change to the split-point factor that is used in the experience modification (e-mod) calculation. The next change will become effective in Kentucky beginning 10/1/16. More importantly, it will not affect Fund e-mods until 1/1/17 (the immediate Fund rating period after 10/1/16).

For over 20 years, the National Council on Compensation Insurance (NCCI) held the "split-point" in the e-mod calculation at \$5,000. On 10/1/15, the NCCI raised the split-point to \$15,500. If you will recall, the split-point is the point at which losses are used in the e-mod calculation. The first \$15,500 of a claim, known as the primary loss, is given full weight in the e-mod calculation and reflects frequency. The amount of a loss in excess of \$15,500, known as the excess loss, is given partial weight in the e-mod calculation and reflects severity. The split-point exists so contractors with one large loss are not severely impacted versus other similar contractors with multiple smaller losses. So why did the split-point change?

As stated above, the NCCI did not change the split-point value for over 20 years. So the \$5,000 split-point that was in effect for so many years became inaccurate and no longer relative to the true cost of claims. As such, the NCCI resolved to increase the split-point incrementally over a three-year transition period as follows:

- ◆ YEAR 1: The split-point increased to \$10,000 (Implemented 10/1/13)
- ◆ YEAR 2: The split-point increased to \$13,500 (Implemented 10/1/14)
- ◆ YEAR 3: The split-point increased to \$15,500 (Implemented 10/1/15)

For the 2015 year and beyond, the NCCI will change the split-point based upon inflation. So, for 2016 the split-point will be increased to \$16,500. Remember, the \$16,500 split-point will not be effective in Kentucky until 10/1/16, and not effective for Fund policies until 1/1/17.

If you do not understand, or need any further clarification, regarding this issue, please contact the Fund Office at (800) 928-7135.

Annual Requirement >Safety Training<

For 2016, the Fund's Safety & Educational Program requires all policies with an effective date through 12/31/15 to have a company representative attend, by 10/31/16, a two (2) hour safety seminar offered by one (1) of the Fund's seven (7) sponsoring Trade Associations, or by the Fund's third-party loss control provider, JV Resources, Inc.

Inside this issue, you will find some of the training opportunities available, or you may visit the Fund's website at www.kyagsif.com and go to the "Safety" tab and click on "Seminars" for links to scheduled opportunities to meet the annual requirement offered by your Trade Association or JV Resources, Inc.

In This Issue:

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ANNUAL SAFETY ISSUE



Training Opportunities

Annual Safety Seminar

AGC of Kentucky

October 24, 2016 - Frankfort (AGC Office)

- 9:00 A.M. > OSHA's Final Silica Rule
- 1:00 P.M. > OSHA's Final Silica Rule

October 25, 2016 - Frankfort (AGC Office)

- 9:00 A.M. > OSHA's Final Silica Rule
- 1:00 P.M. > OSHA's Final Silica Rule

Online Training (www.agcky.org/events)

- Competent Person
- Employee Orientation
- OSHA's Final Silica Rule
- OSHA Just Arrived on Your Job Site (Now What?)

October 26, 2016 - Lexington (Thermal Equipment Sales)

- 9:00 A.M. > OSHA's Final Silica Rule
- 1:00 P.M. > OSHA's Final Silica Rule

October 27, 2016 - Lexington (Thermal Equipment Sales)

- 9:00 A.M. > OSHA's Final Silica Rule
- 1:00 P.M. > OSHA's Final Silica Rule

Kentucky Association of Master Contractors

September 27, 2016 - Frankfort (KAMC Office)

- 4:00 P.M. > CPR/First Aid/AED
- 4:00 P.M. > Forklift Safety

October 4, 2016 - Louisville (Winnelson)

- 3:00 P.M. > CPR/First Aid/AED

October 5, 2016 - Bowling Green (Brock McVey)

- 3:00 P.M. > CPR/First Aid/AED

October 18, 2016 - Corbin (Brock McVey)

- 1:00 P.M. > CPR/First Aid/AED
- 1:00 P.M. > Forklift Safety

October 20, 2016 - Prestonsburg (Brock McVey)

- 1:00 P.M. > CPR/First Aid/AED
- 1:00 P.M. > Forklift Safety

J.V. Resources, Inc.

September 28, 2016 - Bardstown (Hampton Inn)

- 1:00 P.M. > Trench & Ladder Safety/Fall Protection

Home Builders Association of Kentucky

Building Industry Assoc. of Greater Louisville

OSHA Recordkeeping/Reporting/Job Hazard Analysis

- October 11, 2016 > 9:00 A.M.

Residential Fall Prevention/Ladder Safety

- October 13, 2016 > 9:00 A.M.

Power Tool Safety/Electrical Safety

- October 18, 2016 > 9:00 A.M.

Personal Protective Equipment/Power Tool Safety

- October 25, 2016 > 9:00 A.M.

Building Industry Assoc. of Greater Louisville

Asbestos Awareness

- October 25, 2016 > 1:00 P.M.

Introduction to OSHA

- October 27, 2016 > 9:00 A.M.

Trenching & Excavation/Residential Fall Prevention

- October 27, 2016 > 1:00 P.M.

Home Builders Association of Kentucky

(continued)

Home Builders Association of Hopkins County

General Safety

- October 11, 2016 > 7:30 A.M.

Home Builders Association of Hopkinsville

First Aid/CPR/BBP

- September 24, 2016

Home Builders Association of KY (Frankfort)

General Safety (HBK Office - Frankfort)

- September 27, 2016 > 1:00 P.M.

Home Builders Association of Lake Cumberland

CPR

- September 27, 2016

General Safety

- October 8, 2016

Home Builders Association of Lexington

Mold Awareness Safety

- September 29, 2016 > 9:00 A.M.

First Aid/BBP Certification

- October 3, 2016 > 9:00 A.M.

Ladders & Stairways Safety

- October 6, 2016 > 9:00 A.M.

CPR Certification

- October 11, 2016 > 9:00 A.M.

Tool Safety

- October 18, 2016 > 9:00 A.M.

Silica Dust Awareness Safety

- October 19, 2016 > 9:00 A.M.

Home Builders Association of Lexington

Struck-By Safety

- October 25, 2016 > 9:00 A.M.

Job Site Safety

- October 27, 2016 > 9:00 A.M.

Home Builders Association of Lincoln Trail

BBP

- October 19, 2016 > 9:00 A.M.

Home Builders Association of Northeastern KY

General Safety

- October 17, 2016 > 6:00 P.M.

Home Builders Association of Owensboro

General Worksite Safety

- October 5, 2016 > 11:00 A.M.

Big Four

- October 19, 2016 > 11:00 A.M.

Home Builders Association of South Central KY

Workers' Comp & Safety

- October 25, 2016 > 3:00 P.M.
- October 27, 2016 > 3:00 P.M.

Home Builders Association of Western KY

General Safety

- October 20, 2016 > 4:00 P.M.

**Not a complete list. For additional Home Builders opportunities, please contact the Fund Office at (800) 928-7135.*

AGC Safety Day Conference

On October 21, 2016, the Associated General Contractors of Kentucky will be hosting its 8th Annual Safety Day Conference. This year, the conference will be held at the Crowne Plaza Hotel located at 830 Phillips Lane, Louisville, Kentucky 40209. The conference will include over sixteen workshops, over twenty exhibitors, as well as numerous presentations by industry leading professionals covering topics such as safety and health, professional development, the latest OSHA standards and business development, just to name a few.

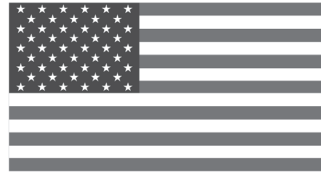
To register, simply go to the AGC of Kentucky's website at www.agcky.org and download a registration form, or you may contact Ronnie Perkins or Penny Tillet with the AGC of Kentucky at (502) 223-8845. Please note that Fund Members attending the event will qualify for the Fund's Annual Safety Seminar Requirement for 2016.

FundScripts

KY AGC Self Insurers' Fund

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Trade Associations

Contact Information

AGC of Kentucky

(502) 223-8845, (800) 456-0215

AGC of Western Kentucky

(270) 744-6261, (800) 599-6261

Builders Exchange of Kentucky

(502) 459-9800 - Louisville

(859) 288-0011 - Lexington

Home Builders Association of Kentucky

(Local HBA Offices listed below)

(502) 875-5478, (800) 489-4225

(1800) State-at-large (800) 489-4225

(1803) Audubon (270) 826-7100

(1804) Bowling Green (270) 781-3375

(1805) Bluegrass (859) 239-0031

(1806) Frankfort (502) 875-5478

(1809) Eastern Kentucky (606) 432-8754

(1812) Northern Kentucky (859) 331-9500

(1815) Kentucky River (502) 875-5478

(1819) North Eastern KY (606) 923-6866

(1824) Hopkinsville (270) 885-8319

(1830) Hopkins County (270) 824-2108

KY Association of Highway Contractors

(502) 223-3422, (800) 456-0784

KY Association of Master Contractors

(502) 352-2575, (877) 527-4229

Kentucky Crushed Stone Association

(502) 223-2379, (888) 234-5272

(1836) Lexington (859) 273-5117

(1838) Logan County (270) 542-2898

(1840) Lincoln Trail (270) 234-1706

(1848) Louisville (502) 429-6000

(1850) Three Rivers (270) 871-1145

(1872) Owensboro (270) 688-0353

(1880) Southeastern KY (606) 864-5171

(1884) Western Kentucky (270) 442-9572

(1887) Lake Cumberland (606) 679-6311

(1896) Madison County (859) 624-0830

Contact Us

Give us a call for more
information about our
services and products

KY AGC/SIF

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Visit us on the web at
www.kyagcsif.com