

IMPORTANT NOTICE

RE: EMPLOYERS SELF INSURERS FUND ASSESSMENT INVOICE

DATE: JANUARY 15, 2006

By order of the Louisiana Department of Insurance, Employers Self Insurers Fund ("ESIF") must immediately assess all current and former members to eliminate deficits incurred for the Fund Years ended in 1998, 1999, 2000, 2001, 2003, 2004 and 2005. In accordance with the terms of your joint and several liability contractual obligation as a member of ESIF, you are hereby required to pay your share of the assessment for any of those years in which you were a member of the fund. The total assessment amount is \$7,764,350.

We have been authorized to use a weighted assessment in order to shift a portion of the burden to those members who experienced high loss ratios. Consequently, for each applicable Fund Year, assessment factors have been calculated, and your assessment is based on the following:

Members with loss ratios below 200% of premium -	x
Members with loss ratios from 200% to 500% -	x2
Members with loss ratios from 500% to 1000% -	x3
Members with loss ratios from 1000% to 2000% -	x4
Members with loss ratios from 2000% to 5000% -	x5
Members with loss ratios of 5000% or more -	x6

*Also included in your invoice are any outstanding premium audit balances owed to ESIF, as well as credit for any outstanding premium refunds due to you from ESIF. Fund Years ended 2004 and 2005 are subject to additional premium audits.

Payment Options

Option A: Pay your pro-rata assessment in full by February 15, 2006.
If your assessment amount is \$750 or less, you must choose this option.

Option B: Pay your pro-rata assessment in installments. Initial payment of 20% is due by February 15, 2006, with the balance to be paid in four equal semi-annual installments.
If this option is selected, you must sign the enclosed promissory note and return it with the initial payment no later than February 15, 2006.

Make check payable to Employers Self Insurers Fund and mail to:

*ESIF Recovery
P.O. Box 2136
Slidell, LA 70459-2136*

For additional information regarding the plan of assessment, go to www.esif.net
or call 985-781-1444

**Regardless of the payment option chosen, full or initial payment is due
no later than February 15, 2006.**