

NY Transportation Workers' Compensation Trust

May 13, 2014

Dear All Former New York Transportation Trust Members:

This letter is to notify all former members of the New York Transportation Trust (NYT) that the need for an assessment of the membership will become necessary in the next month or so. An assessment is needed to ensure that the Trust can continue to cover the claims liabilities and the Trusts operating costs until all the claims are closed. Although the Trust has been closed since January 1, 2009 the payment of claims to injured workers continues until they no longer require benefits.

The shortfall is due to a number of factors that impact the costs of workers' compensation programs in New York State. The number of open claims has declined from 1,020 to approximately 197 however; these claims continue to require claims payments. The NYT Trust Board of Trustees has reviewed and determined the necessity to establish a fair and equitable assessment amongst all the former members of the Trust in 2014.

At this juncture the Board of Trustees is finalizing the amount of the needed assessment including allocation amongst the members, terms of payment and payment methods. The Board of Trustees will also notify the NYS Workers' Compensation Board to review the methodology chosen. The assessment is based on the joint & several liabilities each member has for the time the member participated in the trust.

The Board of Trustees anticipates notifying the individual member of the assessment amount including the methodology chosen and the terms thereof within the next month. There is a forthcoming member meeting scheduled for June and more information is to follow.

If you have any questions regarding the above, please do not hesitate to contact Gina Emerson, Administrator, SAFE, LLC at gemerson@safetpa.com.

The New York Transportation Trust documents and previous correspondence can be viewed at

www.safetpa.com by clicking "NYT Trust" in the upper right corner and then entering the password: nytdocs

Respectfully,

The New York Transportation Trust Board of Trustees

Cc: NYS WCB

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