



Addendum to the Interlocal Agreement
For
Keller ISD

OPTION ONE - 5 YEAR FUND RATE GUARANTEE

- 1. The Property Casualty Alliance of Texas (PCAT) and Keller Independent School District (KISD) agree that KISD will be a PCAT Member for the 2008-2009 through the 2012-2013 Participation Period. KISD will receive a 6.2% Discount from the 2007-2008 rates, and these discounted rates will apply through the 2013 Participation Period.
2. This Interlocal Agreement Addendum along with the original Interlocal Agreement, signed on April 14, 2003, shall represent the entire agreement and may not be amended or altered without the written consent of both parties.
3. This Addendum may be voided if there are material changes in the terms or conditions of reinsurance for PCAT.
4. If KISD terminates this Addendum, a short-term cancellation penalty of fifteen percent (15%) of Annualized Contributions for the 2007-2008 Participation Period will be due from KISD and payable to PCAT within 30 days after notice of termination is received.
5. KISD agrees to make a best efforts attempt to obtain and appropriate funds for payment of PCAT Contributions.

Sign Here to Choose the 5 Year Guarantee

OPTION TWO - 3 YEAR FUND RATE GUARANTEE

- 1. Same terms as Option One, except only a 2.2% Discount will apply through the 2010-2011 Participation Period.

Sign Here to Choose the 3 Year Guarantee

OPTION THREE - 2 YEAR FUND RATE GUARANTEE

- 2. Same terms as Option One, except only a 0% Discount will apply through the 2009-2010 Participation Period.

Sign Here to Choose the 2 Year Guarantee

This Addendum must be executed prior to May 1, 2008 to be effective.

IN WITNESS WHEREOF, the undersigned agrees to this Addendum.

KISD Member Representative

Joe Schultz, PCAT Chairperson

Date

Date

