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MEMORANDUM

Date: June 16, 2025

To: Finance Committee
Jamie Bente, Superintendent of Schools

From: Barbie Roessler, Director of Finance and Operations

RE: P & C Insurance Renewal FY2025-2026

The property insurance industry has faced significant financial pressure due to an increase in severe weather events, rising inflation, and the escalating costs of construction materials. As a result, many insurance carriers throughout Minnesota are issuing renewals with significant increases.

In FY2025, we worked with our insurance broker, Heartman Insurance, to lessen the increase we would have faced due to property value increases as well as other factors affecting the market. Our overall increase last year was \$63,825.

The total premium for FY2026 renewed policy is \$333,120, representing an overall increase of \$47,433. And, our Workers' Compensation shows a *decrease* of \$2,159 with a premium of \$228,743.

My recommendation is an approval of the FY 2025–2026 property insurance policy with Selective Insurance.