

Casualty and Liability Insurance

May 23, 2017

SUMMARY:

This item requests approval of the Casualty and Liability Insurance and the TASB Risk Management Fund Interlocal Participation Agreement.

BOARD GOAL:

VI. Growth, Change and Fiscal Responsibility...demonstrate effective and efficient management of District resources.

PREVIOUS BOARD ACTION:

The Board approved the Texas Association of School Boards Risk Management Fund (TASB) as the District's insurance provider for Property, Equipment Breakdown, Miscellaneous Property, Liability, Vehicle Coverage, and Crime on May 24, 2016.

BACKGROUND INFORMATION:

The Texas Association of School Boards Risk Management Fund has been the provider for the District's property coverage since 2001. The District did a separate proposal for Property and Crime Insurance. The School Liability, Privacy & Information Security, and Automobile is now a separate grouping from Property and Crime Insurance.

SIGNIFICANT ISSUES:

TASB Risk Management Fund's renewal proposal for School Liability, Privacy and Information Security, and Automobile Coverage will be \$236,835. This is an increase of \$19,276.

FISCAL IMPLICATIONS:

TASB submitted the following proposal for coverage:

- This proposal is for the 2017-2018 school year, beginning July 1, 2017 and ending June 30, 2018.
- School Liability includes \$5,000,000 per occurrence with a \$10,000 deductible
- Privacy & Information Security includes \$100,000 limit for Privacy Liability and \$100,000 Limit for Claim/Event Response Services with a \$0.00 deductible
- Automobile includes \$100/\$300/\$100 limit with a \$1,000 deductible

BENEFIT OF ACTION:

Approval of casualty and liability coverage will provide security of the District's assets.

PROCEDURAL AND REPORTING IMPLICATIONS:

The District is required to complete, sign, and return the Contribution & Coverage Summary prior to June 30, 2017 in order to avoid a lapse in coverage.

SUPERINTENDENT'S RECOMMENDATION:

It is recommend that the District approve the TASB Risk Management Fund Interlocal Participation Agreement and the renewal from TASB Risk Fund for the following coverages and term:

- Term: July 1, 2017 through June 30, 2018.
- School Liability-Professional Legal Liability \$5,000,000 limit with a \$10,000 deductible, General Liability \$5,000,000 limit with no deductible and Employee Benefits Liability \$100,000 limit with no deductible.
- Privacy & Information Security-\$100,000 limit with no deductible.
- Automobile-Liability and Physical Damage coverage with a \$,1000 deductible.

Total Premium Contribution is \$236,835.

STAFF PERSONS RESPONSIBLE:

Karen Almon, Director of Risk Management
Debbie Monschke, Assistant Superintendent of Administrative Services

ATTACHMENTS:

TASB Contribution and Coverage Summary with Conditions

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Leader: _____

Signature of Superintendent: _____