



# Wharton County Junior College

## Proposed Agenda Item Board of Trustees Meeting

Complete this form and submit it to the Office of the President by noon on Monday of the week before the Tuesday evening meeting of the Board of Trustees. If this form does not provide enough space, you may use an expanded version *as long as you follow the format specified below.*

Date of Board Meeting: August 15, 2017      Date of This Proposal: August 2, 2017

**SUBJECT:**

Approve the Property / Casualty Insurance Proposal submitted by the Property Casualty Alliance of Texas cooperative to provide the College with our property / casualty insurance for the 2018 school year.

**RECOMMENDATION:**

Approve the Property / Casualty Insurance Proposal of \$188,540.00 submitted by the Property Casualty Alliance of Texas cooperative to provide the College with our property / casualty , equipment breakdown, and cyber attack insurance for the 2018 school year.

**BACKGROUND/RATIONALE:**

The College has used the cooperative for our insurance for over 10 years. Our 3 year commitment with them ends this year and the College decided to go out for bids in order to test the current insurance marketplace. We received 2 proposals; one from McGriff, Seibels & Williams, Inc. and one from the Property Casualty Alliance of Texas. The 2 main differences in the proposed policies were that the cooperative has "shared limits" with all its members, while the standard insurance proposed by McGriff, Seibels & Williams has no shared limits for loss, only insured values. The other difference is in how their deductibles for wind and hail are calculated. The Property Casualty Alliance has a flat \$250,000 deductible, while the McGriff, Seibels & Williams proposal has a 1% of value with a minimum of \$100,000.00. Both policies provided replacement coverage for the College, and the McGriff, Seibels & Williams policy did prove that the regulated insurance market can once again be very competitive with the non-regulated cooperative. In the end, there did not appear to be a clear compelling reason to change from a known provider that has given the College excellent service for over 10 years.

**Estimated Cost & Budgetary Support (how will this be paid for?): \$188,540.00**

Current Unrestricted Operating Budget for 2017 - 2018


**RESOURCE PERSON(S) [name(s) and title(s)]:**

- Bryce D. Kocian, Vice President of Administrative Services
- Gus Wessels, Jr. Dean of Business Services
- Mike Feyen, Director of Facilities
- Philip Wuthrich, Director of Purchasing

**SIGNATURES:**

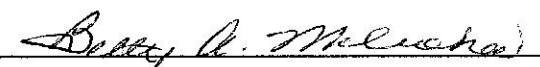
  
\_\_\_\_\_  
Originator

8-2-17 8/2/17  
Date

  
\_\_\_\_\_  
Cabinet-Level Supervisor

8-2-17  
Date

**PRESIDENT'S APPROVAL:**

  
\_\_\_\_\_

8-5-17  
Date