

Denton ISD

Higginbotham & Associates Proposal for Deductible Buydown for Weather Perils
May 16, 2023

SUMMARY:

This item requests approval of the Insurance Property Coverage supplemental buydown of coverage deductible for Denton ISD effective July 1, 2023.

BOARD GOAL:

Growth & Management... In pursuit of excellence, we will:

- Adjust policies and procedures to address rapid growth and changing demographics, nurturing our strong sense of community
- Demonstrate effective and efficient management of district resources
- Provide leadership and/or oversight to ensure District meets all fiscal, legal, and regulatory requirements

PREVIOUS BOARD ACTION:

On April 26, 2022, the Board approved the renewal of Texas Association of School Boards Risk Management Fund (TASB) as the District’s insurance provider for this coverage.

BACKGROUND INFORMATION

- The Participation Agreement between Financial Benefit Services / Higginbotham and Denton ISD was approved in January 2023.

SIGNIFICANT ISSUES:

- The policy will provide additional weather peril coverage with a deductible of \$1,500,000. Limits of the policy are \$1,000,000 per occurrence and \$3,000,000 in the annual aggregate.

FISCAL IMPLICATIONS:

The total cost for the buydown policy to the district is \$336,284.63.

BENEFIT OF ACTION:

Approval of the coverage will provide security of the district’s assets.

PROCEDURAL AND REPORTING IMPLICATIONS:

Denton ISD is required to complete, sign, and return the Deductible Buyback – Wind Quotation prior to June 5, 2023.

SUPERINTENDENT’S RECOMMENDATION:

Recommends the District approve the Higginbotham Deductible Buyback Wind Quotation for the following coverages and term:

- Term: July 1, 2023, through July 1, 2024.
- \$1,000,000 million per occurrence limit with an aggregate of \$3,000,000 per year for Wind Perils.
- The total premium for services referenced is \$336,284.63.

STAFF PERSONS RESPONSIBLE:

Dr. J. Scott Niven, Deputy Superintendent
Chris Bomberger, Executive Director of Risk Management, Benefits & Child Nutrition

ATTACHMENTS:

2023-05-16 Higginbotham Deductible Buyback – Wind Quotation
2023-05-06 Region 19 Co-OP Agreement

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____

Signature of Divisional Leader: _____

Signature of Superintendent: _____