

MEMORANDUM

TO: Board of Education
THRU: Dr. Mike Dominguez, Superintendent
FROM: Jessica Nothern, Chief Financial Officer
DATE: November 19, 2024
RE: Property & Casualty Insurance

ISSUE:

The Board of Education is asked to discuss options for the district's Property & Casualty Insurance.

BACKGROUND:

The district's Property & Casualty Insurance is currently through EMC Insurance. EMC has seen significant losses for the past several years and has restructured their plans. We are covered through 12/31/2024. EMC has submitted our renewal for 2025 with some new conditions. The biggest change is that our deductible for wind/hail will increase to 2% of the insured value on each building. We have been presented a new option by Iron Insurance through the State pool called KICS. KICS has a defined deductible of \$500,000 per occurrence. There are pros and cons to EMC and KICS. Trent Specht will be at the meeting to present both options. The Board will need to discuss how they would like to proceed.

ALTERNATIVES:

EMC Insurance
KICS Insurance

RECOMMENDATION:

1. Discuss the options.
2. Approve one of the options.
3. Recommend an alternative solution.

FISCAL NOTE:

The annual expense for EMC would be around \$945,321. The annual expense for KICS would be \$1,157,346.

ATTACHMENTS:

None