



Ector County Independent School District

Action Page

TO: Board of Trustees

FROM: Patrick Young, Chief Operations Officer

SUBJECT: DISCUSSION OF AND REQUEST FOR APPROVAL OF CASUALTY AND PROPERTY INSURANCE - ARTHUR J. GALLAGHER

DATE: June 11, 2019

Arthur J. Gallagher has been hired as our insurance consultant to help provide ECISD with Property and Casualty Insurance.

ECISD's P & C premium has increased exponentially over the last several years. Our premium for this coverage through AIG was \$1,313,750 last year. AIG has non-renewed our current policy, due to the severity and frequency of hail claims.

Gallagher is recommending we move to a layered (several companies) policy to help reduce the premium cost. They are also recommending we reduce our loss limit from \$700 million to \$250 million per occurrence.

The policy is being brokered through risk placement services with various companies. This premium cost will be \$1,899,008.30. This premium cost is budgeted. This new policy will go into effect on July 1, 2019.

Administrative Recommendation:

Approval of the Casualty and Property Insurance – Arthur J. Gallagher.