



BOARD OF SCHOOL TRUSTEES

KELLER INDEPENDENT SCHOOL DISTRICT

8I. _____ Action Date: February 26, 2007

SUBJECT: APPROVAL OF INCREASED INSURANCE FOR ABOVE GROUND STORAGE TANKS

BOARD GOAL: All systems in the Keller Independent School District will be effective, efficient, and accountable in support of the district's mission.

FISCAL NOTE: Increase in premium of \$899 for additional coverage

Background Information:

- The board recently approved the purchase of \$1,000,000 coverage for Above Ground Storage Tank Liability insurance at an annual premium of \$679.
- The district can obtain \$5,000,000 in coverage for an additional premium of \$899, for a total premium of \$1,578.

Administrative Considerations:

- While the district has not previously incurred any claims under this coverage, any loss that would give rise to a claim under this coverage would likely be both expensive and high profile in nature.
- The additional premium to raise the level of coverage to \$5,000,000 is minimal.
- The district has already paid for the base coverage, and can upgrade to the higher coverage amount at any time during the coverage period.

+++++

The administration recommends that the board approve increasing the coverage limit to \$5,000,000 and authorize the administration to pay the additional premium as stated herein.

Respectfully submitted,

Bill Stone, Asst. Supt.
Business Operations