



Wharton County Junior College

Board of Trustees Agenda Item

Complete and submit this form, along with any supplemental documentation, to the Office of the President by 5:00pm on the seventh day prior to the Board meeting.

Date of Board Meeting: August 19, 2025

Subject: Approve the proposal submitted by Insurica and underwritten by the Property Casualty Alliance of Texas cooperative, (PCAT) to provide the College with our property/casualty insurance for the FY2026 school year. Flood coverage provided by The Hartford Insurance Co. and earth movement coverage provided by RLI Corp.

Recommendation: Approve the proposal of \$700,011 submitted by Insurica to provide the College with our property/casualty, flood and equipment breakdown insurance for the FY2026 school year.

Background and Rationale: The College has used the PCAT cooperative for our insurance for over 11 years. The 25-26 quote reflects a reduction in premium of over 10%. The Insurica quote has a 2% deductible per building with a reduced minimum deductible of \$250,000 for Wind and Hail losses and a \$50,000 deductible for All Other Perils coverage. This year's premium reflects continued construction cost increases and an increase to the existing property values for the College's property. The College currently insures \$131,079,822.00 in property and contents. Flood and earth movement coverage are no longer provided by PCAT. Flood coverage for buildings located in flood zones AE is provided through the National Flood Insurance program underwritten by Hartford with coverage starting 30 days after binding. Earth movement coverage is provided by RLI corp. This agreement is the second year of a three year commitment with a maximum increase each year of 10%. If the proposed rate exceeds 10%, the College can opt out of the agreement.

Cost and Budgetary Support: \$700,011.00

Current Unrestricted Operating Budget 2025 - 2026

Strategic Priority Alignment:

☐ Student Success

☐ Community Impact

☒ Resource Optimization

☐ Institutional Excellence

Resource Person(s):

Cynthia Ward, AVP of Financial Operations/Controller

Jessica Garica, Assistant Controller

Signatures:

Cynthia Ward Jessica Garica
Originator

8.12.25
Date

Cabinet-Level Supervisor

Date

President's Approval:

[Signature]
President

08/10/25
Date

POLICY DB (LOCAL)

08/01/2020