



July 2, 2014

Mrs. Debbie Monschke  
Denton ISD  
PO Box 2387  
Denton, TX 76202-2387

Re:

Claim Number: RREP2014082959  
Date of Loss: 4/3/2014  
Occurrence: Hail

Dear Mrs. Monschke:

We recently received the damage report from Engle Martin & Associates, documenting the damages resulting from this occurrence. Enclosed is a copy of the repair estimate. Our payment in the amount of \$2,998,274.32 will be sent separately. This payment is based on the following:

Estimated Repair Cost	\$3,756,412.93
Less Depreciation Withheld	- \$508,138.61
<b>Sub-Total</b>	<b>\$3,248,274.32</b>
Less Deductible	- \$250,000.00
<b>ACV Payment Due</b>	<b>\$2,998,274.32</b>

Although you carry Replacement Cost Coverage, the coverage provisions state replacement cost will not be paid “unless and until the damage or destroyed property is actually repaired or replaced.” Therefore, depreciation has been applied in the calculation of this payment. After you have completed repairs and/or replacements, you may present an additional claim for Replacement Cost. However, you must notify us in writing within 180 days of the date of loss of your intent to make a Replacement Cost claim. If you choose to make no further claim for withheld depreciation, please notify me so I can close this claim.

Please review the enclosed estimate. Your coverage allows for repairs and replacements of “like kind and quality.” When you request bids for these repairs, we recommend that you follow the scope of repairs that is outlined in this appraisal. If you wish, at your own cost, to perform additional repairs or make upgrades in materials, these items *must* be separated when you submit your final repair documentation for review.

If you find damage you believe resulted from this occurrence and is not represented in this estimate, please contact me to schedule a reinspection before proceeding with repairs. Failure to notify us of supplemental damages could result in the exclusion of that portion of the repairs.

The final payment will not exceed the amount of depreciation withheld as shown earlier. However, if the actual cost of making "like kind and quality" repairs will exceed the estimated repair cost shown above, please contact me to discuss a resolution of this matter.

When repairs are complete and you have properly notified us of your intent to make a claim for Replacement Cost, please send copies of detailed repair invoices and copies of the District's checks for review and consideration of final payment. If the actual cost of repairs does not exceed the amount that has already been paid to you, no additional payments will be made.

If you have any questions regarding this matter, please contact me.

Sincerely,

Johnny Guice  
Claim Representative  
Auto, Liability, and Property Claims Administration  
Texas Association of School Boards, Inc.  
(855) 889-4231  
(512) 505-2491  
Fax: 1-800-580-6720  
E-Mail: [john.guice@tasb.org](mailto:john.guice@tasb.org)