



November 8, 2013

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

Re: 2014-15 TASB Risk Management Fund Renewal Proposal

Dear Mrs. Monschke:

The TASB Risk Management Fund (Fund) is pleased to present your 2014-15 renewal proposals. This year, we are sending renewal proposals for all of your coverages with a common renewal date in this single, combined renewal packet. Enclosed are the Contribution and Coverage Summaries (CCS) for each program in which you participate. If you are interested in receiving a quote for a program you don't currently participate in, please let us know. We will be happy to provide one.

The enclosed renewals represent the Fund Board's continued commitment to use the Fund's financial and membership strength to keep costs as low as possible, while enhancing both coverage and service for Fund members. This year's renewals reflect the following:

- Unemployment Compensation costs have decreased for all pool members.
- Most Fund members will see either no change or a decrease in their overall contribution costs.
- For those members whose claims experience warrants an increase in contributions, the increases have been capped at 5%.
- Equipment breakdown coverage continues to be offered as part of the Fund's Property program at no extra cost. Other coverages have been expanded and are now being offered at no cost to members. More information about those enhancements is provided below.
- Recent tragedies in Texas and Oklahoma resulting in widespread destruction to school property have raised questions about how the Fund's coverage would respond in similar situations. As in the past, the Fund's property coverage is offered on a "blanket limits" basis, with no per structure limit of coverage. Further, to ensure that each member has adequate total limits, the Fund has a partnership with American Appraisal to conduct physical appraisals of all Fund member properties every four years. These appraisals are provided at no cost to Fund members.

One of the most significant enhancements included with this year's renewal are revised Coverage Agreements for the Fund's Auto, Liability, and Property programs. The Coverage Agreements have been rewritten to make them simpler to read and easier to understand. The new Coverage Agreements and a summary of the changes to the Agreements are included with this renewal packet. Members can access the revised Coverage Agreements behind the MyTASB log-in at www.tasbrmf.org. The following are highlights of some of the major features contained in the new Agreements:

- The new Agreements take effect for coverage renewing on or after September 1, 2013.
- Each coverage program (i.e. Property, Auto, and Liability) has its own stand-alone agreement.
- Crime coverage is now included with the Fund's Property program and is offered at no additional cost. As a result, the Fund is discontinuing its stand-alone crime coverage program.
- The Property program has been expanded to offer all members Flood and Earthquake coverage for qualifying properties of \$2,000,000 at no extra cost.

Mrs. Debbie Monschke

November 8, 2013

Page 2

- Specified Perils coverage under the Fund's Auto program has been discontinued and replaced with Comprehensive coverage, again at no additional cost.
- EDP coverage, previously provided as an endorsement with an additional charge, is now included with Property coverage at no additional cost and has been expanded to include up to \$50,000 for the cost of replacement or recovery of data or records.
- The General Liability and Professional Legal Liability coverages have been combined into a comprehensive liability coverage agreement to ensure no gaps in coverage. The Fund will no longer offer these programs on a stand-alone basis.
- Coverage for sexual misconduct is no longer sublimited. Full limits for sexual misconduct claims are now included in the Liability program at no additional charge.

Please review the attached documents, carefully and let us know if you have any questions. To renew coverage, please date and sign the CCS(s) and return all pages of the original documents via email to tasbrmf@tasbrmf.org or by regular mail to TASB Risk Management Fund, Program Administration Department, and P.O. Box 301, Austin, Texas 78767-0301. Once we have received your signed documents, we will countersign and send you a copy of the fully executed CCSs for your records. **Please remember that in accordance with the terms of your Interlocal Participation Agreement, coverage automatically renews under the new terms and conditions unless we receive a written notice of termination no later than 30 days prior to your renewal date.**

We are delighted to have the opportunity to present this renewal proposal which reflects the Fund's continued commitment to the Fund Five "S" Difference—strength, stability, savings, service and simplicity. I will be contacting you in the coming days to schedule a time to go over your renewal proposal and answer any questions you might have. Thank you for your membership in the TASB Risk Management Fund. We look forward to another successful year!

Sincerely,



Scot Parnell
Risk Management Consultant
Risk Management Services
Texas Association of School Boards, Inc.