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SUBJECT: Property Casualty Insurance RFP Results

Market Conditions

Property insurance coverage is subject to poor market conditions because of the massive winter storm, hurricane, tornado, hail and flood losses throughout Texas over the past 24 months that affected RFP responses for all school districts. Those losses have triggered insurance companies and risk pools to institute even more severe underwriting restrictions and price increases. Reinsurers have now been hit by Covid-19 losses because of Pandemic insurance, the largest loss event in the history of Lloyd's; Cyber losses continue to increase. Losses from this Spring's freeze continue to grow. The smaller interlocals are struggling to obtain reasonable pricing for reinsurance. In recent RFPs, districts saw price and deductible surges combined with increased roof restrictions. TASB's current reserve for DISD's freeze damage in storm URI is \$16,600,000.

The Liability coverages have had more stable pricing and conditions with increases typically 10%-15%. The DISD premium increase is 5.6%

Key Differences

Proposer	TASB	TASB	USI	Higginbotham
Property Limit	500,000,000	300,000,000	10,000,000	10,000,000
Deductibles				
Not Wind/Hail	500,000	500,000	100,000	100,000
Wind/Hail	2,500,000	1,000,000	3%	2%
W/H Hwy 380	2,500,000	1,000,000	11,499,782	7,666,522
W/H 35-288 Loop	2,500,000	1,000,000	15,000,000	11,383,651
W/H Maximum	2,500,000	1,000,000	15,000,000	26,637,824
Total Premium Property & Liability	\$2,674,257		\$2,215,751	\$3,161,218