

Action Sheet

MEETING DATE:

October 18, 2023

AGENDA ITEM:

Discuss and Consider Approval of Property Insurance Coverage Declaration for the Ball High School and Natatorium Projects

GISD currently has bound coverage for the builder's risk coverage for Ball High School phased construction of a new High School and Natatorium composed of two buildings, one on each side of Avenue O. The current builder's risk coverage is bound at a cost of \$1,226,478. The current excess catastrophic policy limit is set at \$20,000,000 each for flood and named-windstorm. After the GISD Construction Team and Zero Six assessment, the recommendation is for GISD to decline Excess CAT options and CAT deductible buydowns as presented by the Gilbane Building Company.

In February 2023, GISD chose to not buy additional catastrophic limit bands of coverage due to the current market availability and high pricing. The proposed recommendation is mirroring the Board direction in February 2023. See attached proposal (rates subject to change due to market conditions).

Declined coverage options include the following, costs of which would be in addition to the coverage already bound:

Excess CAT Options	Incl. 4.925% SL Tax/Fee
Option 1 - Excess Named Storm & Flood Limit - \$5M xs \$20M Eff. 8/31/23 - 5/25/27 Shared NWS & Flood Limit	\$1,768,400
Option 2 - Excess Named Storm & Flood Limit - \$10M xs \$20M Eff. 8/31/23 - 5/25/27 Shared NWS & Flood Limit	\$2,823,435
CAT Deductible Buydowns	
Layer 1 - Phase 1 & Press Box Only (to 6/24/25) Buy Down from 5% to \$100k flat Max Recoverable \$3M per occurrence	\$1,495,181
Layer 2 - Phase 1 & Press Box Only (to 6/24/25) - \$3.3M xs \$3.1M	\$430,193

RECOMMENDATION:

I move that the board decline the Excess CAT building insurance options and CAT deductible buydowns and grant GISD Administration the authority to amend the Gilbane Construction Company contract following the declined CAT insurance, as presented.



Matthew Neighbors Ed. D.
Superintendent



Jeff Martello
Chief Financial Officer