

Student/Athletic Insurance

May 26, 2015

SUMMARY:

This item requests approval of the Student/Athletic Insurance Proposal for 2015-2016.

BOARD GOAL:

VI. Growth & Change.....In pursuit of excellence, the District will:

- a. Review and adjust policies and procedures effectively to address the challenges of rapid growth and changing demographic characteristics while maintaining and enhancing our strong sense of community

PREVIOUS BOARD ACTION:

On June 24, 2014, the Board approved Texas Student Resources/Health Special Risk, Inc. as the company providing student insurance with Liberty Mutual as carrier with Kent Holbert as agent for a period of 12 months with an option to extend the proposal for one additional 12 month period.

BACKGROUND INFORMATION:

According to Attorney General Opinion DM418 (1996) insurance is included in the term "personal property". Purchases in excess of \$50,000 must be purchased according to the purchasing methods available in section 44.031 of the Education Code. We are exercising our option to extend the contract for a period of 12 months.

SIGNIFICANT ISSUES:

- No increase in the Catastrophic premium
- 4% or \$4,927.00 increase in the All UIL Athletics & Activities Coverage

FISCAL IMPLICATIONS:

The renewal offered by Texas Student Resources/Health Special Risk, Inc. (Liberty Mutual Premier Plan), is \$134,591 (\$128,114 Premier Plus and \$6,477 catastrophic coverage). The combined premium for 2014-2015 through Texas Student Resources/Health Special Risk, Inc. was \$129,664. This is an increase of \$4,927 over the premium for 2014-2015.

BENEFIT OF ACTION:

Provide coverage for 2015-2016 school year.

PROCEDURAL AND REPORTING IMPLICATIONS:

Coverage is required for August 1, 2015.

ALTERNATIVES:

Go out for bid for Proposals for the 2015-2016 school year.

SUPERINTENDENT'S RECOMMENDATION:

Recommend approval of Texas Student Resources/Health Special Risk, Inc. as the company providing student insurance with Liberty Mutual as the carrier with Kent Holbert as agent, exercising our option to extend the proposal for the additional 12 month period. The premium offered by Texas Student Resources/Health Special Risk, Inc. (Liberty Mutual Premier Plan) is \$134,591 (\$128,114 premier plus \$6,477 catastrophic coverage).

STAFF PERSONS RESPONSIBLE:

- Debbie Monschke, Assistant Superintendent of Administrative Services
- Karen Almon, Director of Risk Management
- Kathy Arrington, Purchasing Agent
- Joey Florence, Athletic Director
- Eric Lokey, Assistant Athletic Director
- Martha Crep, Athletics Secretary
- Sherry Arrington, Admin Services Secretary

ATTACHMENT:

- 2015-2016 Student Insurance Renewal
- 2014 Multi-Year Agreement

APPROVAL:

Signature of Staff Member Proposing Recommendation: _____
 Comments: _____
 Signature of Divisional Leader: _____
 Comments: _____
 Signature of Superintendent: _____
 Comments: _____