

River Road ISD

2011 Property Casualty Insurance Renewal Proposal

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RIVER ROAD ISD
PROPERTY/CASUALTY INSURANCE
2011 RENEWAL SUMMARY

	<u>2011</u>	<u>% CHANGE</u>
Premium (based on 2010 beginning exposures)	\$ 84,417	
Re-Rate (based on historical losses)	(4,685)	-5.5%
Cash Dividend (payable within 30 days of renewal date)	(2,165)	
Net P/C Premium	<u>\$ 77,567</u>	-8.1%

Cash Dividends for 2008, 2009 & 2010 = \$1,253

Cash Benefit from PCAT-funded Safety & Security Audits = \$4,170

Guaranteed Protection from rate and deductible increases for 3 Years

PCAT STABILITY

- **Largest** public school risk program in the **U.S.** devoted solely to Property/Casualty insurance
- **105** Texas School District Members
- **Member-owned & Governed**
- **Texas-based service**
- **\$28.3 Million** in annual premiums
- **\$14.2 Million** fund balance
- **2 of the Top 5 Reinsurers in the World**
- Renewing with PCAT **satisfies state bidding requirements**



Addendum to the Interlocal Agreement

for

RIVER ROAD ISD

5 YEAR FUND RATE GUARANTEE

1. The Property Casualty Alliance of Texas (PCAT) and River Road ISD agree that River Road ISD will be a PCAT Member for the 2011-2012 through the 2015-2016 Participation Period. River Road ISD will receive a 5.55% contribution reduction from 2010-2011 contributions based on current exposures. The rates and deductibles in effect for 2011-2012 will be applied to any changes in exposure during each Participation Period and these rates will be the basis for determining the Contributions due PCAT for each period. All Coverages written by PCAT for River Road ISD during 2011-2012 will continue to be written through 2015-2016.
2. This Interlocal Agreement Addendum along with the original Interlocal Agreement shall represent the entire agreement and may not be amended or altered without the written consent of both parties.
3. This Addendum may be voided if there are material changes in the terms or conditions of reinsurance for PCAT. However, if this Addendum is terminated by PCAT, no short-term penalty will be incurred by River Road ISD.
4. If River Road ISD terminates this Addendum, a short-term cancellation penalty of fifteen percent (15%) of Annualized Contributions for the 2011-2012 Participation Period will be due from River Road ISD and payable to PCAT within 30 days after notice of termination is received.
5. River Road ISD agrees to make a best efforts attempt to obtain and appropriate funds for payment of PCAT Contributions.

This Addendum must be executed and returned prior to May 31, 2011.

IN WITNESS WHEREOF, the undersigned agrees to this Addendum.

River Road ISD Authorized Signature

PCAT Board Member

Printed Name

Date

Date

