

## CONTRACTS/APPROVALS/APPOINTMENTS

Approval and/or updates to a variety of contracts and projects are identified below.

**1. District Insurance.** We received notice on August 9<sup>th</sup> that our property insurance renewal rates for 2016-17 were available. The plan is scheduled to expire August 16<sup>th</sup>. Therefore, the district needs to renew the plan in order to have adequate coverage for the school term. The total bid price is identified below with a comparison of the actual costs from the past year and the change in the premium.

Coverage Type	Insurance Policy Annual Comparison			
	2014-15	2015-16	2016-17	Difference
Property (commercial)	34310	34589	40194	\$ 5,605.00
Liability	1665	3504	2276	\$ (1,228.00)
Linebacker	1552	1867	1867	\$ -
Cyber Solutions	372	719	719	\$ -
Crime	2199	2316	2316	\$ -
Inland Marine	748	776	776	\$ -
Auto	17481	17513	18996	\$ 1,483.00
Umbrella (commercial)	2574	5574	2713	\$ (2,861.00)
<b>Total Premium</b>	<b>60901</b>	<b>66858</b>	<b>69857</b>	<b>\$ 2,999.00</b>

### Explanation of different lines of coverage.

**COMMERCIAL PROPERTY**-This line is to cover all of our structures at each location, also includes contents at each location. Under this portion we are also adding coverage for things like parking lot lights, signs, fences, ball field press boxes, scoreboards, bleachers, band instruments, cameras, etc.

**GENERAL LIABILITY**-covers slips and falls on location

**LINEBACKER**- Directors and Officers (BOE) coverage.

**CYBER SOLUTIONS**- coverage if your system was 'hacked into and someone stole personal information'. They would help pay for the expenses to recover, fix the problems.

**CRIME**- ethis line covers employee theft

**COMMERCIAL INLAND MARINE**-where the lawn mowers are covered so they have coverage in transit between locations.

**BUSINESS AUTO**-coverage for busses, vans, and cars

**COMMERCIAL UMBRELLA**-gives additional coverage to the lines listed above in case there is a claim that exceeds our limits.

Traditionally, schools bid their workers compensation insurance with their property insurance. Our workers compensation insurance was renewed in June of 2016. In the future, I would like to renew both plans at one time. It is my hope that this action would allow us to budget more accurately for the needs before the budget is adopted and give us more time to reflect on our needs. Unless otherwise advised, I will work to schedule both these renewals in the month of June or July.

2. **Student Assurance.** Annually, the district has purchased a secondary insurance plan to assist parents with costs associated with student injuries after the parent insurance has meet certain thresholds. This is a voluntary action by the board of education. Several school districts have cut this expenditure due to budget challenges. This plan needs to be in place before our students arrive on campus. They are scheduled to begin fall practices on Monday, August 15<sup>th</sup>. There are three components to the plan:

- a. Plan B-9618 covers students that are injured while participating in school athletic programs in grades 7-12.
- b. Plan B-9619 covers all students enrolled in our PK-12 grades while participating in school events.
- c. Zurich Catastrophic plan covers all students enrolled in our PK-12 grades that may be injured at school events whose injured has exceeded twenty-five thousand, but not reached a ceiling of five-million dollar.

**Assurance Policy Annual Comparison**

	<b>2014-2015</b>	<b>2015-2016</b>	<b>2016-2017</b>	<b>Difference</b>
Athletic \$10,000-\$25,000	\$ 1,000.00	\$ 1,000.00	\$ 1,000.00	\$ -
All Pupil \$10,000-\$25,000	\$ 1,099.50	\$ 1,099.50	\$ 1,050.00	\$ (49.50)
All Pupil \$25,000-\$5,000,000	\$ 879.60	\$ 879.60	\$ 840.00	\$ (39.60)
<b>TOTAL ASSURANCE</b>	<b>\$ 2,979.10</b>	<b>\$ 2,979.10</b>	<b>\$ 2,890.00</b>	<b>\$ (89.10)</b>

I recommend the board renew the property insurance and student assurance plan for the 2016-17 school year.

**RECOMMENDED ACTION:**

Motion to approve the following contracts and agreements as follows:

- 1. (Potential Motion) Motion to approve the renewal insurance bid from Employers Mutual Insurance Company as quoted by Copeland Insurance in the amount of \$69,857.00.
- 2. (Potential Motion) Motion to approve the renewal of the student assurance with Student Assurance Services, Inc. in the amount of \$2,890.00.