

# Edenton-Chowan Board of Education

## Report on Insurance Coverage

**November 5, 2012**

**Presented by:**

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# Current Insurance Program

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- **Property**

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- **Liability**

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- Property
- Liability
  - **General Liability**
  - **School Board Liability**
  - **Sexual Acts and Abuse Liability**

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- **Workers Compensation**

# Current Insurance Program

- Property
- Liability
  - General Liability
  - School Board Liability
  - Sexual Acts and Abuse Liability
- Auto Liability and Physical Damage
- Workers Compensation
- **Volunteer Accident Insurance**



# Current Insurance Program

- Property
- Liability
  - General Liability
  - School Board Liability
  - Sexual Acts and Abuse Liability
- Auto Liability and Physical Damage
- Workers Compensation
- Volunteer Accident Insurance
- **Athletes Accident Insurance Program**

# Property Highlights

- Insurance Company
  - North Carolina Department of Public Instruction School Property Program
- Policy Period
  - March 1, 2012 – March, 2013
- Coverage
  - Buildings and Contents
  - Boiler & Machinery
  - Mobile equipment

- Limit of Insurance: See Property Schedule
- Valuation: Replacement Cost
- Form: Risk of Direct Physical Loss except for Policy Exclusions
- Special Terms & Conditions
  - Flood (All Property not located in a 'A' or 'V' Flood Zone)
  - Earthquake

- Deductibles
  - \$5,000 All Perils except
    - \$2,000 Theft and Vandalism
    - \$25,000 Flood & Earthquake
  
- Premium: \$53,069

# Property Schedule

Description	Valuation	Bldg Amt.	Cont. Amount
Administration Bldg	RC		326,000
Old DF Walker			
Main Bldg	RC		200,000
Maintenance Dept	RC	1,105,053	233,000
Chowan Middle School			
Building A&B	RC	6,712,429	839,053
Agriculture Bldg	RC	295,702	36,962
Gymnasium	RC	1,937,233	242,152
Building D	RC	2,032,559	254,069
Building E	RC	731,275	91,049
Covered Walk	RC	102,908	
Athletic Field Lights	RC	324,783	

Description	Valuation	Bldg Amt.	Cont. Amount
John A. Holmes High School			
Main Bldg	RC	13,871,513	2,080,726
Library Bldg	RC	2,268,587	340,288
Driver Ed. Bldg	RC	63,993	10,000
Field House	RC	1,108,962	166,344
Concession Stand	RC	93,107	15,000
Athletic Field Lighting	RC	482,110	
Football Bleachers & Press Box	RC	258,057	35,000
Baseball Grandstand	RC	172,914	
Baseball Restrooms	RC	97,858	
Baseball Office	RC	62,884	10,000
W. Gardner SR Armory	RC	2,139,753	320,962

Description	Valuation	Bldg Amt.	Contents Amt.
White Oak Elementary School			
Main Bldg	RC	10,680,103	1,068,010
Mobile Units			
12 Mobile Units	RC	438,524	63,463
<b><u>Total</u></b>		<b><u>57,397,861</u></b>	<b><u>7,573,834</u></b>

# Special Coverage and Sub-Limits

Coverage	Sub-Limit
Increased Costs of Construction	10,000,000
Personal Property of Others	100,000
Business Income and Extra Expense	1,000,000
Valuable Papers & Records	100,000
Accounts Receivable	100,000
Fire Department Service Charge	10,000
Newly Acquired/Constructed Buildings	250,000
Property Off-Premises	100,000
Property in Transit (including Band Equipment and Uniforms)	100,000
Outdoor Property	500,000
Playground Equipment	50,000
Utility Interruption	25,000
Trees, Shrubs or Plants	25,000



Coverage	Sub-Limit
Food Spoilage	50,000
Debris Removal	50,000
Preservation of Property	100,000
Pollution Clean-Up and Removal	50,000
Fine Arts	100,000
Mobile Equipment	25,000
Computer Equipment and Electronic Media	100,000
Demolition	250,000
Sewer Back-Up During Flooding	25,000
Flood *	5,000,000
Earthquake	5,000,000

\*Buildings located in an 'A' or 'V' flood zone have a \$500,000 deductible.

Edenton-Chowan Schools does not have property located in an 'A' or 'V' flood zone

# Crime and Bonds

## Crime:

Policy Period	11/16/2010 – 11/16/2011
Coverage	Employee Dishonesty
Limit of Insurance	\$100,000
Deductible	none
Premium	\$1,611

## Individual Bond:

Policy Period	06/30/2012– 06/30/2013
Person Covered:	Finance Officer (Emma Berry)
Limit of Bond	\$100,000
Premium	\$300.00

# Liability

- Company: North Carolina School Boards Trust (NCSBT)
  - NCSBT is a fully assessable self-funded risk management program.
  - It is not an Insurance Company and the Coverage Agreement is not an Insurance Policy.
  - NCSBT has the right to use Governmental Immunity as a defense in the event of a lawsuit
- Policy Period: July 1, 2012– July 1, 2013
- Coverage:
  - Claims Made

- Limits of Insurance

- General Liability:                   \$1,000,000 Each Claim Made  
  \$3,150,000 Annual Aggregate
- School Board Errors                 \$1,000,000 Each Claim Made  
  and Omissions                         \$3,150,000 Annual Aggregate
- Sexual Acts and                       \$ 250,000 Each Claim Made  
  Abuse Liability                       \$ 500,000 Annual Aggregate

- Deductible: \$5,000 per Claim

- Premium: \$5,099

# Liability Special Terms and Conditions

This not an insurance policy. The NCSBT provides a **Coverage Agreement** on a **Claims Made** basis, but the agreement states this is not an Insurance Contract, and therefore the defense of Governmental Immunity will be used in the event of a lawsuit.

Covered persons are “...**members of the local board of education or as employees...**” while acting within the scope of their duties. “**Member**” is defined as the School District, the School Board, and Employees, while acting within the scope of their duties, and each **School Volunteer**, while acting within the scope of authorization provided to each individual volunteer.

The General Liability coverage agreement intends to pay for tort liability, and the Errors & Omissions intends to pay for Wrongful Acts. Wrongful Acts are defined as a breach of duty, neglect, error, misstatement, misleading statement, or omission committed in the performance of duties for the School District.

The limit of liability for the Errors & Omissions / General Liability Coverage Agreement is \$1,000,000 per claim with an annual aggregate of \$3,150,000. The policy is written on a Claims Made basis, which means only claims that occur after the original date of coverage and before we cancel or non-renew the coverage are covered.

The exclusions are standard General Liability exclusions, except the asbestos or lead exclusion, and the interscholastic athletic activity exclusion. The interscholastic athletic exclusion states that claims are payable only after all funds from athletic accident coverage are used and then limited to \$150,000 per claim.

The above description of coverage is a summary only and the actual coverage agreement must be read and understood in its entirety for exact coverage.

The General Liability policy excludes coverage on the School Nurse. The School Board pays a separate premium for the School Nurse to cover her Professional Liability.

# Auto Liability and Physical Damage

- Company: North Carolina School Boards
- Policy Period: July 1, 2012 – July 1, 2013
- Covered Automobiles
  - Liability Symbol 1, 2
  - Uninsured Symbol 1, 2
  - Med. Pay Symbol 1, 2
  - Comprehensive Symbol 3, 5
  - Collision Symbol 3, 5

- Coverage Symbols

- Symbol 1 means any auto except Yellow School Buses
- Symbol 2 means Yellow School Buses, when not covered by the State Tort Claims Act and used with the authorization of State Board of Education Regulations and Public School Laws.
- Symbol 3 means owned autos only, except for Yellow School Buses
- Symbol 5 means Headstart Buses on which the state does not provide repair and/or replacement and which are included in your schedule on file with NCSBT



- Coverage Limits

- Bodily Injury and Property Damage CSL \$1,000,000
- Uninsured and Underinsured Motorist \$1,000,000
- Medical Payments \$1,000
- Comprehensive ACV less \$250 Deductible
- Collision ACV less \$500 Deductible

If Edenton-Chowan Schools starts a garage instruction program whereby work is performed on vehicles, other than school owned vehicles, Garage Liability and Garagekeepers Coverage should be purchased.

# Schedule of Vehicles

	Year	Make	Model	Type
1.	2001	Ford	Tarus	PPT
2.	1994	Ford	Bus	60 Pass
3.	1991	Chev.	S-18	Lt. Truck
4.	1990	Chev.	Van	Lt. Truck
5.	1989	Chev.	$\frac{3}{4}$ T. Truck	Lt. Truck
6.	1988	Chev.	Activity Bus	21-60 Pass
7.	1991	Chev.	Sta. Wagon	PPT
8.	1992	International	Bus	21-60 Pass
9.	1992	International	Bus	21-60 Pass
10.	1987	International	Bus	21-60 Pass
11.	1985	International	Bus	21-60 Pass
12.	1984	International	Bus	21-60 Pass

	Year	Make	Model	Type
13.	1984	Dodge	Van	9-20 Pass
14.	1996	Dodge	Ram Van	Lt. Truck
15.	2001	Dodge	Van	Lt. Truck
16.	2000	Dodge	3500 Van	Lt. Truck
17.	2002	Dodge	Ram 2500	Lt. Truck
18.	2003	Ford	F-250	Lt. Truck
19.	2004	International	Activity Bus	60 Pass
20.	2004	Freightliner	Activity Bus	60 Pass
21.	2003	homestead	Trailer	
22.	1979	Style	Trailer	
23.	1965	Kipe	Trailer	

- The NCSBT uses standard North Carolina Auto Coverage Language
- All Booster Club Trailers (if any) should be titled in the name of “Edenton-Chowan Board of Education”
- Yellow Buses have NO LIABILITY INSURANCE while out of State. Tort Claims Act Applies
- See handout for Schedule of Autos
  
- Premium: \$7,205

# Inland Marine

Coverage:

Band and Sound Equipment

Limit of Insurance: \$171,500

Premium \$1,199

# Workers Compensation

- Company: The Hartford
- Policy Period: July 1, 2012 – July 1, 2013
- Plan: Voluntary
- Limits of Insurance
  - Coverage A: Workers Compensation
    - Statutory – North Carolina
  - Coverage B: Employers Liability
    - \$100,000 Each Accident
    - \$500,000 Disease – Policy Limit (Annual Aggregate)
    - \$100,000 Disease - Each Employee

- Experience Modification: .93
- Premium: \$56,596

# Work Force Development Program

Named Insured: North Carolina Department of Public Instruction  
Additional Insured: Edenton-Chowan Schools

Policy Period: 10/02/2010 – 10/02/2011

General Liability: \$1,000,000 Each Occurrence  
\$1,000,000 Personal & Advertising Injury  
\$1,000,000 Health Student Professional Liability  
\$1,000,000 Products & Completed Operations  
\$ 50,000 Fire Damage Liability  
\$ 15,000 Medical Expense any one Student  
\$3,000,000 Annual Aggregate

Premium: \$1,206



# Adult School Volunteer Accident Program

- Accidental Death or Dismemberment: \$5,000
- Accident Medical: \$5,000
- Dental: \$ 250
- Disability none
- Deductible none
  
- Premium \$1,274.00

# Adult School Volunteer Accident Program

This policy provides limited accident medical coverage for Adult Volunteers while participating in official, scheduled school activities.

## Benefits:

- Accidental Death or Dismemberment: \$5,000
- Accident Medical: \$5,000
- Dental: \$ 250
- Disability: none

# Student Athletic Accident Medical

Edenton-Chowan Schools provides coverage for all student athletes.  
Coverage includes students from grades 7 through 12.

Coverage is by schedule by procedure and the limit of liability is \$25,000.

The North Carolina High School Athletic Association has a \$1,000,000 accident medical policy with a \$25,000 deductible which covers all high school athletes.

The policy carried by the School Board fills the deductible in the NCHSAA's program

# Premium Summary

Coverage	Premium	
	<u>2011</u>	<u>2012</u>
Property	\$41,852	\$53,069*
General Liability / Errors & Omissions	\$5,566	\$5,099
Automobile Liability and Physical Damage	\$10,683	\$7,205
Inland Marine	\$1,262	\$1,199
Workers Compensation	\$55,942	\$56,596
Work Force Development	\$1,206	\$1,206
Adult Accident Medical	\$1,274	\$1,274
<b>Total</b>	<b>\$117,785</b>	<b>\$125,648</b>

\*Property: Values Increased from \$44,507,327 to \$64,971,695 or by \$20,464,638.

2011 rate per \$100 = .094; 2012 rate per \$100 = .082

Premium Difference \$11,217

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QUESTIONS