



June 18, 2014

To: Superintendent and School Board Members

RE: 2014/2015 Insurance Renewals

I would like to request your approval to renew the following insurance coverage for 2014/2015:

Property, Casualty & Ancillary Lines of Insurance Coverage

Florida School Boards Insurance Trust (FSBIT) - \$2,133,448.00

The district is insured with the Florida School Boards Insurance Trust (FSBIT) for property, casualty and ancillary coverage. The total program costs for 2014/2015 are \$2,133,448.00, a 1.2% decrease from 2013/2014. Lines of coverage included in the FSBIT invoice are: property, casualty, school crisis risk, worker's compensation, boiler and machinery, crime, catastrophic student accident and cyber liability. Property rates decreased 8% this year while most other lines of coverage incurred an increase.

Willis Pooling Practice continues to serve as the insurance broker for FSBIT.

Flood Insurance

American Bankers - \$9,200.00

Jackson Pre-K Center is located in a flood zone. The district is required to participate in the National Flood Insurance Program to be eligible to receive FEMA funds. There are 14 buildings insured with each building insured in a separate policy. Eight policies renew on July 6 and payment for those has been made. One policy renews on September 30 and five policies renew on October 7. The premium for the eight policies that renewed on July 6 was approximately 9.6% higher than last year. Consequently, we are projecting an overall 10% increase for all fourteen flood insurance policies. Attached is a flood policy spreadsheet for your review. We anticipate the total cost for renewal of the 14 flood insurance policies for 2014/2015 will not exceed \$9,200.00.

Our flood insurance coverage is with American Bankers Insurance Company.

Storage Tank Insurance

Liberty International Underwriters (LIU) - \$15,000.00

We have fifteen storage tanks located at ten different sites throughout the district. Nine tanks are above ground tanks and six are underground tanks. Insurance coverage is required for all underground tanks, regardless of capacity. Above ground tanks,

including generators, with more than a 550 gallon capacity, must also be covered. Attached is a storage tank schedule for your review. We have not yet received the new premium for the renewal effective date of July 1, 2014. However, based on discussion with our broker we are anticipating an 11% increase. The projected premium to renew our storage tank policy with LIU for 2014/2015 should not exceed \$15,000.000.

Our current storage tank coverage is with LIU Environmental.

Please contact me if you have any questions or concerns.

Sincerely,

Karen L. Retherford