



Nelson County Board of Education

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Quality Education Now - Learning for Life

Frank Hall
Nicky Rapier
Damon Jackey
Larry Pate
Adam Wheatley

Superintendent
Anthony Orr

THIS IS A DECISION PAPER

TO: Members of the Nelson County Board Of Education

FROM: Tim Hockensmith, Executive Director of Administrative Services

CC: Anthony Orr, Superintendent

DATE: May 17, 2011

RE: Property, Liability ,Vehicle and Workers Compensation Insurance FY 11-12

ISSUE: Choice of property, liability, vehicle and workers compensation insurance carrier for fiscal 2011-2012 with the option to renew for an additional year.

RECOMMENDATION: I recommend the Nelson Co Board of Education approve Eugene Wilson & Co., Ohio Casualty Insurance and WRM Insurance as the agent and provider of Insurance for FY 2012.

RECOMMENDED MOTION: I move that the Nelson County Board of Education approve Eugene Wilson & Co., Ohio Casualty and WRM Insurance as the agent and carriers for property, liability, vehicle and workers compensation insurance for fiscal 2011-2012 with the option to renew for an additional year.

Hockensmith, Tim

From: R.C. Riley [rcriley@peelholland.com]
Sent: Thursday, April 28, 2011 11:32 AM
To: Hockensmith, Tim
Subject: Insurance Renewal 7-1-2011
Attachments: Renewal Proposal 7 1 2011.pdf

Tim: Confirming our phone conversation of this morning I recommend that the proposal of Eugene Wilson & Company for the renewal of Nelson County's insurance coverages expiring 7-1-2011 be accepted for the following reasons:

1. The 3.4% increase for all lines of coverage is fair and typical of rate adjustments on school insurance accounts.
2. You indicated that the service being provided by Kathy Clements continues to be excellent.
3. Your specifications in 2009, when the account was last bid, stated that it would be awarded for a minimum of three years subject to annual pricing negotiations being acceptable to Nelson County.
4. You indicated that the Loss Prevention provided by Ohio Casualty continued to be good.

If you have any questions or comments on this recommendation, please contact me.

Thank you for the privilege of providing property and casualty consulting service to Nelson County Board of Education.

Sincerely,

R.C. Riley CPCU
Insurance Consultant

RENEWAL PRICE COMPARISON 2011

INSURED: Nelson County Board of Education

TYPE OF POLICY	EXPIRING COST	RENEWAL	DIFFERENCE
Commercial Package	\$109,349.00	\$112,076.00	\$2,727.00
Blanket Buildings & Personal Property		\$143,714,444	\$46,261.00
Earthquake		\$20,000,000	\$12,500.00
Flood		\$1,000,000	\$1,000.00
Equipment Breakdown		subject to policy limits	\$7,366.00
School Property Ultra Plus Endorsement			Included
Computer Hardware		\$1,800,000	\$2,867.00
Leased/Rented/Borrowed Equipment		\$50,000	\$232.00
Misc School Property Floater			\$925.00
Band uniforms,		\$50,000	
Athletic equipment,		\$50,000	
Musical instruments,		\$100,000	
Cameras & Audio-Visual		\$50,000	
Fine Arts		\$50,000	
Signs		\$25,000	
Dwellings under construction-vocational class		\$100,000	
Crime: Form O Employee Dishonesty		\$300,000	\$1250.00
Computer Fraud		\$100,000	\$750.00
General Liability		\$1,000,000/\$2,000,000	\$21,238.00
Employee Benefits		\$1,000,000/\$3,000,000	\$440.00
Sexual Misconduct & Molestation		\$1,000,000/\$1,000,000	\$1,225.00
Innocent Party Defense		\$300,000	
Law Enforcement		\$1,000,000/\$1,000,000	\$2,150.00
Non Monetary Relief Defense		\$100,000	
School Leaders E & O		\$1,000,000/\$1,000,000	\$8,625.00
Non Monetary Relief Defense		\$100,000	
Business Auto	\$53,431.00	\$58,770.00	\$5,339.00
Replacement Cost Buses/Hired Physical Damage \$50,000/Auto Extension Endorsement			
108 Vehicles			
Worker's Compensation	\$152,007.00	\$152,459.00	\$452.00
Umbrella	\$17,635.00	\$20,281.00	\$2,646.00

Umbrella Extends Over the following coverage:

*General Liability
Employee Benefits
Sexual Misconduct & Molestation
School Leaders E & O
Law Enforcement
Auto Liability
Employers Liability*

TOTAL	\$332,418.00	\$343,586.00	\$11,164.00
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3.4%

Options:

TERRORISM

Property	\$4,631.00
Inland Marine	\$101.00
General Liability	\$415.00
Umbrella	\$608.00

Renewal Changes:

2011 Experience Modification Factor dropped from 1.10 to .96

The Workers compensation coverage was remarketed and listed below are other prices received:

\$159,161.06
\$219,710.00
\$188,904.57
Two declinations