

DEPARTMENT OF FINANCE

LISA LEWIS, DIRECTOR
STEPHANIE BONNETT, ASSISTANT FINANCE OFFICER
NICOLE CURRY, ACCOUNTING SUPERVISOR

TO: Board Members

FROM: Lisa Lewis, Director of Finance *Lewis*

DATE: May 18, 2023

RE: Insurance Renewal

Currently, Assured Partners NL LLC holds the Commercial Property, Commercial General Liability, Commercial Automobile, and Commercial Umbrella insurance plans through Liberty Mutual Insurance. The current year premiums are \$1,077,299. The renewal quote is \$1,160,626. This represents a net increase of \$83,327. While this is an increase, this is a good renewal with the uncertainty in the marketplace right now.

I ask the Board to approve renewal for insurance plans with Assured Partners NL LLC through Liberty Mutual Insurance.

OUR MISSION IS TO INSPIRE AND EQUIP OUR STUDENTS TO SUCCEED IN LIFE

BULLITT COUNTY PUBLIC SCHOOLS IS AN EQUAL EDUCATION AND EMPLOYMENT INSTITUTION

**Bullitt County BOE 2023-2024 Renewal
PREMIUM COMPARISON**

COVERAGE TYPE	22/23 PREMIUM (Liberty)	23/24 PREMIUM (Liberty Mutual)
Property	\$514,805	\$537,770
General Liability/Cyber	\$124,853	\$135,193
School Leaders E & O	\$40,677	\$49,830
Law Enforcement	\$2,938	\$3,345
Inland Marine/Equipment	Included	Included
Crime	\$7,321	\$7,321
Automobile	\$269,934	\$294,035
Umbrella	<u>\$116,771</u>	<u>\$133,132</u>
TOTAL PREMIUM	\$1,077,299	\$1,160,626

NOTES:

Terrorism is not included but need signed rejections forms.

Notes:

Added (5) 2023 IC CORP Buses for Renewal

Added 199 Goldenwing Rd Old Mill Elementary School Dec 2022



Date: 04/12/23

Name **Bullitt County Board of Education**

General Liability

Effective: 07/01/2023

School Leaders E&O

Effective: 07/01/2023

Law Enforcement Professional

Effective: 07/01/2023

POLICYHOLDER DISCLOSURE

NOTICE OF OFFER TO PURCHASE TERRORISM INSURANCE FOR POLICY PERIOD

This notice contains important information about the Terrorism Risk Insurance Act and your option to purchase terrorism insurance coverage. Please read this notice carefully.

THE TERRORISM RISK INSURANCE ACT

The Terrorism Risk Insurance Act, including all amendments ("TRIA" or the "Act") establishes a program to spread the risk of catastrophic losses from certain acts of terrorism between insurers and the federal government. If an individual insurer's losses from "certified acts of terrorism" exceed a specified deductible amount, the government will generally reimburse the insurer for a percentage of losses (the "Federal Share") paid in excess of the deductible, but only if aggregate industry losses from "certified acts of terrorism" exceed the "Program Trigger". An insurer that has met its insurer deductible is not liable for any portion of losses in excess of \$100 billion per year. Similarly, the federal government is not liable for any losses covered by the Act that exceed this amount. If aggregate insured losses exceed \$100 billion, losses up to that amount may be pro-rated, as determined by the Secretary of the Treasury.

Beginning in calendar year 2020, the "Federal Share" is 80% and the "Program Trigger" is \$200,000,000.

MANDATORY AVAILABILITY OF COVERAGE FOR "CERTIFIED ACTS OF TERRORISM" AND DISCLOSURE OF PREMIUM

TRIA requires insurers to make coverage available for any loss that occurs within the United States (or outside of the U.S. in the case of the U.S. missions and certain air carriers and vessels), results from a "certified act of terrorism" AND that is otherwise covered under your policy.

A "certified act of terrorism" means:

[A]ny act that is certified by the Secretary [of the Treasury], in consultation with the Secretary of Homeland Security, and the Attorney General of the United States

- (i) to be an act of terrorism;
- (ii) to be a violent act or an act that is dangerous to –
 - (I) human life;
 - (II) property; or
 - (III) infrastructure;
- (iii) to have resulted in damage within the United States, or outside of the United States in the case of –

- (I) an air carrier (as defined in section 40102 of title 49, United States Code) or United States flag vessel (or a vessel based principally in the United States, on which United States income tax is paid and whose insurance coverage is subject to regulation in the United States); or
- (II) the premises of a United States mission; and
- (iv) to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

HOW THE ACT AFFECTS YOUR POLICY AND WHAT YOU MUST DO

SELECTION OR REJECTION OF OPTIONAL TERRORISM INSURANCE COVERAGE

You have the option of purchasing coverage for losses resulting from "certified acts of terrorism".-Coverage for losses from "certified acts of terrorism" is still subject to, and may be limited by, all other terms, conditions and exclusions contained in your policy.

The premium charge for this coverage for the policy period is:

Commercial General Liability	1% of policy's manual premium
School Leaders Errors and Omissions	1% of policy's manual premium
Law Enforcement Professional	1% of policy's manual premium
Public Officials Liability	1% of policy's manual premium
Employment Practices Liability	1% of policy's manual premium
Law Enforcement Liability	1% of policy's manual premium
Liquor Liability	1% of policy's manual premium

If you reject this offer, you will not be covered for losses resulting from "certified acts of terrorism".

Please indicate on the attached coverage election form, whether you accept or reject this offer. If we do not receive a completed Terrorism Coverage Election Form from you, coverage for "certified acts of terrorism" will be excluded from your policy.

TERRORISM COVERAGE ELECTION FORM

Date: 04/12/23

Name **Bullitt County Board of Education**

General Liability

Effective: 07/01/2023

School Leaders E&O

Effective: 07/01/2023

Law Enforcement Professional


Effective: 07/01/2023

PLEASE INDICATE BELOW YOUR ELECTION TO ACCEPT OR REJECT THIS OFFER.

	ACCEPT (X)	REJECT (X)	Price if one or more policy(ies) quoted:
Commercial General Liability			\$2,290
School Leaders Errors and Omissions			\$498
Law Enforcement Professional			\$33

POLICYHOLDER ACKNOWLEDGEMENT

I hereby acknowledge that I have received notice of TRIA, the federal share of compensation for "certified acts of terrorism," the premium charge for losses covered by TRIA, and the Company's limit of liability should losses covered by TRIA exceed \$100 billion.

 _____
Policyholder/Applicant Signature

5-22-2023
Date

Jesse Bacon
Print Name

The summary of the Act and the coverage under your policy contained in this notice is necessarily general in nature. Your policy contains specific terms, definitions, exclusions and conditions. In case of any conflict, your policy language will control the resolution of all coverage questions. Please read your policy carefully.

If you have any questions regarding this notice, please contact your sales representative or agent.

TERRORISM COVERAGE ELECTION FORM

PLEASE INDICATE YOUR ELECTION TO ACCEPT OR REJECT THIS OFFER BELOW:

☐ I hereby elect to purchase coverage for "certified acts of terrorism" for the policy period for \$3,328

☐ I hereby reject this offer of coverage. I understand that by rejecting this offer, I will have no coverage for losses arising from "certified acts of terrorism" and my policy will be endorsed accordingly.

POLICYHOLDER ACKNOWLEDGEMENT

I hereby acknowledge that I have received notice of TRIA, the federal share of compensation for "certified acts of terrorism," and the premium charge for losses covered by TRIA.

Policyholder/Applicant Signature

5-22-2023

Date

Jesse Bacon

Print Name

The summary of the Act and the coverage under your policy contained in this notice is necessarily general in nature. Your policy contains specific terms, definitions, exclusions and conditions. In case of any conflict, your policy language will control the resolution of all coverage questions. Please read your policy carefully.

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Terrorism Coverage Election Form

Election Forms

Named Insured: Bullitt County Public Schools

Policy Number: YU2-Z51-293100-063

Effective: 07/01/2023

How the act affects your policy and what you must do

SELECTION OR REJECTION OF OPTIONAL TERRORISM INSURANCE COVERAGE

You have the option of purchasing coverage for losses resulting from "certified acts of terrorism." The premium for terrorism coverage is shown below. Coverage for losses from "certified acts of terrorism" is still subject to, and may be limited by, all other terms, conditions and exclusions contained in your policy.

If you reject this offer, you will not be covered for losses resulting from "certified acts of terrorism."

Please indicate on the Terrorism coverage election form shown below, whether you accept or reject this offer. If we do not receive a completed Terrorism Coverage Election Form from you, coverage for "certified acts of terrorism" will be excluded from your policy.

Please return the completed Terrorism Coverage Election Form to the Liberty Mutual Account Analyst listed in the insurance proposal.

Please indicate your election to accept or reject this offer below:

☐

I hereby elect to purchase coverage for "certified acts of terrorism" for the policy period for \$11,985.

☐

I hereby reject this offer of coverage for the policy period. I understand that by rejecting this offer, I will have no coverage for losses arising from "certified acts of terrorism." Even if I decline coverage for "certified acts of terrorism," I acknowledge that some states require this policy to provide certain coverage for fire losses that result from an act of terrorism and the premium attributable to that required coverage cannot be rejected. As a result, if this policy provides coverage in any of those states, a rejection of this offer will not result in a reduction in premium by the full amount disclosed above.

Policyholder Acknowledgement

I hereby acknowledge that I have received notice of TRIA, the federal share of compensation for "certified acts of terrorism," the premium charge for losses covered by TRIA, and the Company's limit of liability should losses covered by TRIA exceed \$100 billion

Policyholder/Applicant Signature

Date

Jesse Bacon

Print Name

5-22-2023

The summary of the Act and the coverage under your policy contained in this notice is necessarily general in nature. Your policy contains specific terms, definitions, exclusions and conditions. In case of any conflict, your policy language will control the resolution of all coverage questions. Please read your policy carefully.

If you have any questions regarding this notice, please contact your sales representative or agent.