



FLOYD COUNTY BOARD OF EDUCATION
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Linda C. Gearheart, Board Chair - District
William Newsome, Jr., Vice-Chair - District
Dr. Chandra Varia, Member- District 2
Keith Smallwood, Member - District 4
Steve Slone, Member - District 5

DATE: June 7, 2023

AGENDA ITEM: Consider/Approve the following: Renew insurance for Fleet, General Liability, Educators Legal Liability, and Cyber Liability insurance coverage for the 2024 fiscal year with Liberty Mutual. FY 2024: Workers Compensation Re-insurance with aggregate excess through Liberty Mutual, Third Party Administrator Claims Administration with Davies, and Annual Loss Control Program with Houchens Insurance Group.

APPLICABLE STATUTE(S), REGULATION(S), BOARD POLICY/PROCEDURE(S):
BOE Policy 03.124,01.11, 05.6; KRS 45A.345-460; KRS Chapter 342, BOE Policy 1.11

FISCAL/BUDGETARY IMPACT: Proposed renewal is an approximate \$200,990.48 increase over the expiring premium package, auto premium and umbrella premium.


Workers Compensation Re-insurance fixed Cost are as follows; Excess Insurance \$216,688, Claims Administration \$25,450, loss control \$15,600, and KY State Taxes of 6.94% based on a "simulated premium". Fixed cost is an estimated \$9,238.00 over the expiring premium.

HISTORY/BACKGROUND: The district is required to bid out property and fleet insurance per KRS 45A.345 and 45A.365 while liability need not to be bid per KRS 45A.380(10). As part of our bidding procedures and specifications we include to renew annually in one-year increments, therefore reducing the annual bidding process, and creating some consistency while also keeping pricing competitive. In December 2020 the district approved Houchens Insurance Group as the insurance agent with a contract for 3 years with the option of renewal for up to two (2) additional one year terms.

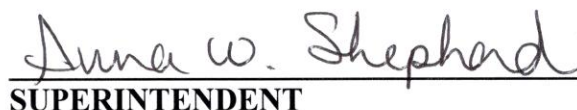
The Board elected to be self-insured beginning with the 2003 fiscal year. The FY 2024 fixed cost (excluding payouts) to the district for workers- comp is estimated to be \$257,738 plus KY State Taxes.

STAFF RECOMMENDATION & RATIONALE: Approve as presented.

CONTACT PERSON: Tiffany Warrix Campbell, Director of Finance



DIRECTOR



SUPERINTENDENT



Floyd County Schools

PREMIUM COMPARISON				
Line of Coverage	2022-2023		2023-2024	
	Liberty Mutual \$25,000 Property Deductible		Liberty Mutual \$25,000 Property Deductible	
Blanket Building & Contents	\$387,596,249		\$436,957,610	
Flood Coverage Limit-Excludes 12 locations	\$5,000,000		\$5,000,000	
Earthquake Limit	\$10,000,000		\$10,000,000	
Package Premium	\$609,451		\$758,467	
Auto Premium	\$567,684		\$613,495	
Umbrella Premium	\$127,295		\$135,279	
P & C Total	\$1,304,430		\$1,507,241	
Accept Coverage			<input type="checkbox"/>	
Decline Coverage			<input type="checkbox"/>	
TRIA (Terrorism) Premium	\$9,837	Accept Coverage		<input type="checkbox"/>
		Decline Coverage		<input type="checkbox"/>
Mine Subsidence Premium	\$1,553	Accept Coverage		<input type="checkbox"/>
		Decline Coverage		<input type="checkbox"/>
Workers Compensation Liberty Mutual Self Insured	2022-2023		2023-2024	
	\$213,225.00		\$216,688.00	
Workers Comp-TPA	\$19,675.00		\$25,450.00	
Loss Control/Risk Mgmt. Services-HIG Education	\$15,600.00		\$15,600.00	
WC Total Fixed Costs	\$248,500.00		\$257,738.00	
		Accept		Decline
		<input type="checkbox"/>		<input type="checkbox"/>
Pollution Liability-Chubb	\$13,596.00		\$14,169.71	
		Accept		Decline
		<input type="checkbox"/>		<input type="checkbox"/>
<small>This presentation is designed to give you an overview of the insurance coverages we are offering for your company. It is meant only as a general understanding of your insurance needs and should not be construed as a legal interpretation of the insurance policies that will be written for you. Please refer to your specific insurance contracts for details on coverages, conditions, and exclusions.</small>				

X

Please Print Authorized Signer's Name

X

Please Print Authorized Signer's Title

X

Authorized Signer's Signature

X

Date



OPTIONAL MedCor WC COVERAGE AVAILABLE		
Service	Description	Rates
Start-Up Fees	This one-time fee covers account development set-up, electronic training materials, training video link, and training of appropriate management personnel. If hard copy training materials are requested, they are provided at cost plus shipping.	\$495 one-time fee
Triage Calls/Program Fee	This fee allows your employees to call Medcor's Triage Call Centers up to 40 times per year. If more than 40 calls are placed in a service year, each additional call is billed at \$95/call. There is no charge or fee for "follow-up" triage calls initiated by the injured employee within 3 days. 5% increase after year 1 if service is renewed.	\$95/call
New Location Fee	One-time fee for new locations requiring addition to Floyd County Schools account in Medcor's operating system. Not applicable for locations added during initial implementation.	\$25.00/location
Translation Expense	Any triage calls requiring the use of Medcor's third-party interpreter service will be pass-through billed.	\$1.79 per minute used
Total Annual Fee	Total annual commitment after one-time implementation fee	\$3,800 \$316.67 monthly
	Accept MedCor	<input type="checkbox"/>
	Decline MedCor	<input type="checkbox"/>

X

Please Print Authorized Signer's Name

X

Please Print Authorized Signer's Title

X

Authorized Signer's Signature

X

Date



Floyd County Schools

PREMIUM COMPARISON		
Cyber Liability	2022-2023	2023-2024
	Cowbell	Tokio Marine
Policy Limit	\$1,000,000	\$1,000,000
Cyber Liability Premium	\$25,055.00	\$21,107.77
Coverages with Tokio Marine		
Multimedia Liability Coverage	\$1,000,000	
Security and Privacy Liability Coverage	\$1,000,000	
Cyber Crime Coverage	\$250,000	
System Failure Coverage	\$1,000,000	
	Accept Coverage	<input type="checkbox"/>
	Decline Coverage	<input type="checkbox"/>
<p style="font-size: small;">This presentation is designed to give you an overview of the insurance coverages we are offering for your company. It is meant only as a general understanding of your insurance needs and should not be construed as a legal interpretation of the insurance policies that will be written for you. Please refer to your specific insurance contracts for details on coverages, conditions, and exclusions.</p>		

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