

Ofelia San Pedro, Deputy Superintendent  
Business Operations

**SUBJECT: CATASTROPHIC ATHLETIC ACCIDENT INSURANCE PROGRAM**

**COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS**

At the Board meeting of May 18, 2005, the Board authorized staff to enter into negotiations with National Union Fire Insurance Company (AIG) (A.M. Best A+ XV), through Arthur J. Gallagher & Co. for renewal of the district's Catastrophic Athletic Accident Insurance Program for interscholastic athletics. This authorization was provided following rejection of the proposal received from Mega Life and Health Insurance Company, in response to Request For Proposals (RFP) # 055-EE10, Student Accident and Athletic Accident Insurance Coverages. The Mega Life proposal consisted of a premium increase which was in excess of 125% above the existing program with National Union.

The current program, which expires August 1, 2006, has an annual premium of \$64,347, based upon numbers of Junior High/Middle School and Senior High School students who participate in interscholastic athletics, including interscholastic football and cheerleading. The renewal premium for this coverage, including the anticipated increase in participants due to the opening of two new Senior High Schools and three new middle schools, will be \$80,809 effective August 1, 2006 to August 1, 2007. Staff is recommending renewal of this program for the upcoming year.

The benefits included in this coverage, which is a requirement of the Florida High School Activities Association (FHSAA), Article 3.1.2, are as follows:

ACCIDENT MEDICAL EXPENSE BENEFIT PER PARTICIPANT - \$5,000,000

**CATASTROPHIC CASH BENEFIT**

Maximum Benefit Amount	\$ 500,000
Lump Sum After 6 months	\$ 100,000
Benefit Amount	\$ 40,000/year
Maximum Benefit Period	10 Years
ACCIDENTAL DEATH BENEFIT AMOUNT	\$ 10,000
ACCIDENTAL DISMEMBERMENT BENEFIT AMOUNT	\$ 20,000

**E-66**

**RECOMMENDED:**

That The School Board of Miami-Dade County, Florida authorize renewal of the district's Catastrophic Athletic Accident Insurance coverage with National Union Fire Insurance Company (AIG)(A.M. Best A+ XV), through Arthur J. Gallagher & Co., effective August 1, 2006 to August 1, 2007 for an annual premium of \$80,809.

OSP:sc