

Financial Services
Mrs. Judith M. Marte, Chief Financial Officer

SUBJECT: REQUEST FOR AUTHORIZATION TO PAY FOR ONE HALF OF THE COMMERCIAL PACKAGE INSURANCE POLICY AND UMBRELLA POLICY INSURING MIAMI-DADE COUNTY PUBLIC SCHOOLS AND MIAMI-DADE COLLEGE FOR NEW WORLD SCHOOL OF THE ARTS

COMMITTEE: FISCAL ACCOUNTABILITY

LINK TO STRATEGIC FRAMEWORK: FINANCIAL EFFICIENCY/STABILITY

Since its inception, Miami-Dade County Public Schools (M-DCPS) and Miami-Dade College (MDC) have jointly purchased appropriate insurance coverages to adequately protect the New World School of the Arts (NWSA). MDC secures proposals for the coverage through their contracted brokers and provides the information for review by the Office of Risk and Benefits Management to ensure the coverage is appropriate and at a competitive cost for the South Florida marketplace.

Annually, the Board has authorized payment for one-half of the annual premium for such coverages pursuant to the authority provided by State Board Rule 6A-1.012(15), wherein the Board is authorized to directly negotiate and enter into contracts for insurance, risk management programs, or third party administrators, making such acquisitions through the bid process or by direct negotiation and contract.

MDC has now provided staff with the renewal terms of the commercial package policy which is effective August 13, 2015 to August 12, 2016.

Expiring vs. Renewal Premiums

	Expiring Premium	Renewal Premium	M-DCPS Share
Commercial Package Policy	\$29,965.42*	\$30,053.22	\$15,026.61
Commercial Umbrella Liability Policy	\$4,526.08*	\$4,163	\$2,081.50
Total:	\$34,491.50	\$34,216.22	\$17,108.11

* Includes Florida Assessments

E-66

The total renewal premium resulted in a minor decrease of \$275.28. Despite the slight decrease in premium there have been coverage enhancements to the policy which include Educators Plus/Legal Liability Coverage as well as defense cost reimbursement coverage.

Commercial Package Policy

Carrier: Philadelphia Indemnity Insurance Co. (A.M. Best A++XV)
Limits: Comprehensive General Liability (CGL) including Educators Professional Liability - \$1MM per occurrence/\$2MM annual aggregate
Educators Plus/Legal Liability Coverage-\$1MM per occurrence/ \$1MM annual aggregate
Automobile Liability (hired and non-owned autos) - \$1MM combined single limit (CSL)
Business Personal Property - \$1.25MM per occurrence
Personal Property of Others - \$1MM per occurrence

Commercial Excess Liability Policy

Carrier: Philadelphia Indemnity Insurance Co. (A.M. Best A++XV)
Limits: Commercial Excess Liability (General/Automobile Liability) - \$1MM per occurrence/annual aggregate, subject to a \$10,000 per occurrence retention

All policies are placed through Miami-Dade College's broker, Arthur J. Gallagher Risk Management Services, Inc.

Staff is requesting authority to reimburse MDC for one-half of the commercial package policy and excess insurance policy premium in the amount of \$17,108.11 representing one half of the annual renewal premium for the commercial package and excess insurance policies for the New World School of Arts, to Miami-Dade College, covering both Miami-Dade County Public Schools and Miami-Dade College, with Philadelphia Insurance Company (A.M. Best A+, IX), through Arthur J. Gallagher Risk Management Services, Inc., effective August 13, 2015 to August 12, 2016.

RECOMMENDED: That The School Board of Miami-Dade County, Florida authorize reimbursement of \$17,108.11, representing one half of the annual renewal premium for the commercial package and excess insurance policies for the New World School of Arts, to Miami-Dade College, covering both Miami-Dade County Public Schools and Miami-Dade College, with Philadelphia Insurance Company (A.M. Best A+, IX), through Arthur J. Gallagher Risk Management Services, Inc., effective August 13, 2015 to August 12, 2016.

JMM:abc