

To: Board of Education
From: **Ian Saxton**
Re: Property and Liability Insurance
Date: 10/16/2024

Members of the Board of Education,

Summary of Property and Liability Insurance Update:

I have been collaborating with the Miller-Donnelli Agency regarding our property and liability insurance. For the FY25 year, we anticipate a \$41,507 increase in our insurance obligations.

Key Points:

- **Rate Increase:** The overall rate increase is approximately 2.5%. Adding about \$7,812 to our overall increase.
- **Value Reassessment:** The primary driver of the cost increase is a reassessment of property values for our High School, Middle School, and Horizon Elementary, which has resulted in a \$19.52 million increase in total property values.
- **Transportation Facility Coverage:** Accounts for about a \$13,069 annual increase.

To address these changes, I worked with Miller-Donnelli to ensure that our provider, Glatfelter, utilized two independent third-party assessors—E2Values and CoreLogic—to validate the property value increase. Notably, CoreLogic provided lower valuations, which are reflected in the current proposal.

Additionally, Miller-Donnelli reached out to five municipal insurance programs to compare our current property terms, but they declined to provide targets once they understood our current terms.

We have informed Miller-Donnelli about our intention to bid in the upcoming market cycle in April 2025.

For further details, please see the attached Miller-Donnelli memo.