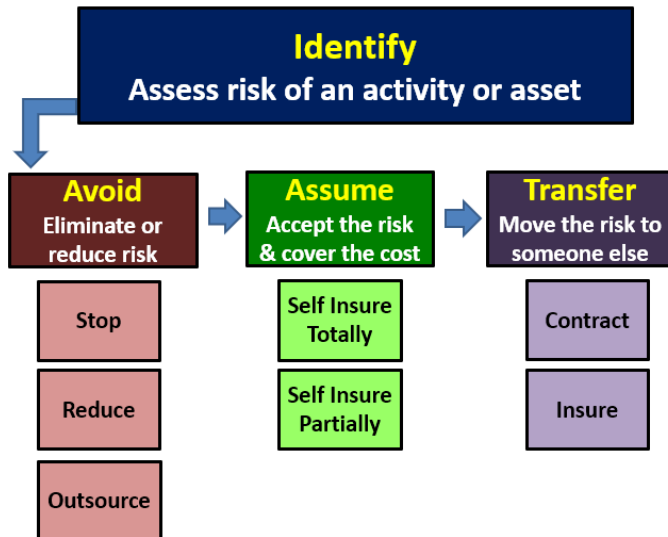




SCHOOL INSURANCE NEWSLETTER

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Before you purchase insurance, consider the ways to reduce risk.

First, identify the risk. Assess the risk assumed from activities and the loss of assets. **Example, 2008 Bluebird 72 passenger bus with 104,000 miles with a resale value of \$7,900. Should I buy comprehensive & collision insurance?**

What are the risks associated with having this bus in the fleet: weather, fire, theft, collision, break down, maintenance, depreciation? Can the District assume the risk without further consideration? If not...

Avoid - Eliminate or reduce the risk

Stop:

- Sell the bus

Reduce:

- Shelter
- Fence
- Change route
- Maintenance program
- Driving training

Outsource:

- Outside contract

Assume - Accept the risk

Self-Insure Totally:

- Assume the risk
- Budget for loss
- Establish self-insurance fund

Self-Insure Partially:

- Decide how much risk District is willing to take; what deductible?

Transfer - Move the risk to someone else

Contract:

- Repairs
- Storage

Buy Insurance as a last resort.