

# ROBERT V. REIM COMPANY

INSURANCE CONSULTING  
BID MANAGEMENT



## SCHOOL INSURANCE NEWSLETTER

September 2022

### Market Conditions

Many districts found significant price increases for their September 1 renewals, in addition to increased Wind/Hail/Weather deductibles. Because renewals were delivered so late, it was not possible to go to bid, leaving districts with no choice but to accept the renewal. Next year start the bid process in May.

### Updated Replacement Costs

We have just received copies of appraisals by a well-known firm that indicate the current replacement costs have risen dramatically.

High schools	\$260/sf
Middle schools	\$245-\$260/sf
Elementary schools	\$230/sf
Portables	\$99/sf

For a list of items that can be excluded in ascertaining insurable value, go to: [Excluded Items](#)

### Review Renewals Carefully

Here is an example of why you should carefully review renewal coverages. While this example is for personal insurance, we see schools experiencing the same types of unexpected surprises.

Example 1. A family received their Homeowner renewal without any type of update or explanation from the agent 30 days prior to expiration. After carefully reviewing the coverage, they discovered that the Weather deductible increased from \$1,000 (fixed) to \$17,380 (%), plus a premium increase of 17%.

### Risk Manager's Packet of Resources

Here is a list of resources for new risk managers:

<http://www.texasisd.com>

Robert V. Reim Co. Newsletter

[www.robertreim.com/schools-colleges](http://www.robertreim.com/schools-colleges) FAQs

TEA's Texas School Law Bulletin

TASBO Certified School Risk Mgr.

PRIMA organization

bobreim@robertreim

CPCU designation

Your risk pool's newsletters, websites  
& seminars

### TAPS Risk Pool

Five years ago, TAPS a public entity insurance risk pool filed bankruptcy. We are trying to find out what happened with those districts that had claims. Were they ultimately paid? 100%? How long did it take? Were there any assessments? Did your district lose any money because of unearned premium?