

**ARKANSAS INSURANCE DEPARTMENT**  
**Risk Management Division**  
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## **PUBLIC SCHOOL PROPERTY INSURANCE PROGRAM**

*(2016-2017 Coverage Highlights\*)*

1.  Repair or replacement cost Coverage for all buildings at each described location unless scheduled otherwise.
2.  Repair or replacement cost Coverage for contents at each described location subject to the policy limits and sub limits.
3.  Extra expense coverage - \$25,000,000 per occurrence. *(Shared limit)*; Complies with 4.03.1.
4.  Building ordinance and law - \$25,000,000 per occurrence. *(Shared limit)*; Complies with 4.03.2.
5.  Business Personal Property Transit coverage - \$1,000,000 per occurrence; Complies with 4.03.3.
6.  Commercial Crime – Theft and Destruction of money and securities excluding Employee Dishonesty.
  - o \$50,000 Per Occurrence Limit - \$ -0- Deductible; Complies with 4.03.4
7.  Newly acquired building and contents coverage - \$10,000,000 - 90 day limit to report; Complies with 4.03.5/6.
8.  Boiler and Machinery - \$250,000,000 per breakdown. \$5,000 deductible; Complies with 4.03.7.
  - o Increased cost of construction - \$1,000,000 per occurrence.
9.  Debris Removal - \$10,000,000 per occurrence for reasonable and necessary expense for insured buildings.
10.  Service Interruption – off premise power outage \$1,000,000 per occurrence.
11.  Builders Risk coverage using District labor - \$5,000,000 limit. Project must be scheduled.
12.  Coverage for owned utility service is available per scheduled agreed value.
13.  Lawn Care equipment up to 20 HP insured as contents with Replacement Cost Coverage.
14.  Mobile Equipment coverage on actual cash value basis. \$1,000 per occurrence deductible. No Cost.
15.  All mobile equipment assets exceeding \$100,000 original cost must be scheduled with AID-RM.
16.  Flood coverage - \$50,000,000 annual aggregate with the following limitation:
  - o **No coverage in special flood hazard areas (100-year flood plain).**
  - o Deductibles: - \$5,000 per occurrence per school district.

*Consideration of purchasing Flood Insurance from National Flood Insurance Program is recommended for special flood hazard areas.*
17.  Earth Quake coverage - \$50,000,000 annual aggregate limit. (Shared Limit).
  - o Deductibles: Zone 2 - \$100,000 per occurrence
  - Zone 3 - \$ 25,000 per occurrence
  - Zone 4/5 -\$ 5,000 per occurrence
18.  No coverage for sewer lift stations, bridges, boardwalks, trails and other infrastructure unless scheduled.

### **(Property Coverage Comments)**

Unlike some policies in the market, our program has the following features:

19.  Blanket contents coverage without restrictions or percentage limitations.
20.  Repair or replacement cost coverage for older roofs without restrictions or depreciation.
21.  The Arkansas Public School Property Trust Fund is not an assessable program.
22.  This program strictly adheres to State Purchasing laws administered by DFA – Office of State Procurement. In accordance with DFA instructions, this program complies with mandated requirements that insurance contracts be competitively bid periodically. **(STATE BID NO. SP-11-0198)**

### **(Risk Management Services Provided)**

23.  Periodic loss control and property conservation inspections at no cost.
24.  Periodic building appraisal and advisory services at no additional cost.

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AID RISK ADVISOR

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SCHOOL DISTRICT CONTACT

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DATE

*\*Limits and deductibles are subject to change upon renewal. This Coverage Highlights document does not convey or provide insurance coverage. Refer to the insurance policy for terms and conditions.*