

CLARK COUNTY SCHOOL DISTRICT REGULATION

3431

INSURANCE COVERAGE

- I. The Clark County School District shall maintain adequate internal service fund balances and catastrophic insurance contracts to preserve the financial stability of the District.
- II. Internal financing and commercial excess insurance shall be provided to protect the District's property, liability, fiduciary, and statutory workers' compensation interests.
- III. Self-Insurance
 - A. The District will assume manageable levels of risk funding within the Internal Service Fund for frequent and predictable losses.
 - B. Self-insured retention and deductible levels will be approved by the Superintendent of Schools in accordance with operational conditions and needs. These levels will be reported annually in the District's financial statements.
- IV. Excess Insurance
 - A. Property and Liquid Assets

The District will assume the full risk of physical damage to vehicles while not garaged. For garaged vehicles and all other equipment, cash, supplies, and facilities, the District will transfer catastrophic losses via an all-risk property insurance contract.
 - B. Liability (General, Automobile, and Errors and Omissions)

The District will transfer catastrophic losses on the basis of statutory waiver of sovereign immunity limits for Nevada public entities pursuant to NRS 41.035, and applicable federal laws. These transfers will be via commercial general liability, motor vehicle liability, and school leaders errors and omissions insurance contracts.
 - C. Boiler and Machinery

The District will transfer catastrophic damage costs with a boiler/machinery insurance contract which covers both property and liability losses.

D. Employee Dishonesty and Faithful Performance

The District will transfer the risks of employee dishonesty and faithful performance exposures via fidelity insurance contracts.

E. Workers' Compensation

The District is self-insured for workers' compensation under the Nevada Industrial Insurance Act. In accordance with statutory requirements, the District will meet all solvency levels which include excess workers' compensation insurance.

F. Needs Assessment

In accordance with operational needs, insurance market conditions, product availability, and technical requirements, the Risk Management Department will be responsible for:

1. Identifying appropriate risk levels, contract design/ financing mechanisms, and optimal procurement timing of excess insurance contracts. These fundamental risk financing elements will be reported annually in the District's financial statements.
2. Recommending excess insurance programs for approval by the Board of School Trustees.

Legal Reference:	NRS Chapter 41 Actions Concerning Persons NRS Chapter 332 Local Government Purchasing Act NRS Chapter 334 Purchasing: Generally
Review Responsibility:	Business and Finance Services
Adopted:	3532/3545.24:4/29/65
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