



YPI CHARTER SCHOOLS

June 28, 2021

TO: YPI Charter Schools
Board of Directors

FROM: Yvette King-Berg
Executive Director

SUBJECT: Recommendation to approve continued membership in CharterSAFE for Workers' Compensation Insurance for Property and Liability Insurance

BACKGROUND

As per our charter petition, all YPI Charter schools (YPICS) are required to carry Workers' Compensation Insurance in accordance with provisions of the California Labor Code adequate to protect the organization from claims that may arise from our operations pursuant to the Workers' Compensation Act. Workers' Compensation Insurance coverage must also include Employers Liability coverage.

Additionally, the school must carry Property and Liability Insurance which includes coverage for Crime Insurance, Cyber Liability, Professional Educators Errors and Omissions Liability coverage, Sexual Molestation and Abuse coverage, Employment Practices Legal Liability coverage and excess/umbrella insurance. YPICS have been a member of the **CharterSAFE** Joint Powers Authority (JPA) since 2012.

ANALYSIS

Premiums have remained cost effective our initial membership, and customer assistance and support are consistently excellent. The premium for 2021-2022 is \$193,971.75.

In this new world of AB 218 (Child Sexual Assault), catastrophic wild fire devastation, and COVID-19, P & L insurance has seen a dramatic increase as insurance carriers leave California and options are decreasing. The rates for 2021-2022 will see an increase over 2020-2021 rates, with the excess layer of insurance from SELF presenting the greatest increase once again. The total premium from last year will increase by 5% with a higher increase from SELF due to the current environment.

RECOMMENDATION

It is recommended that the Board of Directors approve continuing to purchase Workers' Compensation Insurance and Employer's Liability coverage from CharterSAFE and Property and Liability Insurance.