

BUTTE SCHOOLS SELF-FUNDED PROGRAMS

POLICIES & PROCEDURES MANUAL

Subject: **PROPERTY AND LIABILITY MEMORANDUM OF COVERAGE** Section: **5.6**

Butte Schools Self-Funded Programs (BSSP) will follow the form of Bay Area Schools Insurance Cooperative (BASIC)'s Memorandum of Coverage for Property & Liability Coverage for claims incurred through June 30, 2016.

Effective July 1, 2010, Butte Schools Self-Funded Programs will provide auto physical damage coverage at the lesser of actual cash value or replacement value on a vehicle not specifically endorsed on BASIC's policy for Excess Auto Physical Damage for High Value Vehicles.

Effective July 1, 2016, BSSP will annually adopt a Memorandum of Liability Coverage effective July 1st of each year thereafter.

Effective July 1, 2020, BSSP will follow Schools Program Alliance's (SPA) Memorandum of Coverage for property losses. Additionally:

1. Each wildfire loss is subject to the full SPA wildfire per occurrence deductible allocated to BSSP; and
2. Each flood loss is subject to the full SPA flood deductible allocated to BSSP; and
3. Each claim is subject to a \$1,000 per occurrence deductible; and
4. Each auto physical damage claim will be adjusted to the lesser of actual cash value or replacement value, except buses and other vehicles with a replacement value in excess of \$100,000, which will be adjusted to replacement value.

Effective July 1, 2022, this policy is superseded by the board-adopted Summary of Coverage effective July 1 of each year.