

APPENDIX 4.3.4: INSURANCE PLAN

Chicago Prep is committed to the long-term fulfillment of our mission and will secure insurance to protect the school from a variety of liabilities. We have sought an insurance proposal from Scholastic First Insurance through Arthur J. Gallagher and Co. for our planning year and first year of operation. Types of insurance and levels of coverage are presented in Figure 1. The proposal for the Planning Year and Year 1 is presented in Figure 2.

Figure 1: Types of Insurance and Levels of Coverage

Coverage	Limit
General Liability (includes corporal punishment, athletic participation*)	\$1,000,000 occurrence expressly covers field trips \$3,000,000 aggregate limit
Workers Compensation Workers' Compensation Part II (Employers' Liability)	As specified by Illinois Statutes \$1,000,000
Employee Benefits Liability	\$1,000,000 per claim dedicated limit \$3,000,000 aggregate limit
Automobile/Bus Liability including non-owned and hired; underinsured as needed	\$1,000,000 combined single limit
Employment Practices Liability	\$1,000,000 per claim/annual aggregate dedicated limit
Educators Legal Liability (School Leaders E&O and/or Professional Liability)	\$2,000,000 per claim/annual aggregate dedicated limit
Directors & Officers	\$1,000,000 per claim/annual aggregate dedicated limit
Fiduciary Liability	\$1,000,000 per claim/annual aggregate dedicated limit
Sexual Abuse and Misconduct Liability	\$1,000,000 dedicated limit \$3,000,000 aggregate limit
Crime <ul style="list-style-type: none"> • Employee Dishonesty • Forgery or Alteration • Inside Premises – Theft of Monies & Securities • Outside the Premises • Computer Fraud • Money Orders/Counterfeit Papers 	<ul style="list-style-type: none"> • \$1,000,000 per occurrence
Bonds	Can secure a Fidelity and or ERISA bond if required
Property and Boiler Machinery Coverage	Blanket Limits as needed by school, on an all risk of direct physical basis (replacement cost to school building for fire and theft)
Business Income/Extra Expense	\$300,000 Extra Expense included Business Income as needed based upon cash flow
Student Accident Coverage* (including or excluding football)	Primary \$25,000 CAT at \$1,000,000 or \$5,000,000
Cyber Security Liability	\$500,000 per loss or claim/aggregate limit

Umbrella / Excess Liability above primary program (GL, Auto, Abuse, D&O, EPLI, ELL, EBL)	Options up to \$25,000,000
---	----------------------------

Figure 2: Y0-Y1 Estimated Premiums

Coverage – Y0	Premium Indication
General Liability/Abuse	\$850
Directors & Officers/Employment Practices/Fiduciary	\$900
Property	N/A
Excess \$1 Million Limits (follow form over underlying)	\$1,900
Total Annual Premium	\$4,650
Coverage – Y1	Premium Indication
General Liability/Abuse/Crime/Auto/Employee Benefits/Educators E&O	\$3500
Directors & Officers / Employment Practices / Fiduciary	\$3800
Property	\$1000
Excess \$10 million Limits (follow form over underlying)	\$5000
Workers Compensation/Employers Liability	\$5500
Total Annual Premium	\$18,800