

GLENBROOK HIGH SCHOOLS
Office of the Assistant Superintendent for Business Affairs
Regular Meeting Monday, April 8, 2013

TO: Dr. Michael Riggle

FROM: Hillarie Siena

DATE: April 8, 2013

RE: Term Extension of the SSCRMP Risk Management Pool

Attached to this memo is a letter from David Torres, Chairman, SSCRMP Board of Directors, regarding a term extension for the SSCRMP risk management pool. District 225 has been a member of the SSCRMP cooperative since 1989. Information regarding the performance of the cooperative was presented to the Board of Education on January 14, 2013, showing considerable cost savings due to the structure and operation of the pool. As Treasurer of SSCRMP, I will be asked on April 16, 2013, to vote in favor of a five year extension of the risk management pool. I highly recommend that the District 225 Board of Education provide direction in support of the SSCRMP term extension. Please note that this extension relates to the risk management operation of the cooperative. The health insurance pool renewal is scheduled for July 1, 2013.



Maine Township High School District 207
Township High School District 211
Township High School District 214
Northfield Township High School District 225

March 25, 2013

Dr. Michael Riggle, Superintendent
Northfield Township High School District 225
1835 Landwehr Road
Glenview, IL 60026

**Re: NOTICE OF VOTE TO EXTEND THE TERM OF THE SECONDARY SCHOOL
COOPERATIVE RISK MANAGEMENT PROGRAM**

Dear Dr. Riggle:

Northfield Township High School District 225 has been a member of the Secondary School Cooperative Risk Management Program (SSCRMP) since shortly after it commenced operations in 1989.

SSCRMP is a risk sharing insurance pool governed by its four member districts: Maine Township High School District 207, Township High School District 211, Township High School District 214 and Northfield Township High School District 225

SSCRMP has been a very successful insurance provider and has saved District 225 a significant amount of money on its insurance costs over the past 24 years. SSCRMP has also provided a very high level of quality safety, loss control, claims management and risk management consulting to District 225.

This notice is to advise you that under Article V(h)4 of the Secondary School Cooperative Risk Management Program By-laws, a vote will be taken at the April 16, 2013 regular Board meeting to extend SSCRMP for an additional five-year term commencing January 1, 2014.

The extension of the term does not bind any member to membership in SSCRMP beyond the contractual terms otherwise provided by SSCRMP By-laws.

If you have any questions on this notice or the SSCRMP pool, please contact our program administrator Michael Nugent at 847.412.0410 or me at 847.755.6612.

Sincerely,

David S. Torres
Chairman, SSCRMP Board of Directors

c: Michael Nugent, SSCRMP Program Administrator



MEMORANDUM

DATE: March 22, 2013
TO: SSCRMP Board of Directors
FROM: Mike Nugent
RE: SSCRMP Term Extension

At the April 16, 2013 SSCRMP Board meeting the Board of Directors will consider extending the term of the pool another 5 years. This would be the fifth term extension the Board will have considered. All previous extensions were passed unanimously.

Although the SSCRMP delegates may have changed over the years, the guiding principles agreed upon at the inception of the pool in 1989 still direct the pool today.

SSCRMP commenced operations in January 1, 1989. The actual work putting the pool together began in 1987 at a PRIMA conference in Seattle. The current members were all part of the initial study and shared several key objectives in establishing the pool:

1. Establish a pool as a long term solution to insurance by providing initial capitalization in addition to the annual premium contributions
2. Fund expected claims at a conservative level to build member surplus to provide flexibility to the pool
3. Commit to safety in all aspects of District operations so as to control claims costs
4. Use the buying power of the group to lower insurance coverage costs and improve coverage terms
5. Take control of claims by controlling legal counsel assignments and by taking aggressive defense postures
6. Provide a forum to discuss common risk management issues facing schools
7. Eliminate cost redundancies
8. Remain small and focused on member's insurance and risk management needs

The results over the past 19 years have been nothing short of remarkable. SSCRMP has accumulated over \$5,000,000 in member surplus (equity) that has allowed for additional cost savings in all aspects of its program, and expansion into workers compensation.

Equity has:

- Been used to lower insurance member premium allocations during difficult insurance markets
- Been used to offset premium increases
- Allowed for the purchase of additional loss control and safety items (AEDs)
- Allowed for the increase in self-insured retentions, lowering insurance costs for members
- Allowed for the purchase of innovative cost cutting services and approaches to reducing risk and loss expenses.

SSCRMP has saved each district significant amounts on their insurance costs while providing the highest quality of services. SSCRMP members have enjoyed an extremely low cost of risk since 1989.

I hope you will support the additional five-year term at the April Board meeting.

The SSCRMP By-laws call for notifying each Board President and Superintendent no later than April 1, 2013 that action on the term extension may occur at the April 16 meeting. Dave Torres will be sending a letter to your Superintendent and Board President next week.

MDN