BP-3530

RISK MANAGEMENT

Note: AS.14.03.150 requires districts to maintain an adequate property insurance for replacement cost of district facilities and equipment.

The School Board desires to protect district resources by maintaining a program of risk management including, but not limited to:

1. Property Loss insurance for the replacement cost of District buildings and equipment in accordance with the requirements of state law
2. Worker's Compensation insurance in accordance with the requirements of state law
3. Liability insurance protecting the District and its employees and officers against claims by third parties.
4. Enacting security measures and seeking appropriate insurance protection against cybercrimes.

The Superintendent, or designee, shall annually report to the Board on the District's insurance coverage and on any recommended adjustments in insurance policies.

Note: AS.14.08.091 requires that the officer of the School Board responsible for custody of district funds file a bond for $50,000.00 with the State Commissioner. AS.14.14.020 requires that districts obtain a bond not to exceed $50,000.00 before the officer responsible for district monies begins his/her duties, unless the officer has already been bonded pursuant to AS.29.20.610, and that the bond be filed with the clerk of the School Board.

The District shall obtain a fidelity bond or insurance meeting the requirements of state law to assure the faithful performance of the district officer who is responsible for the custody, investment, and management of school district money. In addition, the Board shall require that a fidelity bond or insurance be obtained to protect the District against losses caused by the acts of the District's officers or employees who possess significant responsibilities with respect to the custody, management, or investment of the District's funds or property.

Legal Reference:

ALASKA STATUTES
14.03.150 Property Insurance Required
14.12.115 Indemnification
14.14.020 Bond Required

Adoption Date: October 3, 1988
Revised in Consultation with Legal Counsel: July 7, 2010
Revised: December 18, 2023