



New Jersey Schools Insurance Group  
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**Board of Trustees Meeting May 19, 2021**  
**Action Item**  
**Rate review for the July 1, 2021-2022 policy year**

**(NJSIG No. 0521-4)**

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Each year NJSIG's actuary, Willis Towers Watson, evaluates the Member contributions necessary to cover NJSIG's retained risk on specified lines of coverage, i.e., NJSIG's self-insured retention (SIR), or the portion of risk that NJSIG holds in-house. NJSIG's actuary indicates the range of contributions they recommend NJSIG should collect from members so as cover the SIR/retained risk on the specified coverages. The coverage extended to members beyond this SIR/retained risk is covered by excess or reinsurance.

At the March 17, 2021 meeting, you approved the rate review for the July 1, 2021-2022 policy year that was prepared by NJSIG's actuary. In the course of reviewing these rates for implementation, NJSIG and Willis Towers Watson identified several necessary revisions. With these revisions, the changes combine to a -4.1% for the workers' compensation, general liability, automobile liability, automobile property damage, property and crime coverages combined, which is down from -4.6% from the previous report. With these revisions, the overall change continues to fall within the range that NJSIG's actuary has indicated is reasonable in their revised report, and they have opined that they believe that this proposed rate change is reasonable.

**Recommended Resolution (NJSIG No. 0521-04):** Approve the Willis Towers Watson revised rate review for the July 1, 2021/2022 policy year report dated April 21, 2021, and the rates contained therein, including increasing NJSIG's self-insured retention for the general liability and automobile liability to \$1,000,000 for the 2021/2022 policy year. The Executive Director is also authorized to implement a communicable disease sub-limit of \$1,000,000 per occurrence, with a pool-wide

annual aggregate of \$9,000,000 on the general liability, automobile liability and school board leader liability.

Jill Deitch, Esq.  
Executive Director