



FACT SHEET

WHAT YOU NEED TO KNOW...

- The Prairie State Insurance Cooperative (PSIC) is a full-service, specialized insurance and risk management program for public schools in North, Northwest, Central and Southern Illinois.
- Self-insured Loss Funds are budgeted for the Known Maximum Cost determined by experienced and qualified insurance actuaries.
- Insurance limits in excess of the Self Insured Loss Funds are provided by traditional insurers rated “A- VII” or better by A. M. Best Company.
- PSIC is focused on the needs of schools and provides increased limits and coverage for Abuse & Molestation, Pollution, Student Accident, Earthquake and Flood.
- All costs, premiums and fees are fully disclosed and clearly communicated to every Member every year. All PSIC members receive a copy of the annual fiscal audit as well as the PSIC treasurer’s financial report.
- For pricing stability and underwriting continuity, new members are required to maintain coverage for a minimum of 3 consecutive years. Following this minimum participation, members may withdraw per the PSIC Bylaws and Illinois law.
- The specialized nature of the program design offers the potential return of loss fund dollars in the form of dividends subject to favorable loss experience.
- Membership has steadily grown since inception of the program on July 1, 2006. Over 175 schools currently participate in PSIC. Each member’s designated representative attends bi-annual Board Meetings and has an equal vote to carry out the affairs and activities of the Cooperative.
- An Executive Committee of elected member Superintendents, Business Managers and other School Administrators manages the Cooperative pursuant to direction from the Board.
- The Administrator for the program is Arthur J. Gallagher Risk Management Services, Inc. AJG is the fourth largest insurance broker in the world and was at the forefront of self-insurance program design decades ago.
- Professional claims administration and loss prevention programs are provided by the experienced firms of Gallagher Bassett and York Risk Services Group. Both work with every member school district to avoid costly claims and create safe school environments.
- Local independent insurance agents, members of the marketing association ARM of Illinois, sell and service the program. With agency locations across the state, a specially trained ARM agent is never far away.

For more information, go to prairiestateinsurance.org