

# PACE ANNUAL REPORT

(through June 30, 2011)



## Strength Value Service

PACE



Property and Casualty Coverage for Education in Oregon

Oregon School Boards Association in cooperation with Special Districts Association of Oregon



'Another strong performance . . .'

The PACE insurance program turned in another strong performance in 2010-11. Services grew, membership remained affordable, more districts joined, and financial results were positive.

More services for members  
PACE added more in-person training opportunities and launched an online training program called SafeSchools. All PACE members now have free access to 18 online training sessions for their employees. So far, 247 districts have enrolled in the program, and more than 40,000 employees have signed up for classes. PACE also added free identity-theft coverage for members who experience security breaches involving sensitive information.

Premiums remain level  
Average premiums for member districts increased by just one percent, and the PACE board authorized the return of \$725,000 of surplus from previous years to members. The board consists of K-12 and community college risk managers, facility managers, business managers, superintendents and board members.

Revenue, assets are up  
On the financial front, revenue from premiums increased two percent, while total assets increased 16 percent to \$30.6 million. Net assets increased four percent to \$15.3 million, after a 30-percent jump in 2009-10. Overall, PACE enhanced its position as the state's largest property and liability risk pool for public education.

No one can match the expertise and experience that PACE brings to public education insurance.

Read the full audit report at [pace.osba.org/about](http://pace.osba.org/about). Here are some highlights:

PACE Financial Summary

	July 1, 2008- June 30, 2009	July 1, 2009- June 30, 2010	July 1, 2010- June 30, 2011
<b>Assets</b>			
Cash	\$ 7,331,234	\$ 551,596	\$ 635,130
Accounts receivable	\$ 1,421,012	\$ 1,026,958	\$ 897,561
Prepaid expenses	--	\$ 36,601	\$ 54,910
Interest receivable	\$ 123,541	\$ 194,310	\$ 196,419
Investments	\$10,736,721	\$24,595,120	\$28,843,495
<b>Total Assets</b>	<b>\$19,612,508</b>	<b>\$26,404,585</b>	<b>\$30,627,515</b>
<b>Liabilities</b>			
Accounts payable	\$ 495,102	\$ 148,575	\$ 76,585
Deferred revenue	\$ 561,513	\$ 572,477	\$ 1,046,373
Claims payable	\$ 9,632,355	\$10,995,730	\$14,166,364
<b>Total Liabilities</b>	<b>\$10,688,970</b>	<b>\$11,716,782</b>	<b>\$15,289,322</b>
<b>Net Assets</b>			
Restricted surplus	--	\$ 3,085,450	\$ 3,293,757
Unrestricted	\$ 8,923,538	\$11,602,353	\$12,044,436
<b>Total Liabilities and Net Assets</b>	<b>\$19,612,508</b>	<b>\$26,404,585</b>	<b>\$30,627,515</b>

'Our goal is to keep rates stable. We continue to seek out reinsurers who provide the best, most comprehensive coverage. We do everything we can to keep prices affordable for our members.' Frank Stratton, PACE manager

The Oregon School Boards Association and Special Districts Association of Oregon formed PACE on July 1, 2006, to provide property and casualty insurance for the state's public school districts, charter schools, education service districts and community colleges. The OSBA board of directors appoints PACE trustees. PACE contracts with SDAO to provide claims processing, accounting, underwriting and loss-control services; we contract with OSBA for legal help, human resources, communications and other needs.

## Board of Trustees

PACE trustees are knowledgeable and experienced in public school risk and liability. They are dedicated to serving the special needs of Oregon's public schools, community colleges, education service districts and charter schools.

**Tim Belanger**, (Chair)  
Business & Support Services Director  
Oregon Trail School District

**John Rexford**, (Vice-chair)  
Deputy Superintendent  
Bend-La Pine School District

**Allen Bunch**  
Risk Manager  
Chemeketa Community College

**Debbie Laszlo**  
Risk/Benefits Manager  
Redmond School District

**Marie Knight**  
Fiscal Assistant  
Vernonia School District

**Wayne Kostur**  
Superintendent  
Molalla River School District

**Terry Lenchitsky**  
Board Member  
Oregon Trail School District

**Adam Stewart**  
Chief Financial Officer  
Hillsboro School District

## PROGRAM ADMINISTRATOR

**Lisa Freiley**, Associate Executive  
Director

## Loss control services

PACE loss control staff members can help you correct situations before they become problems. Their assistance is hands-on, on-site and available to members at no extra cost. These experienced consultants will physically inspect facilities, playgrounds and other areas and make detailed safety recommendations.

They provide a variety of free safety workshops for your staff, see below. PACE members receive access to five free criminal background checks and five free drug and alcohol tests each year.

If you have safety questions, please contact a member of the loss control staff at 503-371-8667 or 800-285-5461.

## Safety and liability training

PACE provides tools and resources to help members prevent problems and respond appropriately if they occur. A full range of workshops are available on:

- Personnel and labor
- Facilities
- Student safety
- Legal issues

Most training is free for PACE members and can be scheduled at the district's request.

For more information, call OSBA at 800-578-6722 or SDAO at 800-285-5461. PACE will also tailor workshops to fit specific needs.

## Legal and human resource services

As soon as you think a problem could develop into a lawsuit, contact a member of the PACE pre-loss staff and receive up to \$1,000 worth of free legal consultation per incident. This early legal advice could help you steer clear of potential litigation – especially when terminating an employee, when a student is injured at school or in situations of sexual misconduct.

If you call before making an employee termination or suspension decision, PACE will waive the \$5,000 deductible. (The waiver of deductible does not apply if your deductible is greater than \$5,000.)

To contact legal and human resources staff, please call 503-588-2800 or 800-578-6722.

## Claims management services

From broken bones to fire, flood and lawsuits, PACE claims management staff members guarantee a 24-hour response time on any claim and focus on resolving claims fairly and appropriately. They have more experience handling education-related claims than anyone else in

Oregon, are well-versed in state and federal law and backed by the best education law experts in the state.

For claims questions, contact a claims staff member at 503-670-7066 or 800-305-1736.

## SafeSchools

PACE has partnered with SafeSchools®, a national leader in online training for K-12 and community colleges, to give members free access to 14 award-winning online courses. The offerings include courses on how to deal with sexual conduct, bullying, gang prevention, school violence and weapons, sports supervision, and many others.

the complete SafeSchools Course Library for just \$1 per full-time employee, which represents a substantial savings over the standard rate.

For more information, call PACE at 800-285-5461 or 503-371-8667.

Participating members may upgrade

# PACE Members

Academy of Arts and Academics	Crook County SD	La Grande SD	North Wasco County SD	South Coast ESD
Ace Academy	Crow-Applegate-Lorane SD	Lake ESD	Oakland SD	South Lane SD
Adel SD	Culver SD	Lake Oswego SD	Oakridge SD	South Umpqua SD
Alsea SD	Dallas SD	Lakeview SD	Oregon City SD	South Wasco County SD
Amity SD	David Douglas SD	Lane CC	Oregon Coast CC	Southern Oregon ESD
Arlington SD	Days Creek Charter School	Lane ESD	Oregon Coast Technology School	Southwestern Oregon CC
Armadillo Technical Institute	Days Creek SD	Lebanon Community SD	Oregon Trail Primary Academy	Springfield SD
Ashland SD	Dayton SD	Lincoln County SD	Oregon Trail SD	Springfield Environmental Sciences School
Ashwood SD	Double O SD	Linn-Benton CC	Paisley SD	St. Helens SD
Athena-Weston SD	Douglas ESD	Linn Benton Lincoln ESD	Parkrose SD	St. Paul SD
Baker Web Academy	Eagle Point SD	Lourdes School	Pendleton SD	Stanfield SD
Baker SD	Eagleridge High School	Lowell SD	Perrydale SD	Suntex SD
Bandon SD	Echo SD	Luckiamute Valley Charter Schools	Philomath SD	Sutherlin SD
Banks SD	Eddyville Charter School	Madrone Trail Public Charter	Phoenix-Talent SD	Sweet Home SD
Bend-La Pine SD	Elgin SD	Mapleton SD	Pilot Rock SD	The Lighthouse School
Bennett Pearson Charter	Elkton Charter School	Marcola SD	Pine Eagle SD	Three Rivers Charter School
Bethany Charter School	Elkton SD	McKenzie SD	Pinehurst SD	Three Rivers/Josephine SD
Bethel SD	Enterprise SD	McMinnville SD	Pleasant Hill SD	Tigard-Tualatin SD
Blachly SD	Estacada All Prep Academy & Estacada Early College	Medford SD	Plush SD	Tillamook Bay CC
Black Butte SD	Estacada SD	Milton-Freewater Unified SD	Port Orford-Langlois SD	Tillamook SD
Blue Mountain CC	Eugene SD	MITCH - Tigard	Portland Community College	Treasure Valley CC
Brookings-Harbor SD	Falls City SD	Mitchell SD	Powers SD	Troy SD
Burnt River SD	Fern Ridge SD	Molalla River Academy	Prospect SD	Ukiah SD
Butte Falls SD	Forest Grove SD	Molalla River SD	Rainier SD	Umatilla County SD
Canby SD	Fossil SD	Monroe SD	Redmond Proficiency Academy	Umatilla-Morrow ESD
Cascade SD	Gervais SD	Morrow County SD	Redmond SD	Umpqua Community College
Centennial SD	Gladstone SD	Mosier Community School	Reedsport SD	Union SD
Center for Advanced Learning	Glendale SD	Mt. Angel SD	Region 18 ESD	Vernonia SD
Central SD	Glide SD	Mt. Hood CC	Reynolds SD	Wallowa SD
Central Curry SD	Grants Pass SD	Muddy Creek Charter School	Riddle Education Center	Warrenton-Hammond SD
Central Linn SD	Greater Albany Public SD	Multisensory Learning Academy	Riddle SD	West Lane Technical Learning Center
Central Oregon CC	Gresham-Barlow SD	Multnomah ESD	Ridgeline Montessori Charter School	West Linn-Wilsonville SD
Central Point SD	Harney ESD	Myrtle Point SD	Riverdale SD	Willamette ESD
Chemeketa CC	Harrisburg SD	Neah-Kah-Nie SD	Roseburg Public Schools	Willamette Leadership Academy
City View Charter School	Helix SD	Nestucca Valley SD	Sage Community School	Willamina SD
Clackamas Charter Alliance	Hermiston SD	Network Charter School	Santiam Canyon SD	Woodburn SD
Clackamas CC	Hillsboro SD	Newberg SD	Scappoose SD	Yamhill-Carlton SD
Clackamas ESD	Hood River County SD	North Bend SD	Scio SD	Yoncalla SD
Clatskanie SD	Howard Street Charter School	North Central ESD	Sheridan All Prep Academy	
Clatsop CC	Imbler SD	North Clackamas SD	Sheridan Japanese School	
Colton SD	International School of the Cascades	North Columbia Academy	Sheridan SD	
Columbia Gorge CC	Ione SD	North Douglas SD	Sherwood SD	
Columbia Gorge ESD	Jefferson County SD	North Lake SD	Siletz Valley Schools	
Community Roots School	Jefferson SD	North Marion SD	Silver Falls SD	
Coos Bay SD	John Day SD	North Powder SD	Silvies All Prep Academy	
Coquille SD	Joseph SD	North Santiam SD	Siuslaw SD	
Corbett Charter School	Junction City SD			
Corbett SD	Klamath CC			
Corvallis SD	Klamath County SD			
Cove SD	Klamath Falls City Schools			
Crane SD	Knappa SD			
Creswell SD				

## PACE serves public education

PACE has been serving Oregon public education since 2006 with proactive and cost-effective management of property and casualty risks.

For more information go to [pace.osba.org](http://pace.osba.org) or contact:

### Oregon School Boards Association

1201 Court St. NE, Salem, OR 97301  
P.O. Box 1068, Salem, OR 97308-1068  
Phone: 800.578.6722 / 503.588.2800

### Special Districts Association of Oregon

Salem office: P.O. Box 12613, Salem, OR 97309-0613  
Phone: 800.285.5461 / 503.371.8667



[pace.osba.org](http://pace.osba.org)