

Sierra College

ADMINISTRATIVE PROCEDURE

AP 6540

Insurance

Date Adopted:	6/12/1989
Date Revised:	5/9/2025
Date Reviewed:	5/9/2025
References:	Education Code Sections 70902, 72502, 72506, 81601 et seq.

The District shall maintain insurance including but not limited to the following:

- Liability insurance for damages for death, injury to person, or damage or loss of property.
- Liability insurance for the personal liability of the members of the Board and of the officers and employees of the District for damages for death, injury to a person, or damage or loss of property caused by the negligent act or omission of the member, officer or employee when acting within the scope of their office or employment.
- Fire insurance
- Real property damage
- Personal property loss or damage
- Insurance for District vehicles
- Insurance against “other perils” (Education Code Section 81601)
- Actuarial evaluation of the future annual costs of health and welfare benefits
- Student accident insurance in those instances required by law or contract

The District is a member of several Joint Powers Authorities (JPA) for the provision of insurance. The District adopts all regulations required by the JPAs.

As authorized by Education Code Section 81602, the District may contract for investigative, administrative and claims adjustment services either directly or through a JPA. The contract may

provide that the contracting firm or JPA may reject, settle, compromise and approve claims within limits and for amounts specified by the Board, including execution and issuing of checks in payment of such claims. The contract may also provide that the contracting firm or JPA may employ counsel.

See Board Policy 6540.