

# 2019 OFFICE OF RISK MANAGEMENT ANNUAL REPORT SUMMARY



PRESENTED BY THE OFFICE OF LEGAL COUNSEL AND THE OFFICE OF RISK MANAGEMENT

# COMPREHENSIVE RISK FINANCING PROGRAM

## ➤ Primary coverage areas:

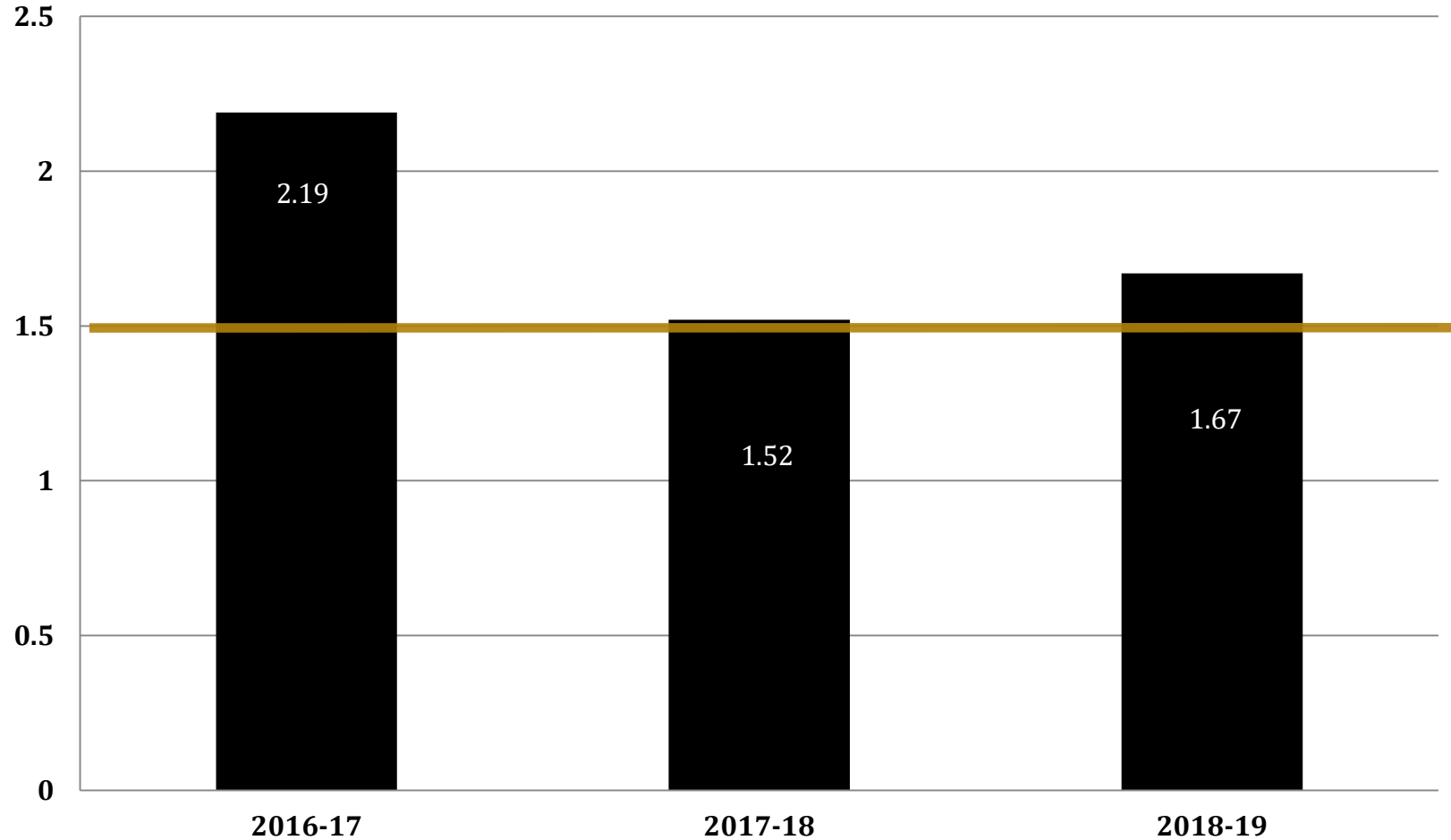
- Property
- General Liability and Educators Legal
- Fidelity; Commercial Crime
- Cyber
- Auto Liability and Physical Damage
- Aviation

## ➤ Major self-insured exposures

- Professional liability
- Pollution
- Fiduciary liability with respect to benefit programs
- Auto physical damage

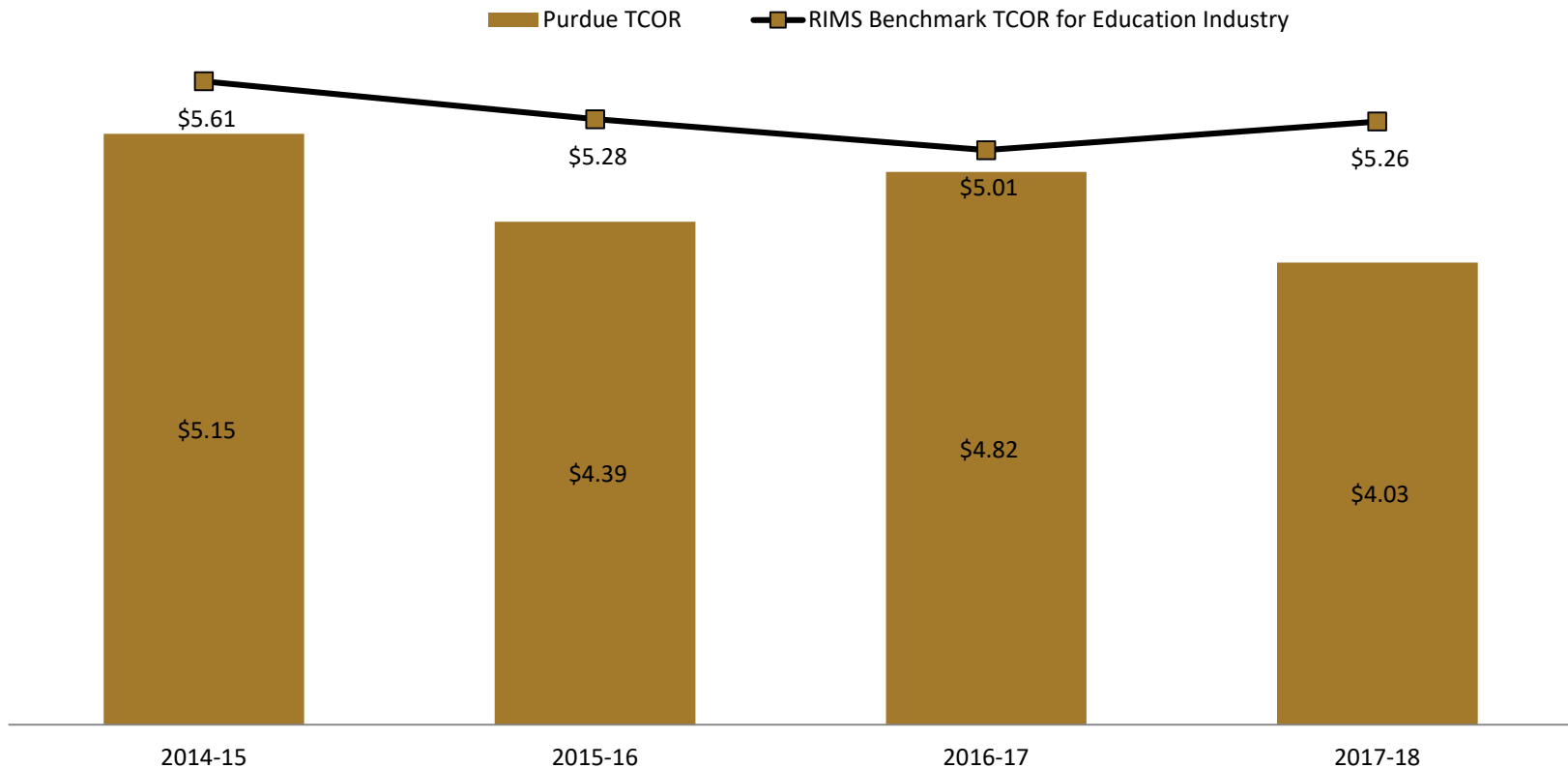
# PROGRAM FINANCIAL HEALTH

Viability Ratio



# PROGRAM COMPETITIVENESS AND BENCHMARKING

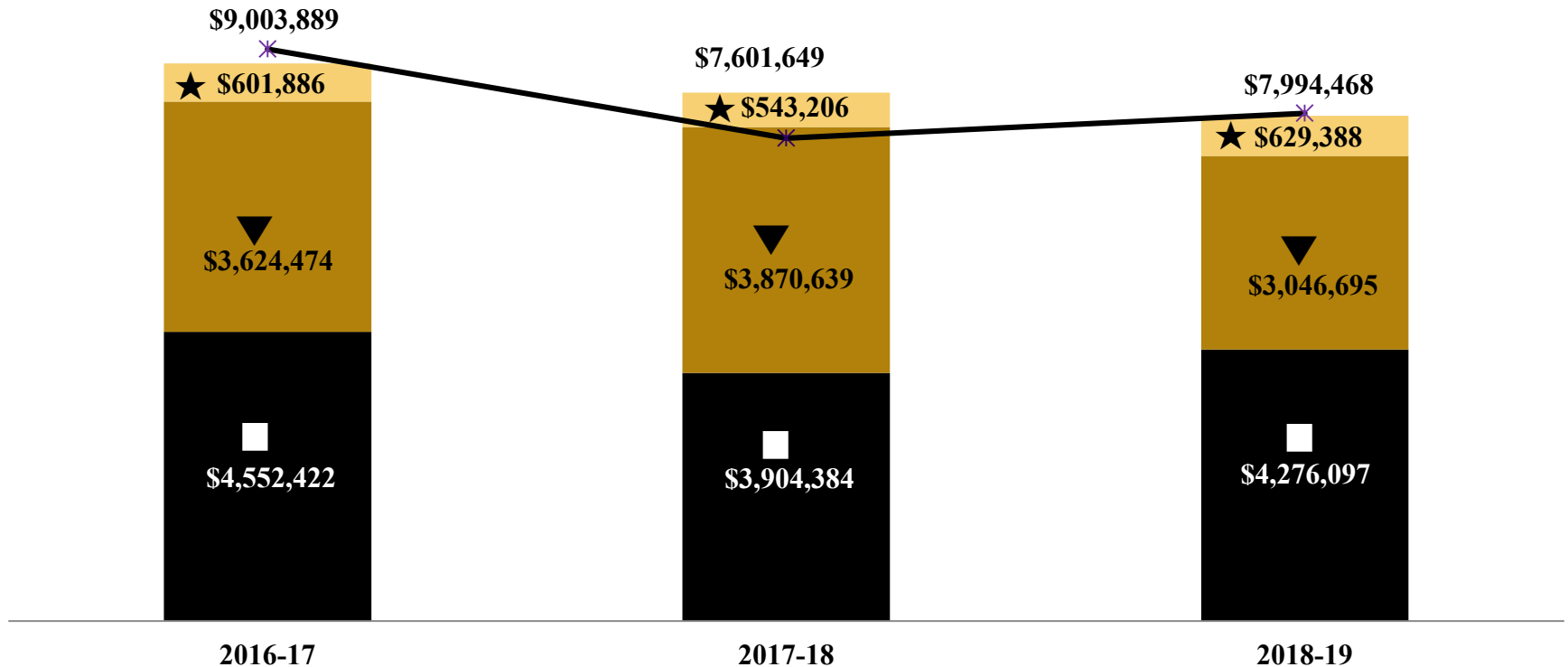
## Total Cost of Risk (TCOR) per \$1,000 of Revenue



# FINANCIAL ACTIVITY SUMMARY

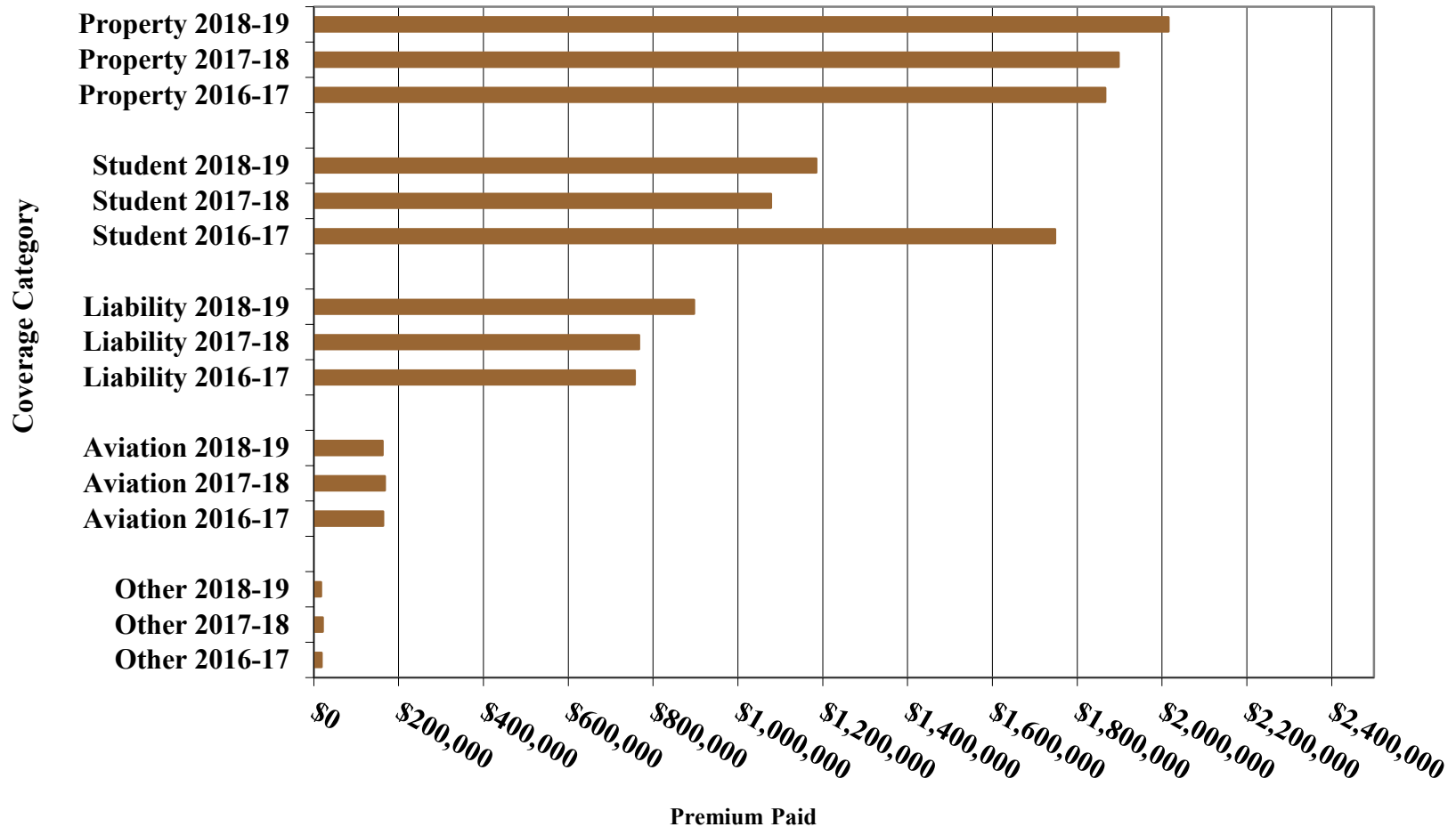
## Risk Management Summary of Financial Activity

□ Premium Expenses    ▼ Loss Expenses    ★ Other Expenses    —\*— Total Revenue



# PREMIUM PAID HISTORY

## Risk Management Three Year Premiums Paid to Carriers Comparison





# KEYS TO LOSS CONTROL AND MITIGATION

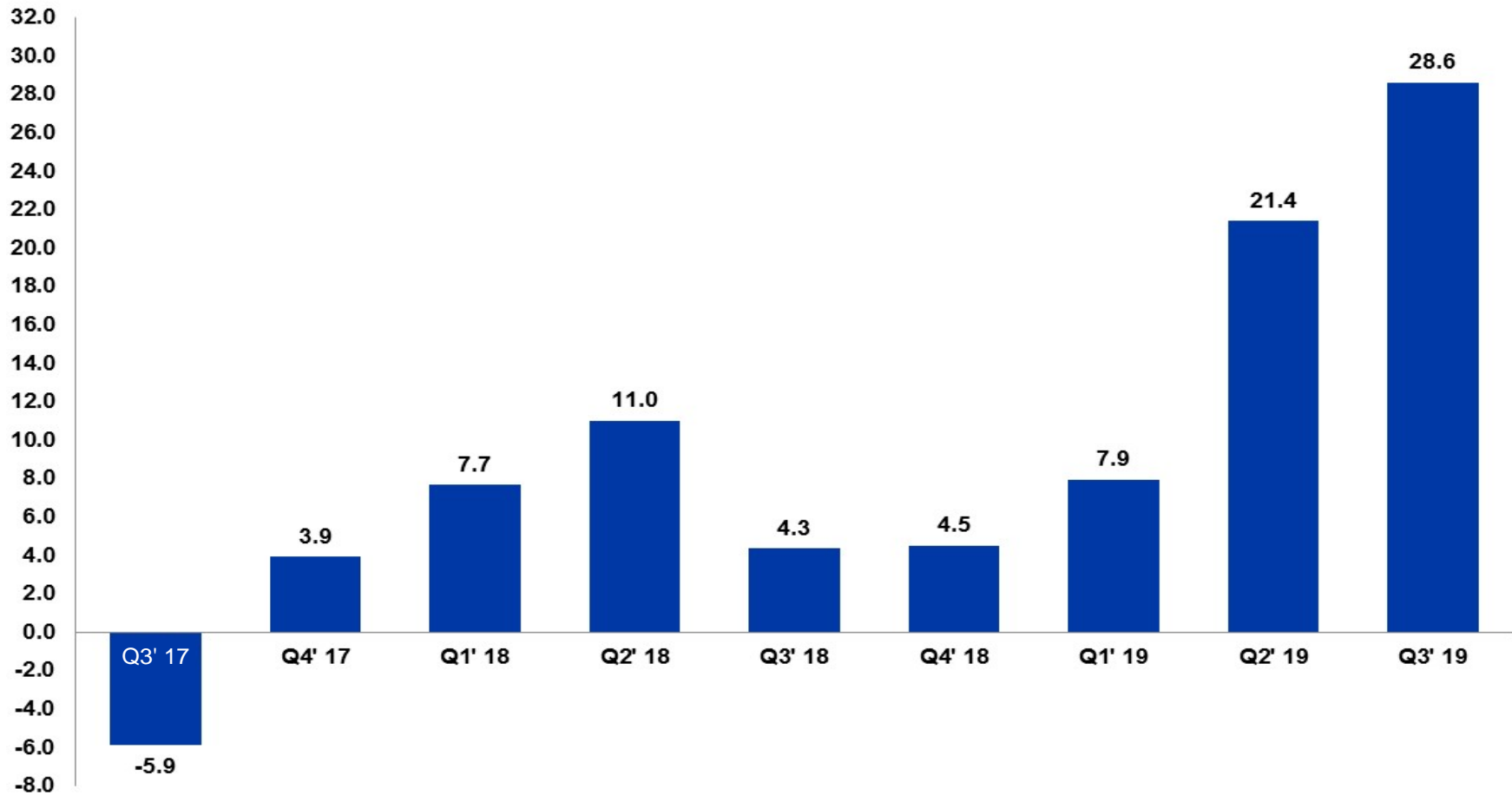
- Active campus engagement:
  - Proactive approach
  - Participation in campus safety committees
  - Extensive communication network with units
  - Regular interaction with risk owners
- Strong, collaborative relationship with property insurer
  - 6 visits to campus
  - 280 engineering hours
  - 404 pressure vessel inspections
  - Numerous fire alarm upgrades
- Exceptional internal first responders
- Excellent mitigation record on large losses
- Broad participation in internal claim deductible and training programs

# LOOKING AHEAD

- Markets are hardening, significantly, with rates increasing across all lines of coverage.
- Rate increases in liability insurance coverages are averaging in the 5% to 15% range. Underwriters are also reducing their limit offerings.
- Our property insurance program renewed at guaranteed flat rate. One year remaining in our rate guarantee. Still on target to save aggregate of \$3.5 million over the total 5 year rate guarantee. Our peers are seeing rate increase in the 20% to 50% range. We can expect the same in the near future.
- Risk financing program deep dive analysis was completed, with potential changes being reviewed.
- Despite the hard market, we have continued evidence of a strong and efficient program.



# QUARTERLY CHANGE IN PROPERTY RATE





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