California State University Risk Management Authority

California State University Risk Management Authority (CSURMA)

June 30, 2024

Annual Report

Presented by:

Alliant Insurance Service, Inc.

Alliant
CA License No. 0C36861
Alliant Insurance Services, Inc.

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California State University Risk Management Authority

EXECUTIVE SUMMARY

CSURMA Officers

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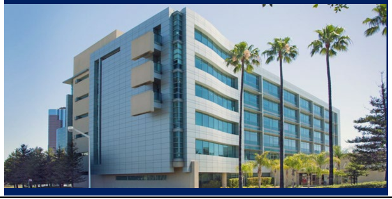
Scott Apel
CSU Long Beach

Vice Chair
Thom Davis
CSU Bakersfield

Treasurer
Robert Eaton
CSU Chancellor's Office

Secretary-Auditor
Zachary Gifford
CSU Chancellor's Office

CSURMA
c/o Alliant Insurance Services, Inc.
560 Mission Street, 6th Floor
San Francisco, CA 94105



CSURMA AND ALLIANT

Alliant Insurance Services, Inc. (Alliant) is proud of its history and continuing partnership with the California State University and its auxiliary organizations, collectively the CSU. Key principals of the Alliant team have consistently provided creative solutions for CSU since 1995. We are proud of our accomplishments for the CSU, and in particular, the opportunity to develop and manage a number of effective and very efficient insurance and coverage plans through the entity we helped form, namely the California State University Risk Management Authority (CSURMA). Launched in 1997, CSURMA is a joint powers authority created under the Government Code of the State of California and established specifically to address and manage the operational risks of CSU's colleges and universities, and its auxiliary organizations through the Auxiliary Organizations Risk Management Alliance (AORMA).

Alliant is a specialty insurance brokerage firm that also provides joint powers authority (JPA) program administration, risk management, and insurance brokerage services. As Program Administrators, Alliant oversees CSURMA's risk pool programs, excess and reinsurance placements, group purchase insurance, and provides risk management consultation and joint power authority administration for all members of the authority.

Alliant provides direct consultative and program management services for the Office of the Chancellor, including Systemwide Risk Management, Public Safety, General Counsel, Capital Planning Design & Construction, and the Chief Administrative & Business Officials (CABO). On the campuses, Alliant provides risk management consultation and advice for Campus Risk Management, Environmental Health & Safety, Human Resources, Student Health Centers, Athletics, Student Life & Leadership, Facilities, and others; and of course, CSU's auxiliary organizations and its Auxiliary Organizations Association (AOA).

CSURMA AND ALLIANT

Alliant has responded to CSURMA's evolving needs and adapted its services to deliver high quality and stable risk management programs that support CSU's mission and CSURMA's vision.

Alliant prepared this Annual Report for the CSURMA Board of Directors and Members summarizing the following:

- Accomplishments
- Opportunities for Improvement
- Financial Performance
- Loss Control and Risk Management Resources and Programs
- Coverage Programs
- Historical Milestones

PROGRAM ADMINISTRATORS (ALLIANT STAFF)

Alliant is proud of its team of dedicated professionals who are assigned to serve you. The team is led by Daniel Howell as CSURMA Program Director, Amy Lightner and Mimi Long for Campus and AORMA coverage programs. Bob Frey provides expert consultation for Property and Liability claims. Stacey Weeks administers the Athletic Injury Medical Expense (AIME) program, and Thomas Joyce assists in administering the Cyber Liability Coverage Program. The team is supported by an experienced administrative staff.


Daniel Howell


Amy Lightner


Mimi Long

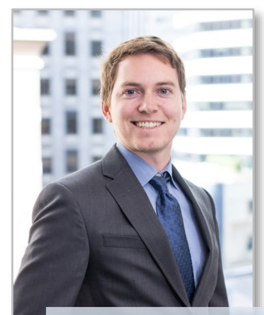

Van Rin


Bob Frey


Tevea Him


La Shaunda Wallace


Yvonne Killian


Thomas Joyce


Stacey Weeks

California State University Risk Management Authority

ACCOMPLISHMENTS

Alliant has developed and implemented meaningful and cost-effective coverage programs for CSU since the establishment of the Campus Risk Pool in 1995 and then its successor joint powers authority, CSURMA, in 1997. Many of the coverage programs for the University and the auxiliary organizations remain viable today and continue to provide high-valued, cost-effective, state-of-the-art protection for all its member participants.

These accomplishments for CSU campuses and auxiliary organizations can be considered "Milestones" for CSURMA. Everything from the establishment of the risk pools, formation of the joint powers authority, consideration of additional exposures and coverages, development of loss-sensitive yet equitable rating plans, commissioning of independent professional actuarial reviews, setting of budget goals to ensure adequate funding, gauging rating adequacy, and ultimately recommending dividends to members; to the more recent challenges of addressing sound program management that is expected of a public joint powers insurance authority and the administrative expectations of CSU's Internal Auditors to ensure fiscal responsibility. Alliant has welcomed and embraced these essential tasks and responsibilities for the betterment of all CSURMA members.

The accomplishments described herein highlight Alliant's role in supporting CSURMA's achievements throughout the year. This would not have been possible without the commitment of CSU's Systemwide Office of Risk Management with the Campuses' and auxiliary organizations' leadership working with the Alliant team members.

2023/24 – EXCESS INSURANCE MARKETING RESULTS

CSURMA renews its insured, self-insured and reinsured coverage programs effective July 1. This year saw a still firm excess liability market, a continued easing in cyber and a good result from the property insurance markets. Every effort is made on each program to present CSU to the markets with contributions from senior leadership and systemwide risk management.

- **Excess Liability** – CSURMA's excess liability program has seen loss development in the first excess layers for both the AORMA and Campus programs. The CSU fully retains the first $10 million of each loss and the AORMA program continues to be covered separately in this layer. Broad form public entity liability including general, auto, professional, law enforcement and public officials' liability now tops out at $77 million. Sexual abuse and molestation coverage, and concussive injury to athletic participants coverage are maintained to $77 million. We were able to secure an additional $8 million in broad form coverage, exception is without the sexual abuse and molestation coverage. Annual aggregate limits apply excess of $10 million. The excess liability insurance market is expected to remain firm but stable for California public entities and higher education as the effects of catastrophic jury verdicts, settlements, police misconduct, and sexual abuse claims are absorbed by insurers. The total program limits are down from $305 million for FY 23/24 to $249.5 million for FY 24/25.

- **Property** – This year's property renewal had an overall good result. Both the Campus and AORMA property program rates decreased by 15% for FY 24/25. The program deductibles and sub-limits for perils such as wildfire and flood remain the same as last year. The property market is stabilizing but will continue to be impacted by global factors and the program's own loss experience.

- **Workers' Compensation** – Workers' compensation continues to be the bright spot in the major lines of coverage. CSU has had excellent results and entered into a new two-year reinsurance agreement with PRISM in exchange for reduced rates.

- **Cyber Liability** – Due to CSU's secure practices and favorable market conditions, the FY 24/25 renewal limits increased from $23 million to $28 million per occurrence, and from $26 million to $43 million in the aggregate, with only a 4% premium increase compared to FY 23/24. Coveted first party coverage such as Data Recovery Costs and Cyber Extortion were increased to full limit coverages as well.

- **Fine Arts** – This program renewed flat and continues to be a valuable program for the campuses.

- **SPLIP, SAFECLIP & CLIP** – These programs continue to perform exceptionally well. There were slight rate increases, 2% on SPLIP, 3% on SAFECLIP and 7% on CLIP. The SPLIP program has a few losses pending that we are watching. We were able to add a coverage extension to the SPLIP program for HIPAA violations, which will help meet new requirements from host institutions.

- **Aviation** – This program is in the last year of a new two-year agreement. All aviation programs, Drone Insurance, Rocketry and Non-Owned Aircraft, renewed with no premium increases. This market continues to be challenged from global factors.

- **Medical Malpractice** – The medical malpractice market is challenged with limited capacity and limited number of insurers providing this coverage. CSU's program saw a 14% increase for FY 24/25.

- **Fidelity** – This program has losses from both the campuses and auxiliary organizations, and this year renewed with a 5% increase, but no change in deductibles.

OPPORTUNITIES FOR IMPROVEMENT

As a result of the internal review and planning process, several priority opportunities for improvement have been identified.

CAMPUS PROGRAMS LONG RANGE GOALS

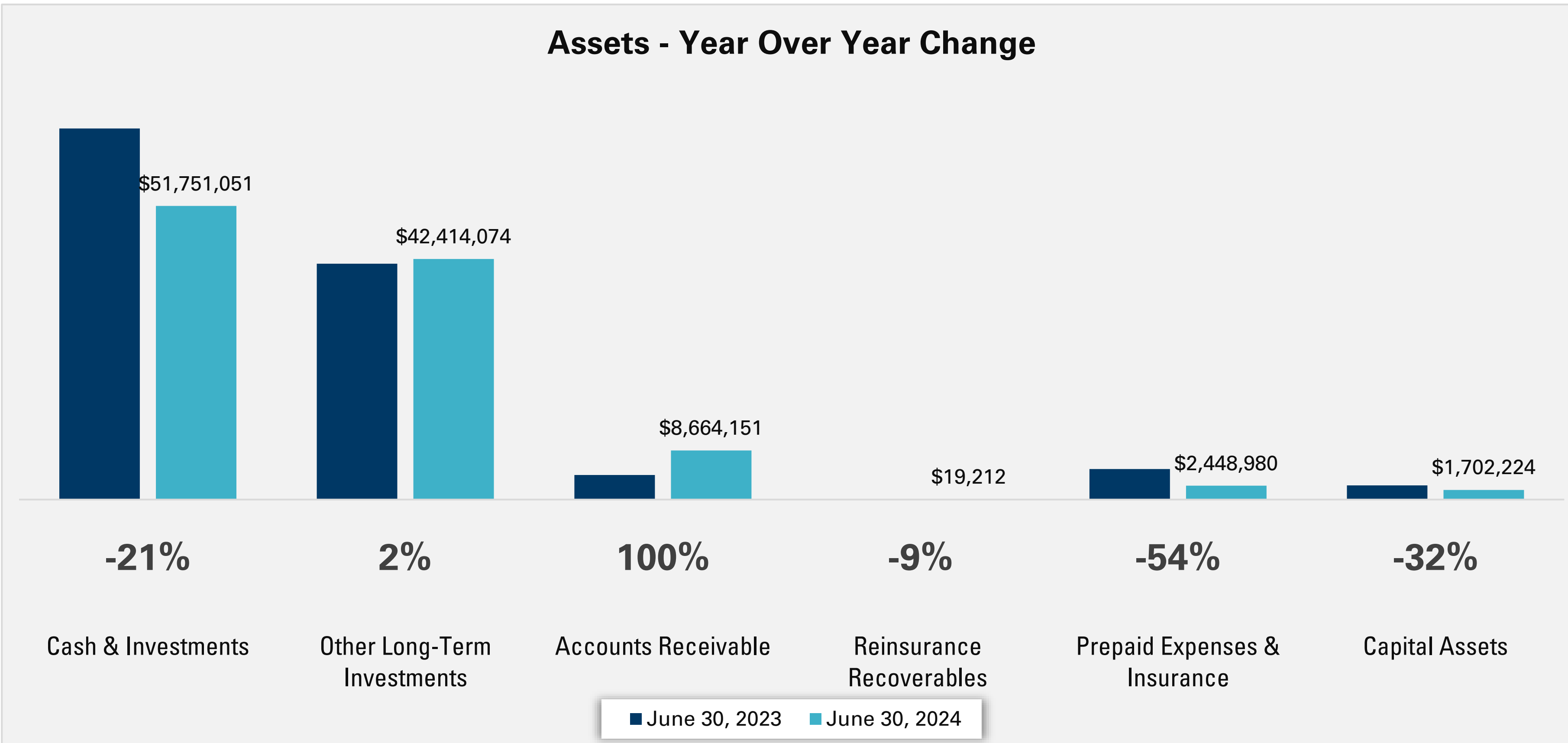
- Define coverage for Injunctive Relief within the Campus liability risk pool
- Create a plan to address multiple property losses at the same facility or caused by the same peril
- Create an International Student Health Insurance Program for the benefit of all campuses
- Develop a standard operating procedure for all energized equipment
- Analyse all risk pool property losses for prevention and mitigation
- Create an ongoing process to provide CSURMA communication of risk management available resources
- Create an Acceptance of Risk / Informed Consent Document to be Use When Students are Engaged in Experiential Learning
- Identify the Top Good Things Impacting Risk and Top Wish List

AORMA PROGRAMS LONG RANGE GOALS

- Solve the evidence of auto liability insurance issue with the DMV
- Market and retool the liability program for FY 25/26
- Expand Alliant Risk Control Consulting Safety Outreach

CSURMA keeps its financial records in accordance with Government Accounting Standards Board (GASB) and produces a comprehensive annual financial report each year. Funds are invested by the CSURMA Treasurer, per the CSURMA Master Investment Policy, to pay expected claims in the risk pools.

SUMMARY OF FINANCIAL AUDIT @ JUNE 30, 2024



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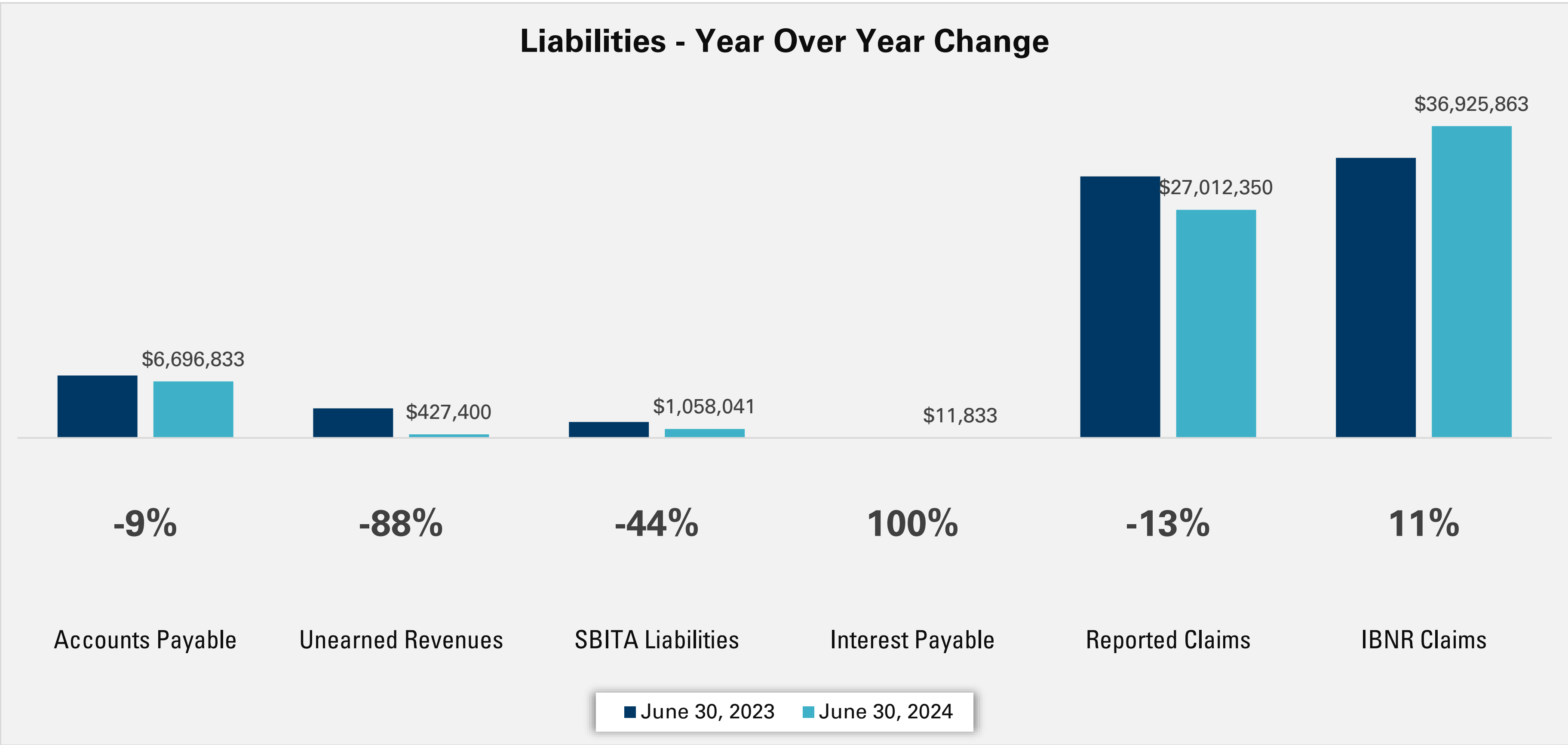

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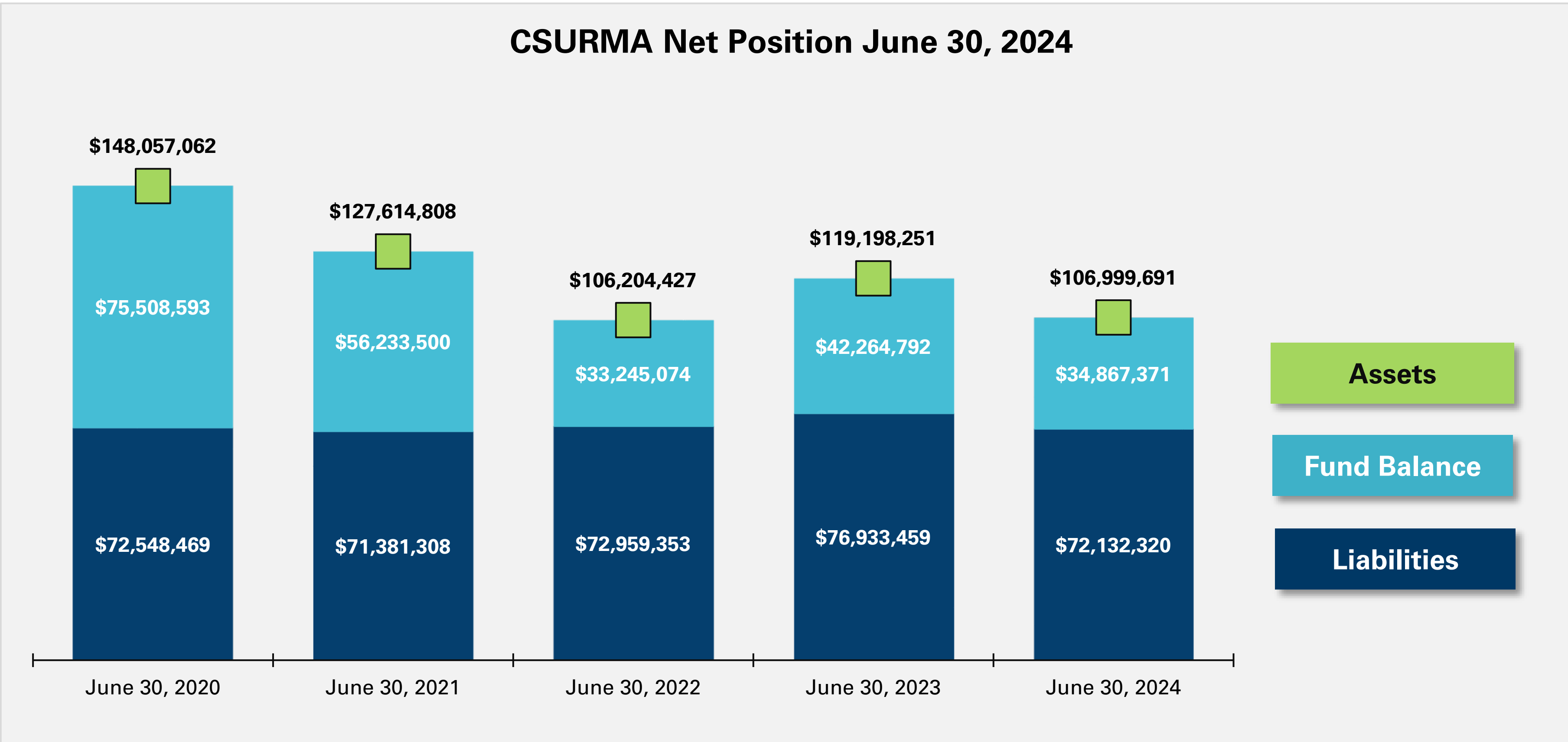
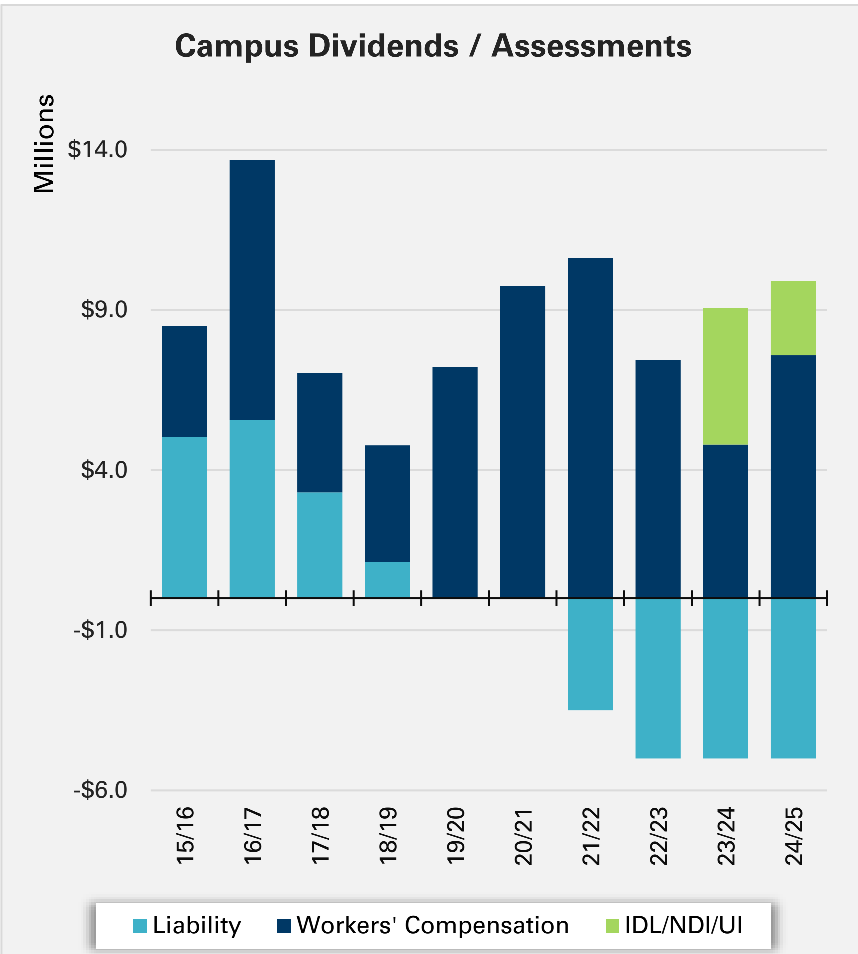
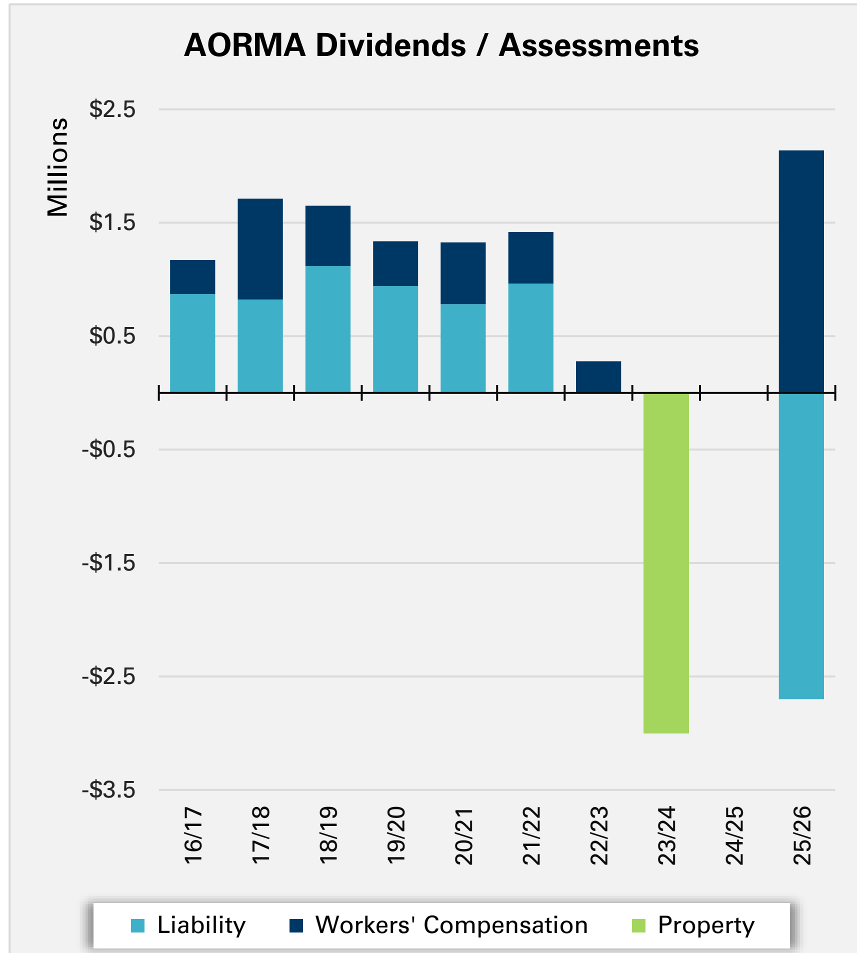


DIVIDENDS

A history of the dividends paid to members is summarized in these charts. **Through July 1, 2025, CSURMA will return dividends totaling $186,112,364,** which if commercially insured, would have been kept by the insurance companies as underwriting profits rather than being restored to the CSURMA CSU campuses and CSU auxiliary organizations.





PROGRAM EXPENSES

The pie chart shows a breakdown of expenses for the fiscal year ending June 30, 2024.

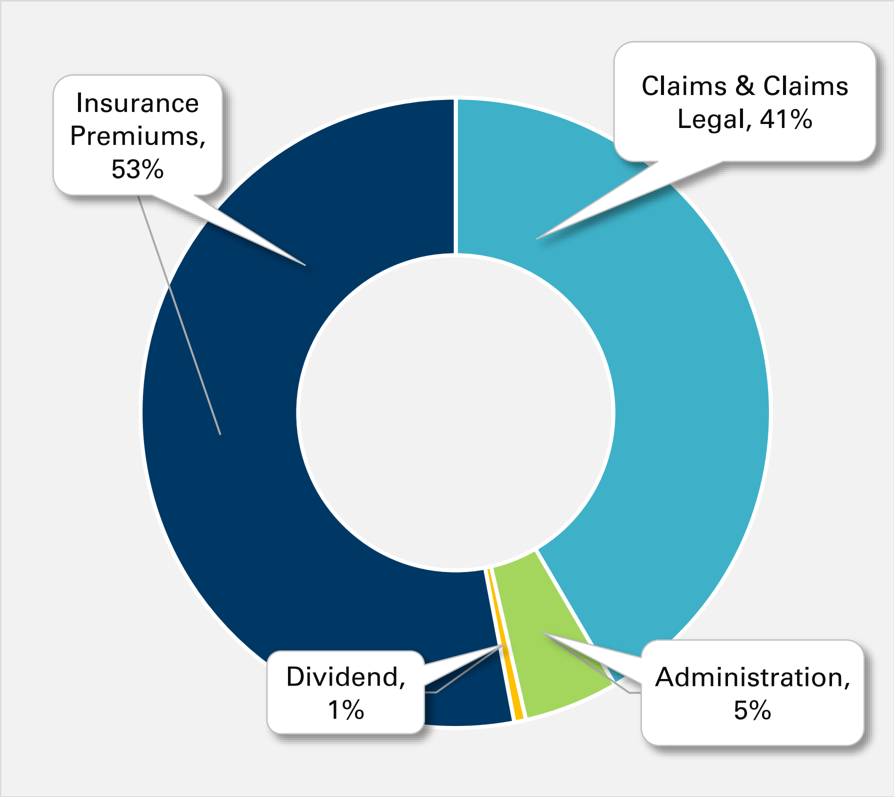
- Claims & Defense Costs: Forty-One percent (41%) of your premium deposits are used to pay for current or future claims.

- Insurance Premiums: Fifty-Three percent (53%) of your premium deposits are used to purchase excess insurance or reinsurance to cover catastrophic claims.

  Combining the Claims & Defense Costs with the Insurance Premiums, Ninety-Four percent (94%) of your dollars are used to finance your claims.

- Dividends: CSURMA returned One percent (1%) as cash dividends to members.

- Program Administration: Program Administration expenses amounted to only Five percent (5%) while continuing at a high level of service performance.



California State University Risk Management Authority

LOSS CONTROL AND RISK MANAGEMENT RESOURCES AND PROGRAMS

The following resources and programs are available to the members. For additional information, please contact one of the Alliant CSURMA team members:

AGILITY RECOVERY SOLUTIONS, INC. – Continuity of operations and disaster recovery services following a major disaster or planned shutdown. Services include temporary assistance with the following:

- Office space
- Power
- Communication (telephone and internet access)
- Computers, servers and printers

ALLIANT RISK CONTROL SERVICES – In person safety inspections, consulting and training. (AORMA members only.)

BELFOR / SERVE PRO / ATI - Provides property recovery and restoration for major property incidents including fire, water, wind, pollution release or other catastrophes.

BLACK SWAN SOLUTIONS (Empathia) – Crisis solutions for critical events around the world, including mass fatality incidents, terrorist acts, active shooter situations, natural disasters and more. Based on scale of incident, scope of response may include:

- Incident response contact center
- Survivor and family assistance center
- Deployment of counselors onsite

EMPLOYERS GROUP, INC. - Provides HR consulting, on-line access to BNA's HR essentials, access to a staffed HR reference center, monthly HR newsletters, weekly legal updates, access to compensation & benefits surveys. (AORMA members only.)

INNOVATION GRANT PROGRAM – Provides funds for risk management and safety projects at the Systemwide level. Grant applications are submitted through the CSU's affinity groups.

INSURANCE REQUIREMENTS IN CONTRACTS MANUAL (IRIC) – The CSURMA custom IRIC manual serves as a guide in developing proper insurance requirements in contracts and verifying compliance with those requirements.

PRAESIDIUM – Unlimited online youth protection training as well as additional youth protection services.

SPECIAL EVENTS RESOURCE GUIDE – The purpose of this resource guide is to support CSU's mission to enrich its students and communities through hosting special events.

UC RISK & SAFETY SOLUTIONS – Provides access to inspection checklists, lab safety assessments, lab roster modules, chemical management systems (two modules – chemical inventory and chemical administration), and service desk support.

VEOCI – Collaboration, continuity, and response software to help ensure organizational resilience and successful crisis management.

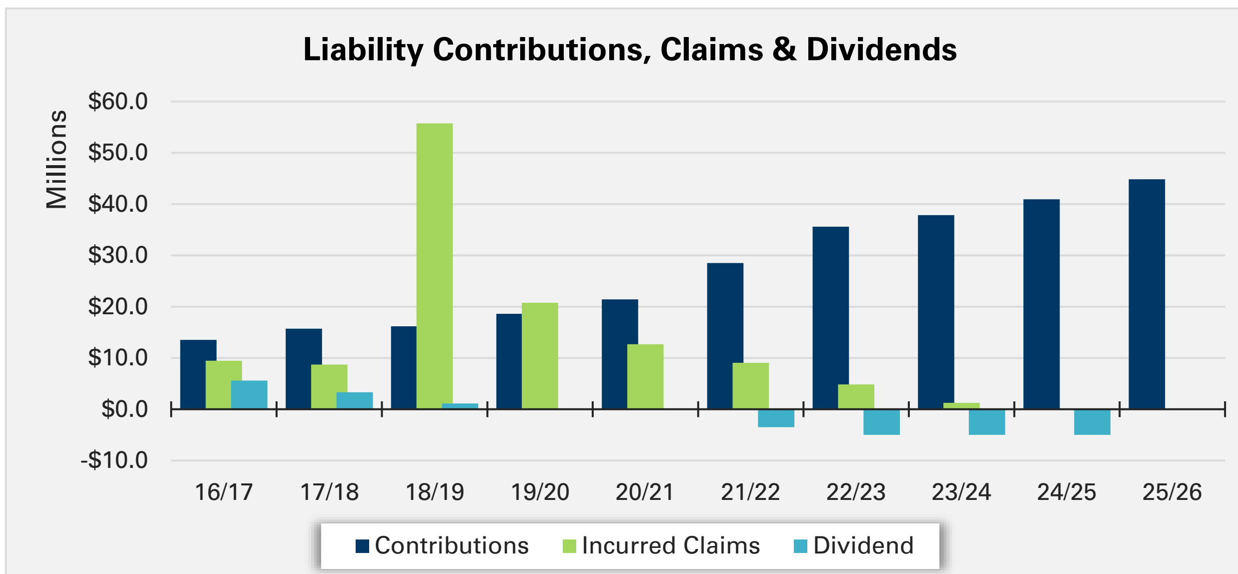
WITT O'BRIEN'S - Emergency management support.

CAMPUS LIABILITY COVERAGE PROGRAM

The Campus Liability Coverage Program was established to fund the exposures of General Liability, Professional Liability, Employment Practices Liability, and other similar public liability exposures of the University system. The participants include all twenty-three (23) campuses of the CSU and the Chancellor's Office. The Campus Liability Coverage Program has a self-insured risk pool of $10,000,000 per occurrence. Every three years, each campus selects its own deductible, which is offered from $50,000 to $1,000,000 per occurrence.

The Campus Liability Program also includes costs for:

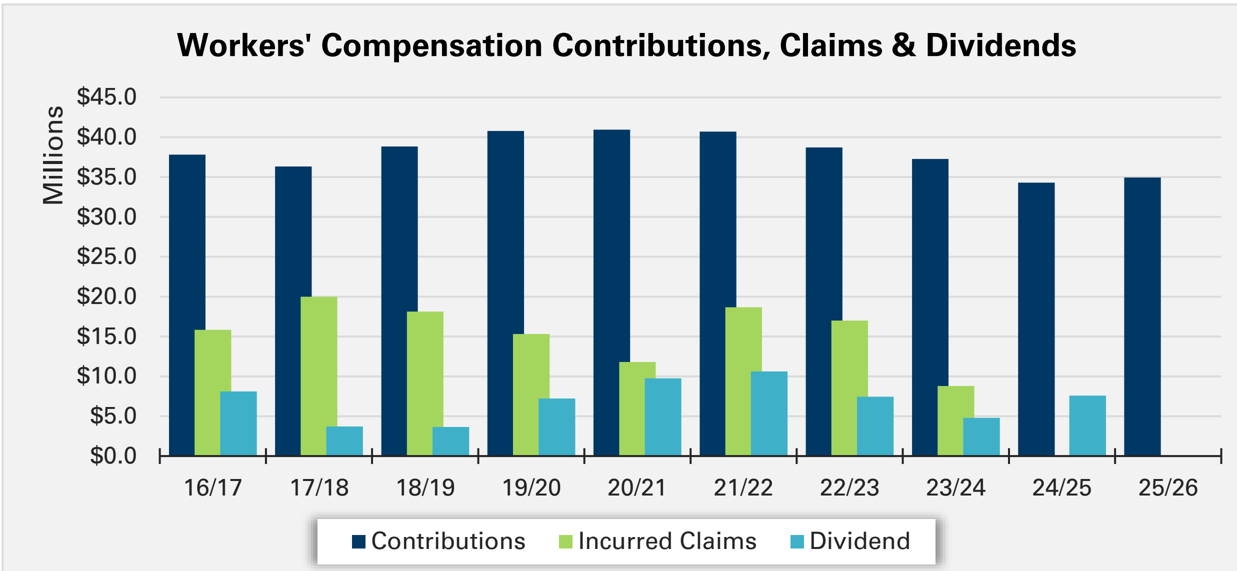
- Student Professional Liability Insurance Program (SPLIP)
- Student Academic Field Experience for Credit Liability Insurance Program (SAFECLIP)
- Trustees E&O / Fiduciary Liability
- Club Liability Insurance Program (CLIP)
- Doctor's Medical Malpractice
- Terrorism Liability
- Aviation (All Lines)



CAMPUS WORKERS' COMPENSATION COVERAGE PROGRAM

The Campus Workers' Compensation Coverage Program was established to provide statutory Workers' Compensation and Employer's Liability coverage for all CSU state employees and designated volunteers at all campuses and the Chancellor's Office. The program includes a risk pool of $2,500,000 per accident and there is no deductible. Claims in excess of the risk pool are covered by commercial insurance.

Beginning January 1, 2015, CSURMA entered into an agreement with Public Risk Innovation, Solutions and Management (PRISM), the risk pool for California counties and other California public entities, to finance CSURMA's Workers' Compensation claims covered by the Campus and AORMA Workers' Compensation risk pools. This financing strategy enables CSURMA to fund its workers' compensation claims at a cost less than the actuary's minimum funding recommendation while preserving CSURMA's funding policy and financial integrity. The agreement with PRISM covers industrial injuries occurring from January 1, 2015 to June 30, 2026.



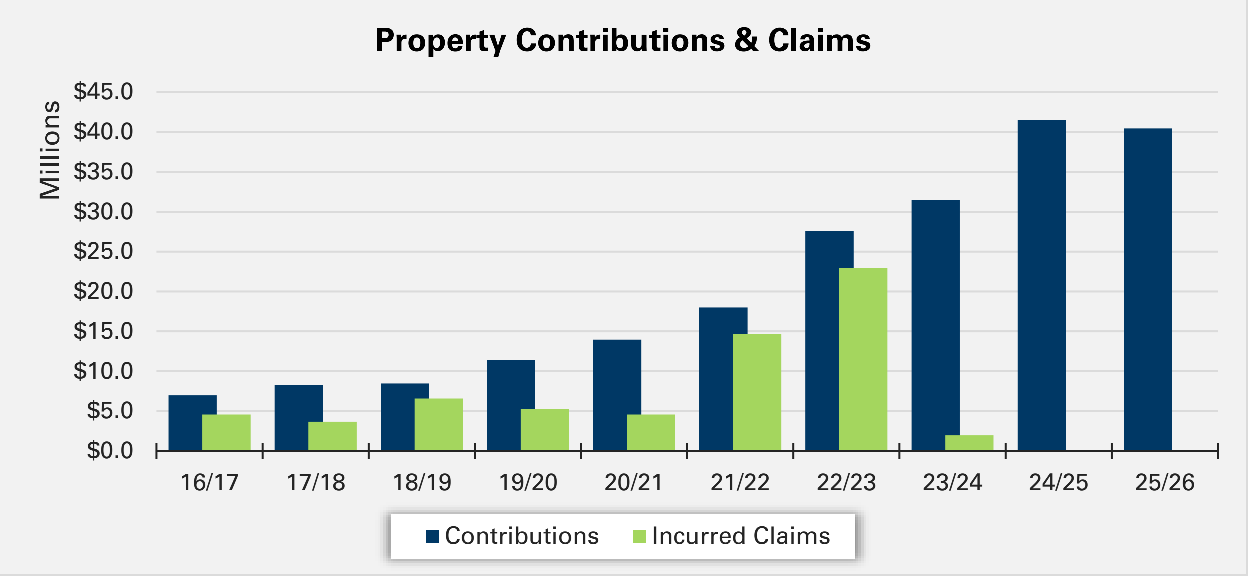
CAMPUS PROPERTY COVERAGE PROGRAM

The Campus Property Program was established to provide Property and Boiler & Machinery Insurance covering physical damage to buildings and other specified structures. Business Personal Property (furnishings, equipment, etc.) may also be covered as requested by a campus member. The program insures all CSU campuses and the Chancellor's Office. The Campus Property Program is fully reinsured by a syndication of insurance companies known as the Alliant Property Insurance Program (APIP), an Alliant exclusive designed for public entities to empower market negotiations. The Campus Property Program has a risk pool of $2,500,000 per occurrence with an annual aggregate of $10,000,000 for all occurrences.

Campus 99 (real property) enables CSU auxiliary organizations who occupy state-owned buildings to enjoy deductibles from $5,000 to $100,000. Campus 86 (business personal property) provides an option for campuses to insure its business personal property at deductibles less than $100,000 and it can be used to insure higher-valued and specialized items such as electronic data processing equipment, laboratory equipment, scientific instruments, library stacks, fitness & recreation equipment, etc.

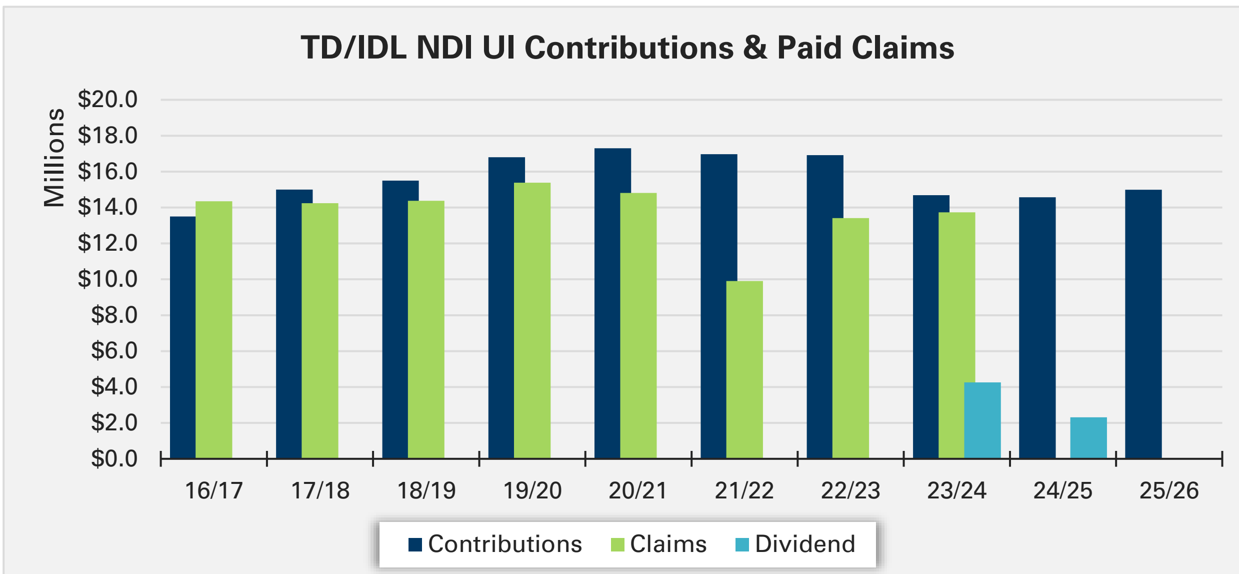
The Campus Property Program also includes premium for:

- Cyber Liability
- Earthquake (limited coverage)
- Fidelity / Crime
- Fine Arts, Artifacts & Archives Program
- Flood
- Pollution
- Deadly Weapons Response
- Terrorism Liability



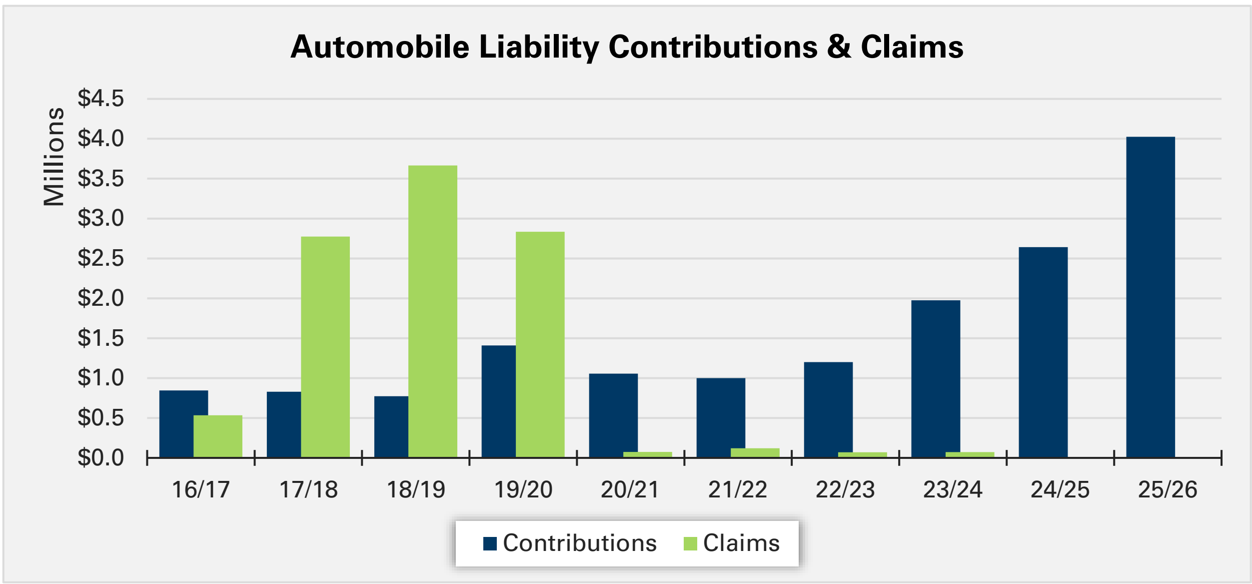
CAMPUS IDL/NDI/UI COVERAGE PROGRAM

The Industrial Disability Leave (IDL), Non-Industrial Disability Leave (NDI) and Unemployment Insurance (UI), program fund was established to provide a funding mechanism for temporary disability and unemployment insurance benefits for state employees. The IDL/NDI/UI program is entirely self-insured, and costs are allocated to each campus based on its actual utilization (claims) over a rolling five-year period. There is no deductible.



CAMPUS AUTO LIABILITY PROGRAM

Auto Liability is provided by the State Motor Vehicle Insurance Account (MVIA) and managed by the Office of Risk & Insurance Management (ORIM) through the State's Department of General Services. MVIA's coverage for state-salaried employees is unlimited, but liability for non-state operators is capped at $1,000,000 per accident. The Campus Liability Program purchases additional insurance above the $1,000,000 MVIA sublimit for the non-state operators.

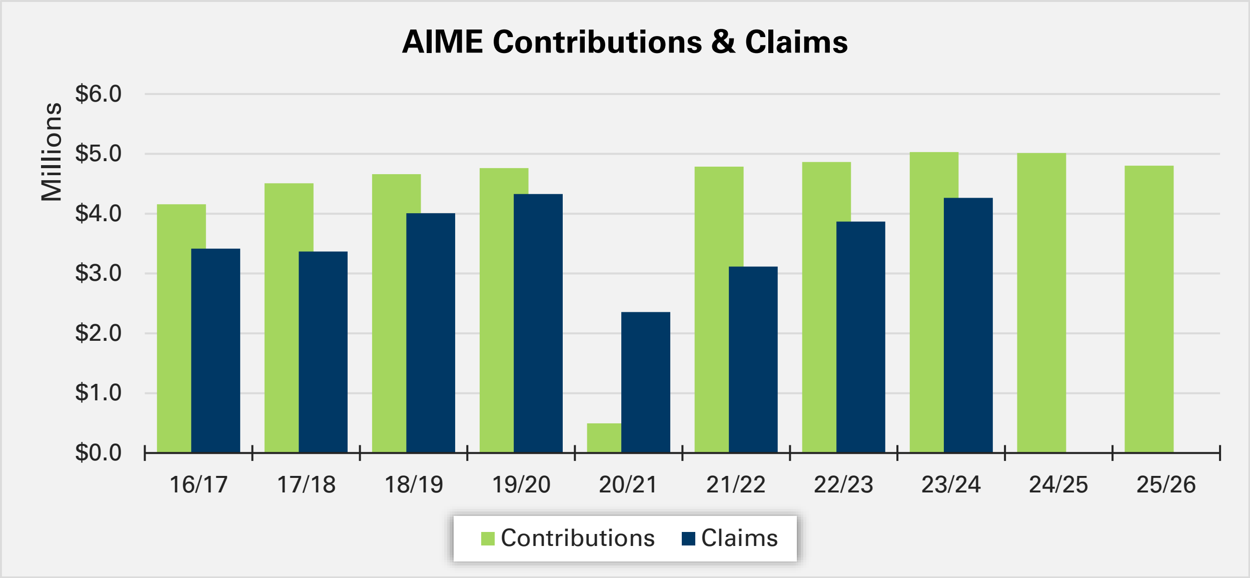


CAMPUS ATHLETIC INJURY MEDICAL EXPENSE COVERAGE PROGRAM (AIME)

The Athletic Injury Medical Expense program (AIME) was established to provide coverage for medical expenses incurred by CSU students participating in NCAA and NAIA intercollegiate athletic activities.

The AIME program is self-insured for the deductible limit defined by the catastrophe coverage policies purchased by their respective national governing bodies, NCAA or NAIA.

The NCAA purchases catastrophe liability insurance on behalf of all its member schools with a $90,000 deductible. NAIA purchased catastrophe liability insurance on behalf of its member schools with a $35,000 deductible.



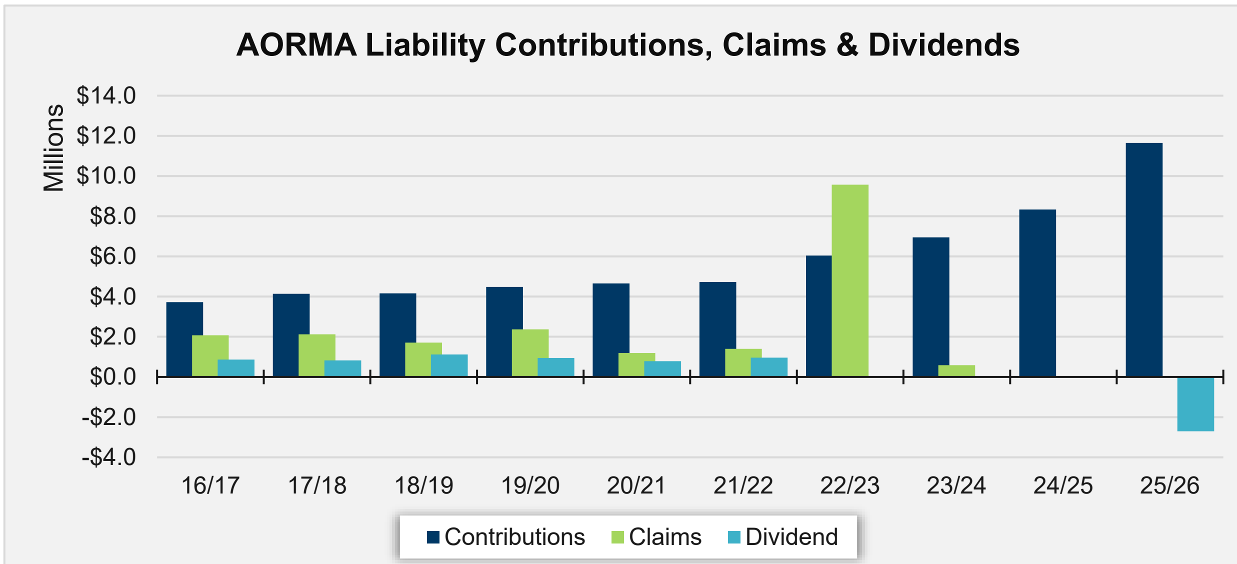
AORMA LIABILITY PROGRAM

The AORMA Liability Coverage Program was established to fund the exposures of General Liability, Professional Liability, Employment Practices Liability, Auto Liability, and other similar public liability exposures of the CSU auxiliary organizations.

The AORMA Liability Coverage Program has a risk pool, effective July 1, 2024, of $1,000,000 per occurrence and includes a $0 deductible for most causes of loss except Employment Practices Liability which includes deductibles of between $25,000 and $100,000.

The AORMA Liability Program also includes costs for:

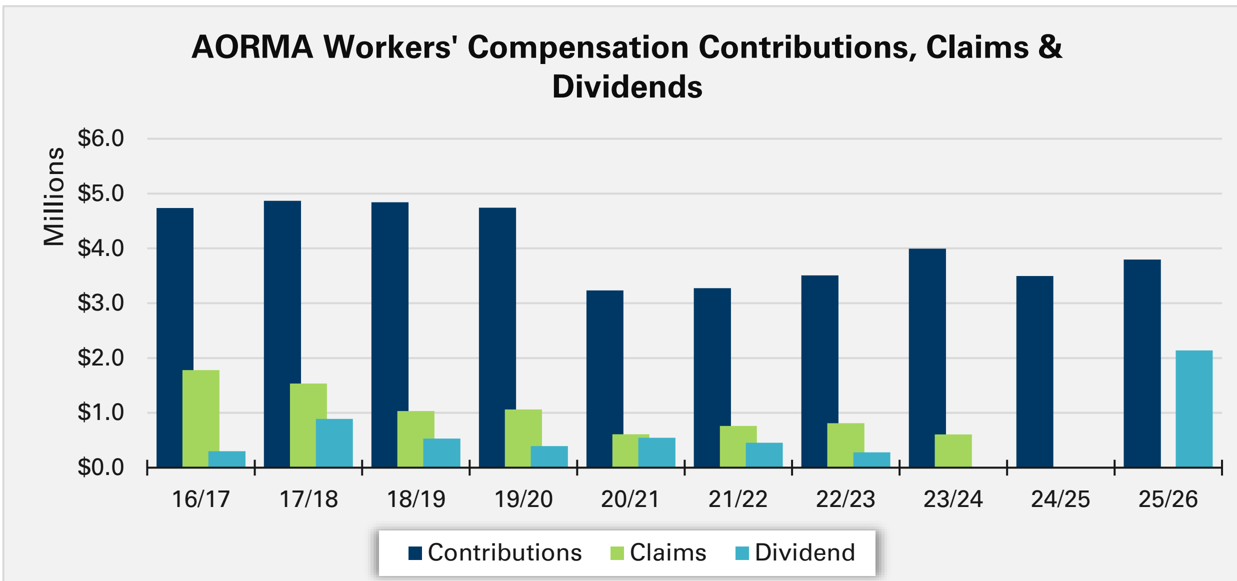
- Trustees E&O / Fiduciary Liability
- Terrorism Liability
- Drone Insurance Program
- Deadly Weapon Response Program



AORMA WORKERS' COMPENSATION PROGRAM

The AORMA Workers' Compensation program includes a risk pool of $750,000 per occurrence and a $0 deductible.

Beginning January 1, 2015, CSURMA entered into an agreement with Public Risk Innovation, Solutions and Management (PRISM), the risk pool for California counties and other California public entities, to finance the CSU's Workers' Compensation claims covered by the Campus Workers' Compensation risk pool and AORMA Workers' Compensation risk pool. This financing strategy enables CSURMA to fund its workers' compensation claims at a cost less than the actuary's minimum funding recommendation while preserving CSURMA's funding policy and financial integrity. The agreement with PRISM covers industrial injuries occurring from January 1, 2015 to June 30, 2026.



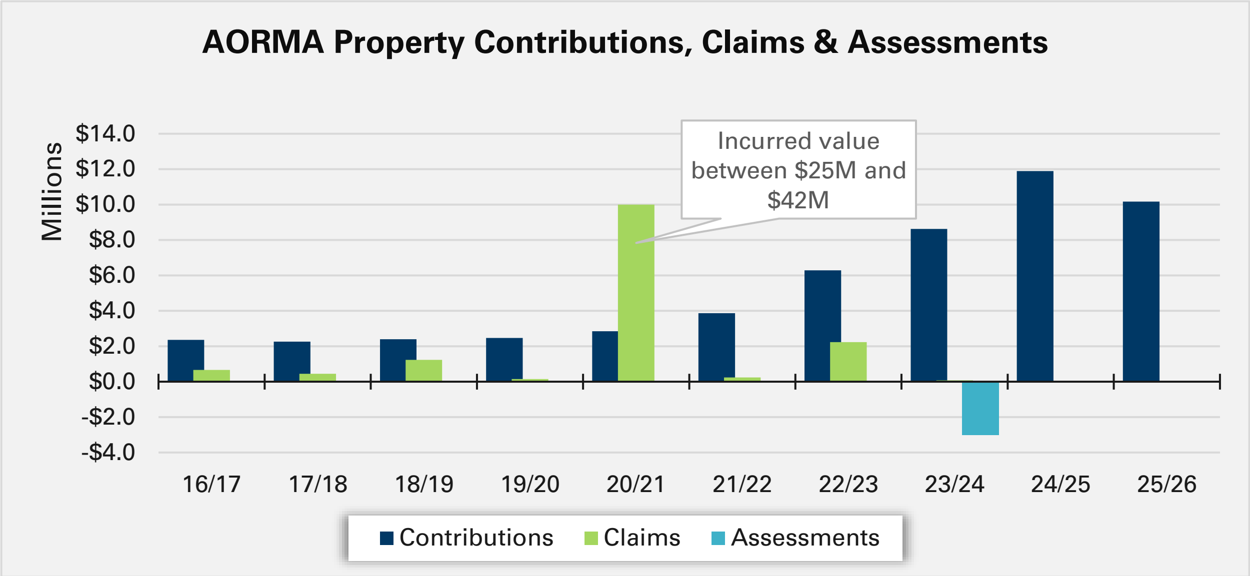
AORMA PROPERTY PROGRAM

The AORMA Property Program was established to provide Property and Boiler & Machinery Insurance covering physical damage to buildings and other specified structures as well as Business Personal Property (furnishings, equipment, etc.) owned by the auxiliary organization. All auxiliary organizations are enrolled in the AORMA Property Program so that they can benefit from the Cyber Liability Coverage that is offered through the AORMA Property Program. The AORMA Property Program is fully reinsured by a syndication of insurance companies known as the Alliant Property Insurance Program (APIP) an Alliant exclusive designed for public entities to empower market negotiations. The AORMA Property Program has a risk pool of $100,000 per occurrence, except wildfire, which is $250,000. Two campuses have a $5,000,000 sublimit for flood and water related damage. Member deductibles are $5,000 for business personal property and business interruption and/or loss of rents, and between $5,000 and $50,000 for real property depending on the building's value. Flood losses have a deductible of $100,000 or $500,000 depending on flood zone.

Some CSU auxiliary organizations also purchase Property Coverage through "Campus 99". Campus 99 enables CSU auxiliary organizations who occupy state-owned buildings to enjoy deductibles from $5,000 to $100,000.

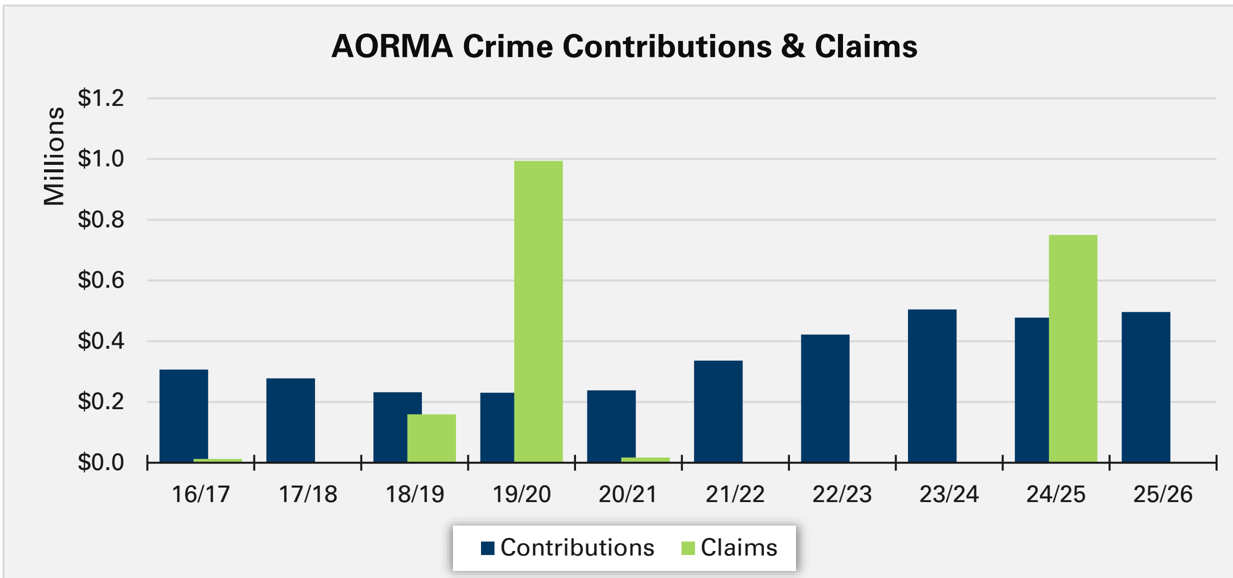
The AORMA Property Program also includes costs for:

- Limited Earthquake Coverage
- Pollution Coverage
- Cyber Liability Coverage



AORMA CRIME PROGRAM

The AORMA Crime program has a self-insured risk pool of $75,000 per occurrence with an aggregate limit of $300,000. All auxiliary organization members have a deductible of $5,000. All members automatically participate in the AORMA Crime program.



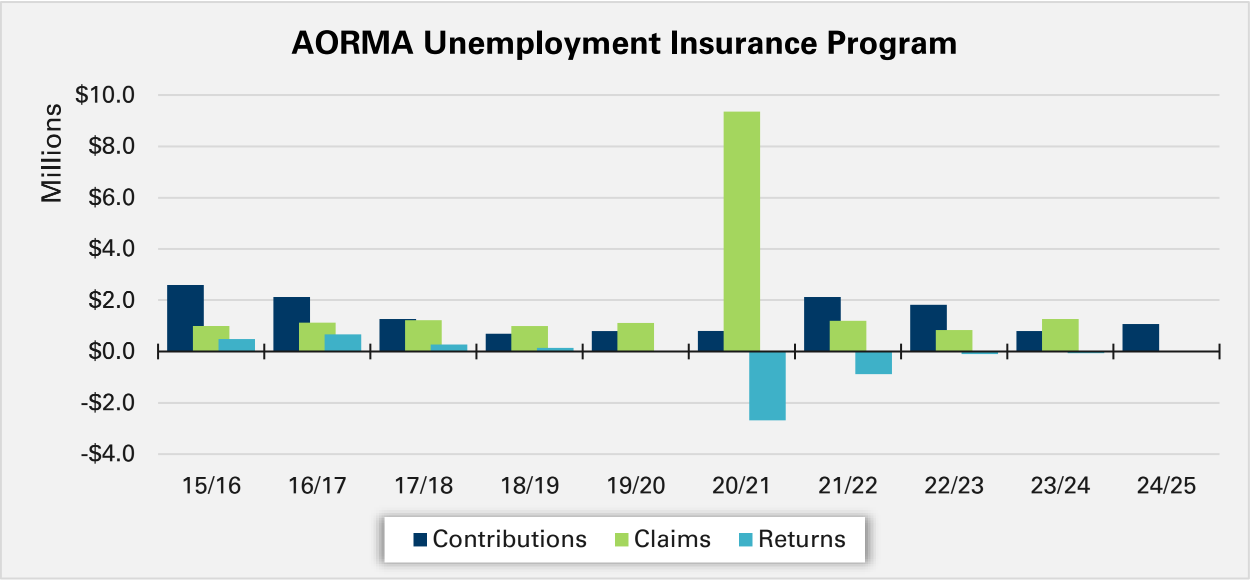
AORMA UNEMPLOYMENT INSURANCE PROGRAM (UIP)

The AORMA Unemployment Insurance program was established to provide a funding mechanism for mandatory unemployment benefits.

The Unemployment Insurance Program is entirely self-insured, and costs are allocated to the UIP members based on the members' actual claims over a five-year period.

Each member is required to maintain in the program a minimum fund balance of two-times its rolling five-year average claims. If the member's fund balance exceeds the minimum required, excess funds are used to reduce contributions for the upcoming fiscal year.

If the member's fund balance is below the minimum required amount, each year the member's contributions will be increased to include 20% of the fund balance deficit until their fund balance is at the minimum required amount. A member can provide reimbursement in a single lump sum to CSURMA. The blue bars in the chart denote member reimbursements to CSURMA.



ANCILLARY COVERAGE PROGRAMS

Many of the coverage programs originally created as early as 1995 remain viable today and continue to provide highly valued, cost-effective, state-of-the-art protection for all its member participants. A description of these coverage programs is shown below.

BUILDER'S RISK INSURANCE PROGRAM (BRIP) – CSURMA implemented the Builder's Risk Insurance Program (BRIP) beginning July 1, 2005. BRIP covers direct physical loss to the University's and/or the auxiliary organizations' construction projects in the course of construction. All Major Capital Improvement Projects are to be insured by the BRIP in place of the contractor's insurance. The program is managed by Alliant and CSU's Capital Planning Design & Construction (CPDC) department at the Chancellor's Office. This program includes coverage for Earthquake damage that is self-funded by the University.

CLUB LIABILITY INSURANCE PROGRAM – The Club Liability Insurance Program was launched on July 1, 2018. The program provides general liability coverage for all student clubs officially recognized by the CSU (per Executive Order #1068). The program excludes coverage for auto liability, activities of fraternal organizations as well as injuries to participants participating in athletic activities.

CLUB SPORTS INSURANCE PROGRAM – The program is designed to cover CSU students for medical expenses due to accidental injuries while participating in the University's or auxiliary organization's club sports programs that are officially recognized by the University as a student organization. The program was expanded to also include Intramural and Recreational sports. Catastrophic accident medical expense coverage is provided as well as General Liability.

COVERAGE PROGRAMS

CYBER LIABILITY – This program is designed to provide insurance coverage for both first and third-party financial losses resulting from data breaches and other cybercrimes that may compromise sensitive information.

DEADLY WEAPONS RESPONSE PROGRAM – This program addresses the needs of the CSU system should a violent incident occur. The program provides third party liability, physical damage coverage and crisis management services.

DRONE INSURANCE PROGRAM (DRIP) – This program covers aviation risks on a blanket basis for liability arising from small drones that are owned, non-owned or hired by the University or its auxiliary organizations. Coverage is automatic for non-commercial use of small drones only. Coverage can also be purchased to insure the hull, i.e., physical damage or loss to the drone itself and its equipment.

EARTHQUAKE PARAMETRIC PROPERTY INSURANCE – This program provides Systemwide earthquake coverage. The limit for each location is predetermined based on zip code and maximum shaking at that particular location. The deductible is a minimum trigger intensity of 45.00%g – Pseudo-Spectral Acceleration with a period of 0.3s.

FIDELITY / CRIME PROGRAM – This program insures the University's and auxiliary organization's employees for Employee Fidelity, including faithful performance of duties, counterfeit, fraud, computer crime, and other misappropriation of the funds.

FINE ARTS, ARTIFACTS & ARCHIVES PROGRAM (FAAAP) – FAAAP provides coverage for art objects that are owned or lent to the University or auxiliary organizations. Coverage includes transit coverage while the art objects are transported to or away from the campus; i.e., coverage is "nail-to-nail" or "wall-to-wall". All art objects up to $2,500,000 in value are automatically covered with no deductible (except 10% for damage caused by earthquake).

FOREIGN TRAVEL INSURANCE PROGRAM (FTIP) – This program provides coverage for employees and students while traveling outside the United States. Coverage includes General Liability, Contingent Auto Liability, Employee Benefits Liability, Employers Responsibility, Employee Voluntary Compensation, Employers Liability, Primary Accident and Sickness, Accidental Death and Dismemberment, and Executive Assistance Services. Beginning July 1, 2014, FTIP added an "Overlay" coverage to supplement the insurance mandated by certain third-party travel program providers under approved agreements with the University. Specifically, the overlay coverage extends FTIP's Liability insurance that is not otherwise provided by certain third-party programs.

INLAND MARINE INSURANCE PROGRAM – This is a specialized form of insurance to cover physical damage to specific objects such as:

- computer and other electronic data processing equipment including media and laptops
- Scientific and laboratory equipment
- Cameras, audio, industrial lighting
- Fine arts, valuable collections
- Specialized mobile equipment; etc.

MEDICAL PROFESSIONAL MALPRACTICE LIABILITY PROGRAM – This program provides Medical Professional Malpractice Liability insurance for Medical Professionals employed by the CSU or its Campuses for services performed within the course and scope of their duties as employees while serving at the Student Health Center on a campus of the CSU.

NON-OWNED AIRCRAFT LIABILITY INSURANCE – As CSU occasionally uses non-owned aircraft for University business, effective July 1, 2011 a special Aviation Liability policy was placed to insure against non-owned aircraft liability. Because of the increased exposure in athletics and in international travel, air travel involving faculty, staff, students, and auxiliary organizations makes this insurance essential.

COVERAGE PROGRAMS

OWNER-CONTROLLED INSURANCE PROGRAM (OCIP) – The Owner-Controlled Insurance Program (OCIP) was implemented in January 2012 to cover major building projects of the University and auxiliary organizations with initial total construction cost of $10,000,000 or more. Realizing the cost savings and effective administration of CSURMA's Builder's Risk Insurance Program (BRIP), the Office of the Chancellor, Capital Planning Design & Construction (CPDC) expanded coverage to include General/Completed Operations Liability and Workers' Compensation coverage for all contractors doing work on CSU building projects.

PARTICIPANT ACCIDENT INSURANCE PROGRAM (PAI) – Participant Accident Insurance is available for purchase and provides accident medical expense benefits and is recommended when the University or auxiliary organization is sponsoring a high hazard activity or when minors are participating in a sponsored activity.

POLLUTION LIABILITY – This program provides coverage for owned site clean-up costs, off-site clean-up costs, third-party bodily injury or property damage, emergency response costs, business interruption.

PUBLIC ENTITY AUTOMOBILE PHYSICAL DAMAGE PROGRAM – This program provides "All Risk" coverage for scheduled vehicles and/or mobile equipment. The program includes earthquake and flood. Claims are adjusted on a replacement cost basis. The deductibles vary for each member as selected annually.

ROCKETRY LIABILITY. CSURMA purchases a special Aviation Liability insurance policy to facilitate coverage for the University's liability arising from rocketry activities.

COVERAGE PROGRAMS

SPECIAL EVENTS LIABILITY INSURANCE PROGRAM – The Special Events Program offers premises liability coverage for a broad range of events held by uninsured third parties in public assembly facilities. The program has the added feature of allowing the CSU and its auxiliary organizations to insure its own events as circumstances warrant.

STUDENT PROFESSIONAL LIABILITY INSURANCE PROGRAM (SPLIP) – On August 1, 2006, CSU purchased a systemwide professional liability insurance program to provide coverage for students enrolled in the Nursing, Allied Health or Education internship curricula. This program is designed to satisfy the requirements of host institutions that students maintain professional liability insurance in order to participate in programs offered under affiliation agreements with the University. The program includes professional and personal liability coverage with broad protection for the students, affiliates and the University.

STUDENT ACADEMIC FIELD EXPERIENCE FOR CREDIT LIABILITY INSURANCE PROGRAM (SAFECLIP) – On July 1, 2007, CSU purchased the Student Academic Field Experience for Credit Liability Insurance Program (SAFECLIP) to provide coverage for students involved in the University's service-learning programs while performing service or volunteer work for academic credit. This program is designed to satisfy the requirements of host institutions that students maintain liability insurance in order to participate in programs offered under affiliation agreements with the University. The program includes professional and general liability coverage with broad protection for the students, affiliates and the University.

STUDENT TRAVEL ACCIDENT INSURANCE – Beginning in 1994, CSU purchased the Student Travel Accident policy to provide medical expense coverage for injuries to CSU students (including Extended Education Program students) during travel to, or from, campus to participate in a school sponsored activity. Additionally, coverage for overnight supervised and sponsored travel is included for up to 14 days.

COVERAGE PROGRAMS

TRUSTEES ERRORS & OMISSIONS, INCLUDING FIDUCIARY LIABILITY – This program provides professional liability for the various CSURMA board and committee members, while serving in their capacity as such. This program also provides Fiduciary Liability coverage for the Campus and auxiliary organizations' administration of its employee benefit plans and trusts.

WATERCRAFT INSURANCE PROGRAM – The Watercraft Insurance program provides Hull and Machinery Insurance, Collision and Towers Liability coverage, Protection and Indemnity Liability coverage. This is not blanket coverage; each vessel must be reported and scheduled on the policy.

CSURMA MILESTONES

MILESTONES

1994
- Risk Pool Feasibility Study commenced.

1995
- Risk Pool implemented.

1996
- Campus Master Property Program (MPP) implemented.

1997
- CSURMA forms AO Group Purchase Program with six Members.
- AIME implemented.

1998
- First Campus Rating Plans Task Group.

1999
- WC TPA claims services initiated.
- Campus Risk Pools commenced 10 Year Full Funding Policy

2000
- AO Membership increased from 23 to 46.
- Systemwide Property Appraisal.

2001
- Campus Rating Plans Task Group.

2002
- AO-Liability Program implemented.
- Alliant began Campus Liability claims service.

2003
- Sedgwick CMS appointed WC TPA.
- AIME Rating Plans Task Group.

2004
- Campus Rating Plans Task Group.
- AO-COMP, Inc. implemented.

2005
- AO-COMP, Inc. becomes part of CSURMA.
- Campus Pooled Liability Coverage Program SIR increased to $3,000,000.
- ID Fraud Coverage Program added.
- Builder’s Risk Program implemented.
- Campus 99 for state-owned buildings added.
- **$257,093 – AO Liability released 1st Dividend.**

2006
- SPLIP launched.
- AO Rating Plans Task Group.
- DIR approves transfer of AO-COMP to CSURMA.
- AO-Property SIR Program implemented.
- Systemwide Property Appraisal.
- **$252,114 – AO Liability Dividends.**
- **$900,000 – AO-COMP releases 1st Dividends.**

California State University Risk Management Authority

MILESTONES

2007

- Campus Risk Pool achieved 100% full funding.
- AORMA achieved 100% participation.
- Systemwide Employee Fidelity Program launched.
- FTIP Blanket Coverage implemented.
- SAFECLIP implemented.
- **$15,278,413 – Campus WC 1st Dividends.**

2008

- Cyber Liability Program added.
- AORMA WC Class Code consolidation completed.
- **$1,090,961 – AO-COMP Dividends.**
- **$9,867,829 – Campus WC Dividends.**

2009

- CSURMA and AORMA logos developed.
- **$415,861 – AIME released 1st Dividends.**
- **$1,217,460 – AORMA Dividends.**
- **$16,599,342 – Campus WC Dividends.**

2010

- Foreign Travel Insurance Program (FTIP) enhanced.
- AIME catastrophic coverage enhanced.
- Fiduciary Liability coverage added.
- Systemwide Property Appraisal.
- **AORMA UIP launched, freeing up over $10 million reserves for members.**
- **$2,242,800 – AORMA Dividends.**
- **$9,173,264 – Campus Dividends.**

2011

- Self-insured layer for Campus Property program added (savings of over $3 million per year).
- Digitization of CSURMA records completed.
- **$2,690,382 – AORMA Dividends.**
- **$5,470,192 Campus Liability Dividends.**
- **$14,038,323 – Campus WC Dividends.**

csurma

California State University Risk Management Authority

MILESTONES

2012

- CSU International Programs launches (CSUIP).
- Owner Controlled Insurance Program (OCIP) launched.
- Club Sports Insurance Program (CSIP) launched.
- **$2,219,190 – AORMA Dividends.**
- **$7,504,717 – Campus Dividends.**

2013

- CSU Doctor's Medical Practice Program added.
- CSURMA.org website re-launched.
- Intramural/Recreational Sports added to CSIP.
- **$1,702,157 – AORMA Dividends.**
- **$7,097,512 – Campus Dividends.**

2014

- Theater Safety Risk Management rolled out.
- Unmanned Aerial Systems ("Drones") coverage added to Liability programs.
- Campus Property Program restructured as reinsurance.
- **$1,823,733 – AORMA Dividends.**
- **$8,677,518 – Campus Dividends.**

2015

- CSURMA Website redesigned.
- CSURMA joined CWCI for workers' compensation benchmarking.
- Risk Management Innovation Grants added.
- Rocketry Liability coverage added.
- Online services & training for Prevention of Sexual Abuse of Minors added.
- Agility Recovery Property Loss Program added.
- Campus and AORMA workers' compensation programs reinsured by CSAC EIA.
- Participated in CSU-CCC-UC collaborative business conference at UC Riverside.
- **$1,179,889 – AORMA Dividends.**
- **$8,500,359 – Campus Dividends.**

2016

- Campus 86 for Campus Personal Property coverage added.
- Fine Arts, Archives & Artifacts Program (FAAAP) launched.
- Operation "Double Play" launched.
- Implemented e-filing of the state required Conflict of Interest disclosure statements (Form 700).
- **$1,171,524 – AORMA Dividends.**
- **$13,688,395 – Campus Dividends.**

MILESTONES

2017

- Drone Insurance Program (DRIP) launched.
- Risk Management Grants revised to systemwide projects through WERCS affinity groups.
- Watercraft Liability Program launched.
- EQ Parametric Coverage added to Campus & AORMA Property Programs.
- **$1,712,755 – AORMA Dividends.**
- **$7,027,608 – Campus Dividends.**

2018

- Medical Malpractice Liability specifically endorsed.
- Deadly Weapons Response Program launched.
- Club Liability Insurance Program (CLIP) launched.
- AORMA Benefits Program launched.
- **$4,774,887 – Campus Dividends.**
- **$1,650,397 – AORMA Dividends.**

2019

- Broaden Cyber Coverages.
- **$1,336,710 – AORMA Dividends.**
- **$7,219,917 – Campus Dividends.**

2020

- Further Development of Youth Protection Programs.
- Streamlining of the Foreign Travel Insurance Program process.
- Finalization of the new CSU Affinity Groups Biennial Mini-Conference and/or Workshops.
- **$1,418,672 - AORMA Dividends.**
- **$9,749,679 - Campus Dividends.**

2021

- Campus Response to Workplace Safety Compliance program launched.
- Managing Risk in Youth Programs resource guide published.
- Systemwide Student Training Management Platform designed.
- **$1,418,672 – AORMA Dividends.**
- **$7,721,846 – Campus Dividends.**

2022

- Limited Intellectual Property Infringement coverage added to the Campus and AORMA Liability Programs.
- **$279,323 - AORMA Dividends.**
- **$2,445,298 - Campus Dividends.**

2023

- Cyber liability - train the trainer developed.
- **$4,058,840 – Campus Dividends.**

2024

- Enhancements to the Foreign Travel Program.
- Launch of Crisis 24.
- **$4,901,160 - Campus Dividends.**