



MEMORANDUM

Office of Insurance and Risk Management
135248

May 19, 2009

DEANS, DIRECTORS, DEPARTMENT CHAIRS and ADMINISTRATIVE OFFICERS

RE: FY 2009-10 Campus Insurance Rates and Premiums

Attached for your use and information are the Campus cost center insurance rates and premium allocations for FY 2009-10 for Workers' Compensation (Exhibit A) and General and Employment Practices Liability and Property Insurance (Exhibit B). Also attached are corresponding Exhibits A1 and B1 showing the changes in cost center Workers' Compensation and General and Employment Practices Liability premiums from the current fiscal year. Campus wide-programs and average Campus costs are outlined below. Premiums and rates for individual cost centers can and do vary significantly from Campus averages, due to differential claims experience and exposure (full time equivalent levels).

Workers' Compensation

Total Workers' Compensation cost to the Campus in FY 2009-10 decreased by \$184,832 to \$18.609 million from \$18.794 million in FY 2008-09. UCLA's average campus base rate increased slightly to \$0.88 per \$100 of payroll in FY 2009-10 from \$0.87 per \$100 of payroll for FY 2008-09.

The average base rate for Workers' Compensation (WC) paid by all UC locations (Campuses and Medical Centers) is \$1.47 per \$100 of payroll, with the most costly location paying \$4.86 per \$100 of payroll and the lowest location paying \$0.37 per \$100 of payroll.

Our Workers' Compensation total rate (Base Rate, Deficit Rate and Rate Additive) will remain unchanged at \$1.27 per \$100 of payroll for FY 2009-10. The FY 2009-10 rate includes \$3.390 million to fund the WC deficit. UCLA's WC deficit (actuarially projected) is \$16.951 million, down 12% from \$19.207 million last year.

The Workers' Compensation Insurance Rating Bureau (WCIRB) reports that claim costs have increased in medical and indemnity benefits for the second year in a row, in contrast to the savings experienced in the past three years following the enactment of legislative reforms.

Although the reforms resulted in reduced premium costs for employers, the increases in both medical and indemnity benefits over the past two years indicate that claims costs are on the rise. We expect to see increases in FY 2010-11 but are working aggressively to contain costs on all fronts.

Preventing injuries, returning injured employees to work quickly and mitigating claims through proactive communication with injured workers and our third party claims administrator (TPA) are the keys to reducing UCLA's WC costs.

General Liability (GL), Employment Practices Liability (EPL) and Property

The "Be Smart about Safety" program to fund loss prevention and loss control efforts to counter rising General Liability, Employment, Property and Auto costs continues. We are exploring the funding of water detection systems to mitigate water related property losses and the installation of back up cameras in fleet vehicles and drive cameras on buses. A Deputy Fire Marshall has been hired in Environment, Health & Safety to ensure compliance with California statutes, regulations and University policies. Retrospective meetings to control General Liability and Employment costs have begun and an E-

Discovery Coordinator to centrally comply with federal rules concerning the preservation of Electronically Stored Information will be hired soon. These targeted hires are cost effective, as our actuarially generated premium costs for GL/EPL programs are lower than they would be without these positions in place. Additionally, there will be a limited program to fund Employment Practices claims prior to litigation. The physical site improvement of areas where sensitive research is conducted is in the implementation phase. These programs will assist in decreasing future GL, EPL, Property and Auto costs.

While combined GL and EPL costs have risen slightly, there will be a net decrease of 3%, as we will use existing surplus reserves to offset the additional costs. Property costs have increased slightly due to higher insurance premiums and this increase will again be partially offset by reserves. In FY 2009-10, the Office of the President is considering adding Business Interruption insurance coverage to the property program for lost income, operating expenses and extra expenses to restore operations after a catastrophic event.

IRM provides training in Workers' Compensation and Liability claim procedures and consultation on operational risk management issues. *IRM strongly encourages departments to utilize these services to help control their insurance costs.*

Should you have any questions regarding any of the above, please contact John Ryan in the Insurance and Risk Management (IRM) office at extension 46949, or me at extension 48013. Our email addresses are jryan@irm.ucla.edu or dmalilay@irm.ucla.edu.

Sincerely,

Dean Malilay
Director
UCLA Insurance & Risk Management

cc: Associate Vice Chancellor Davies
Administrative Vice Chancellor Morabito
Vice Chancellor Olsen
Executive Director Erickson

EXHIBIT A

Fiscal 2009-10 Workers' Compensation (WC) Insurance Rates and Premiums

| Cost Center | WC Rate* | WC Rate | WC | WC | WC Rate Additive | WC Rate Additive | Total WC | Total WC |
|-----------------------------|----------------|----------------|---------------------------|---------------------------|----------------------------------|----------------------------------|---------------------------|---------------------------|
| | Fiscal 2009-10 | Fiscal 2008-09 | Premium Fiscal 2009-10 | Premium Fiscal 2008-09 | Fiscal 2009-10 (\$0.01/\$100) | Fiscal 2008-09 (\$0.05/\$100) | Fiscal 2009-10 Premium | Fiscal 2008-09 Premium |
| Education | \$0.83 | \$0.72 | \$258,201 | \$235,822 | \$3,111 | \$16,363 | \$261,312 | \$251,984 |
| Engineering | \$0.83 | \$0.72 | \$458,413 | \$411,531 | \$5,523 | \$28,579 | \$463,936 | \$440,110 |
| Law | \$0.83 | \$0.72 | \$180,684 | \$158,366 | \$2,177 | \$10,998 | \$182,861 | \$169,364 |
| Management | \$0.83 | \$0.72 | \$304,984 | \$253,690 | \$3,675 | \$17,617 | \$308,658 | \$271,307 |
| Public Policy | \$0.83 | \$0.72 | \$98,890 | \$86,420 | \$1,191 | \$6,001 | \$100,081 | \$92,422 |
| Arts & Architecture | \$0.83 | \$0.72 | \$234,356 | \$198,201 | \$2,824 | \$13,764 | \$237,180 | \$211,965 |
| Theater, Film, and TV | \$0.83 | \$0.72 | \$130,398 | \$110,103 | \$1,571 | \$7,646 | \$131,969 | \$117,749 |
| Basic Biomedical Sciences | \$0.83 | \$0.72 | \$106,499 | \$89,948 | \$1,283 | \$6,246 | \$107,782 | \$96,194 |
| Office of Information Tech | \$0.83 | \$0.72 | \$37,615 | \$33,356 | \$453 | \$2,316 | \$38,069 | \$35,673 |
| Nursing | \$0.83 | \$0.72 | \$65,993 | \$56,395 | \$795 | \$3,916 | \$66,789 | \$60,312 |
| Public Health | \$0.83 | \$0.72 | \$212,239 | \$187,993 | \$2,557 | \$13,055 | \$214,796 | \$201,048 |
| Medical Sciences | \$0.83 | \$0.72 | \$15,189 | \$13,388 | \$183 | \$930 | \$15,372 | \$14,318 |
| California Nanosystems Ins. | \$0.83 | \$0.72 | \$20,094 | \$13,259 | \$242 | \$921 | \$20,336 | \$14,179 |
| VC Research | \$0.83 | \$0.72 | \$86,188 | \$71,597 | \$1,038 | \$4,972 | \$87,227 | \$76,569 |
| NPI | \$0.83 | \$0.72 | \$446,123 | \$401,539 | \$5,375 | \$27,885 | \$451,498 | \$429,423 |
| Chancellor's Organizations | \$1.03 | \$0.84 | \$108,216 | \$85,740 | \$1,051 | \$5,104 | \$109,267 | \$90,843 |
| | | | | | \$0 | | | |
| External Affairs | \$1.03 | \$0.84 | \$272,565 | \$221,534 | \$2,646 | \$13,187 | \$275,211 | \$234,720 |
| VC Finance and Budget | \$1.03 | \$0.84 | \$54,228 | \$48,368 | \$526 | \$2,879 | \$54,755 | \$51,247 |
| VC Graduate Programs | \$1.03 | \$0.84 | \$58,123 | \$48,221 | \$564 | \$2,870 | \$58,687 | \$51,091 |
| Academic Senate | \$1.03 | \$0.84 | \$7,039 | \$5,522 | \$68 | \$329 | \$7,108 | \$5,850 |
| University Library | \$1.03 | \$0.84 | \$213,577 | \$179,720 | \$2,074 | \$10,698 | \$215,650 | \$190,417 |
| Capital Programs | \$1.03 | \$0.84 | \$81,799 | \$72,186 | \$794 | \$4,297 | \$82,594 | \$76,483 |
| Letters and Science | \$0.83 | \$0.76 | \$2,003,379 | \$1,830,431 | \$24,137 | \$120,423 | \$2,027,516 | \$1,950,855 |
| Dentistry | \$1.27 | \$1.26 | \$377,007 | \$357,375 | \$2,969 | \$14,182 | \$379,976 | \$371,556 |
| Medicine | \$0.95 | \$0.94 | \$4,905,012 | \$4,770,650 | \$51,632 | \$253,758 | \$4,956,644 | \$5,024,408 |
| Medical Group | \$0.95 | \$0.94 | \$309,864 | \$279,474 | \$3,262 | \$14,866 | \$313,126 | \$294,340 |
| Athletics | \$0.92 | \$0.93 | \$169,414 | \$132,047 | \$1,841 | \$7,099 | \$171,255 | \$139,146 |
| Administration | \$1.64 | \$1.79 | \$762,567 | \$827,625 | \$4,650 | \$23,118 | \$767,217 | \$850,743 |
| CTS | \$1.05 | \$1.26 | \$103,161 | \$126,339 | \$982 | \$5,013 | \$104,144 | \$131,353 |
| Campus Crafts | \$6.32 | \$6.21 | \$1,288,067 | \$1,285,103 | \$2,038 | \$10,347 | \$1,290,105 | \$1,295,450 |
| Campus Maintenance | \$6.32 | \$6.21 | \$738,120 | \$741,750 | \$1,168 | \$5,972 | \$739,288 | \$747,722 |
| Housing Administration | \$5.38 | \$5.89 | \$2,088,695 | \$2,286,483 | \$3,882 | \$19,410 | \$2,092,578 | \$2,305,893 |
| Transportation | \$3.23 | \$4.39 | \$314,177 | \$430,674 | \$973 | \$4,905 | \$315,150 | \$435,579 |
| UCPD | \$3.46 | \$4.12 | \$269,355 | \$316,096 | \$778 | \$3,836 | \$270,134 | \$319,932 |
| Utilities | \$2.64 | \$2.90 | \$182,818 | \$207,864 | \$692 | \$3,584 | \$183,511 | \$211,448 |
| VC Student Affairs | \$1.97 | \$1.78 | \$676,423 | \$628,438 | \$3,434 | \$17,653 | \$679,856 | \$646,091 |
| Continuing Education | \$1.02 | \$1.12 | \$227,655 | \$265,921 | \$2,232 | \$11,871 | \$229,886 | \$277,792 |
| ASUCLA | \$3.35 | \$3.23 | \$562,995 | \$568,721 | \$1,681 | \$8,804 | \$564,676 | \$577,525 |
| Faculty Center | \$2.35 | \$2.05 | \$33,021 | \$30,349 | \$141 | \$740 | \$33,162 | \$31,090 |
| Campus Rate/Premium | \$1.26 | \$1.22 | \$18,463,145 | \$18,068,038 | \$146,214 | \$726,153 | \$18,609,359 | \$18,794,191 |

Notes:

* Fiscal 2009-10 rate includes base rate of \$0.88, \$0.23 deficit rate and \$0.15 Be Smart About Safety Program rate.

Exhibit B
Fiscal 2009-10 General Liability (GL) and Employment Practices Liability (EPL) and Property Insurance Rates (Prop Prem)

| Cost Center | GL Rate* Fiscal 2009-10 | GL Rate Fiscal 2008-09 | GL Prem. Fiscal 2009-10 | EPL Rate** Fiscal 2009-10 | EPL Rate Fiscal 2008-09 | EPL Prem. Fiscal 2009-10 | GL Rate Additive Fiscal 2009-10 (\$0.02/\$100) | Prop. Prem.*** Fiscal 2009-10 (\$0.22/\$100) | TOTAL PREMIUM Fiscal 2009-10 |
|----------------------------|----------------------------|---------------------------|----------------------------|------------------------------|----------------------------|-----------------------------|--|--|------------------------------------|
| Engineering | \$0.09 | \$0.09 | \$49,948 | \$0.18 | \$0.20 | \$99,415 | \$11,046 | \$121,507 | \$281,916 |
| Management | \$0.09 | \$0.09 | \$33,230 | \$0.18 | \$0.20 | \$66,141 | \$7,349 | \$80,839 | \$187,559 |
| Public Policy | \$0.09 | \$0.09 | \$10,775 | \$0.18 | \$0.20 | \$21,446 | \$2,383 | \$26,212 | \$60,815 |
| Theater, Film, and TV | \$0.09 | \$0.09 | \$14,208 | \$0.18 | \$0.20 | \$28,279 | \$3,142 | \$34,563 | \$80,193 |
| Basic Biomedical Sciences | \$0.09 | \$0.09 | \$11,604 | \$0.18 | \$0.20 | \$23,096 | \$2,566 | \$28,229 | \$65,495 |
| Nursing | \$0.09 | \$0.09 | \$7,190 | \$0.18 | \$0.20 | \$14,312 | \$1,590 | \$17,492 | \$40,585 |
| Public Health | \$0.09 | \$0.09 | \$23,125 | \$0.18 | \$0.20 | \$46,028 | \$5,114 | \$56,256 | \$130,523 |
| Medical Sciences | \$0.09 | \$0.09 | \$1,655 | \$0.18 | \$0.20 | \$3,294 | \$366 | \$4,026 | \$9,341 |
| Office of Information Tech | \$0.09 | \$0.09 | \$4,098 | \$0.18 | \$0.20 | \$8,158 | \$906 | \$9,970 | \$23,133 |
| California Nanosystems Ins | \$0.09 | \$0.09 | \$2,189 | \$0.18 | \$0.20 | \$4,358 | \$484 | \$5,326 | \$12,357 |
| VC Research | \$0.09 | \$0.09 | \$9,391 | \$0.18 | \$0.20 | \$18,691 | \$2,077 | \$22,845 | \$53,004 |
| NPI | \$0.09 | \$0.09 | \$48,608 | \$0.18 | \$0.20 | \$96,749 | \$10,750 | \$118,249 | \$274,357 |
| Chancellor's Organizations | \$0.09 | \$0.09 | \$9,501 | \$0.18 | \$0.20 | \$18,912 | \$2,101 | \$23,114 | \$53,629 |
| External Affairs | \$0.09 | \$0.09 | \$23,931 | \$0.18 | \$0.20 | \$47,633 | \$5,293 | \$58,218 | \$135,075 |
| VC Finance and Budget | \$0.09 | \$0.09 | \$4,761 | \$0.18 | \$0.20 | \$9,477 | \$1,053 | \$11,583 | \$26,874 |
| VC Graduate Programs | \$0.09 | \$0.09 | \$5,103 | \$0.18 | \$0.20 | \$10,157 | \$1,129 | \$12,415 | \$28,804 |
| Academic Senate | \$0.09 | \$0.09 | \$618 | \$0.18 | \$0.20 | \$1,230 | \$137 | \$1,504 | \$3,489 |
| University Library | \$0.09 | \$0.09 | \$18,752 | \$0.18 | \$0.20 | \$37,324 | \$4,147 | \$45,618 | \$105,842 |
| Continuing Education | \$0.09 | \$0.09 | \$20,184 | \$0.18 | \$0.20 | \$40,174 | \$4,464 | \$49,102 | \$113,924 |
| Education | \$0.15 | \$0.15 | \$45,716 | \$0.14 | \$0.16 | \$43,552 | \$6,222 | \$68,439 | \$163,928 |
| Law | \$0.06 | \$0.09 | \$13,535 | \$0.16 | \$0.18 | \$34,831 | \$4,354 | \$47,892 | \$100,611 |
| Arts & Architecture | \$0.10 | \$0.15 | \$27,131 | \$0.22 | \$0.25 | \$62,118 | \$5,647 | \$62,118 | \$157,015 |
| Letters and Science | \$0.10 | \$0.09 | \$231,926 | \$0.18 | \$0.21 | \$434,468 | \$48,274 | \$531,016 | \$1,245,684 |
| Dentistry | \$0.10 | \$0.09 | \$28,524 | \$0.19 | \$0.18 | \$56,403 | \$5,937 | \$65,308 | \$156,172 |
| Medicine | \$0.10 | \$0.09 | \$496,113 | \$0.19 | \$0.18 | \$981,002 | \$103,263 | \$1,135,898 | \$2,716,277 |
| Medical Group | \$0.10 | \$0.09 | \$31,341 | \$0.19 | \$0.18 | \$61,973 | \$6,523 | \$71,758 | \$171,595 |
| Athletics | \$0.09 | \$0.21 | \$16,653 | \$0.13 | \$0.18 | \$23,939 | \$3,683 | \$40,512 | \$84,787 |
| Administration | \$0.25 | \$0.32 | \$118,267 | \$0.29 | \$0.28 | \$134,844 | \$9,300 | \$102,296 | \$364,706 |
| Campus Maintenance | \$0.25 | \$0.32 | \$29,706 | \$0.29 | \$0.28 | \$33,869 | \$2,336 | \$25,694 | \$91,605 |
| Campus Crafts | \$0.25 | \$0.32 | \$51,838 | \$0.29 | \$0.28 | \$59,104 | \$4,076 | \$44,838 | \$159,856 |
| CTS | \$0.25 | \$0.32 | \$24,989 | \$0.29 | \$0.28 | \$28,492 | \$1,965 | \$21,615 | \$77,061 |
| Utilities | \$0.25 | \$0.32 | \$17,613 | \$0.29 | \$0.28 | \$20,082 | \$1,385 | \$15,235 | \$54,316 |
| Capital Programs | \$0.33 | \$0.36 | \$26,484 | \$0.31 | \$0.33 | \$24,619 | \$1,588 | \$17,472 | \$70,163 |
| Housing Administration | \$0.51 | \$0.49 | \$197,493 | \$0.39 | \$0.43 | \$151,411 | \$7,765 | \$85,411 | \$442,080 |
| Transportation | \$0.44 | \$0.42 | \$42,883 | \$0.24 | \$0.23 | \$23,344 | \$1,945 | \$21,399 | \$89,572 |
| UCPD | \$0.64 | \$0.65 | \$49,721 | \$0.20 | \$0.18 | \$15,570 | \$1,557 | \$17,127 | \$83,975 |
| VC Student Affairs | \$0.25 | \$0.13 | \$85,393 | \$0.19 | \$0.21 | \$65,239 | \$6,867 | \$75,540 | \$233,038 |
| ASUCLA | \$0.31 | \$0.46 | \$51,294 | \$0.37 | \$0.54 | \$62,182 | \$3,361 | \$36,973 | \$153,810 |
| Campus Rate/Premium | \$0.13 | \$0.13 | \$1,885,493 | \$0.20 | \$0.21 | \$2,911,917 | \$292,146 | \$3,213,608 | \$8,303,164 |

Notes:

*Fiscal 2009-10 GL rate includes Be Smart About Safety rate, which is approximately \$0.01.

**Fiscal 2009-10 EPL rate includes Be Smart About Safety rate, which is approximately \$0.02, and non-litigated claim handling expense rate of approximately \$0.01.

**Fiscal 2009-10 Property rate includes Be Smart About Safety rate which is approximately \$0.01.

EXHIBIT A-1
Comparison of Fiscal 2009-10 v. Fiscal 2008-09 Workers' Compensation (WC) Insurance Rates and Premiums

| Cost Center | WC Premium* | WC Premium | Change in WC Premium Fiscal | | WC Rate Additive | WC Rate Additive | Change in RA Premium Fiscal | | Net Change in Total Premium Fiscal | |
|-----------------------------|----------------|----------------|-----------------------------|---------------------|------------------|------------------|-----------------------------|---------------------|------------------------------------|---------------------|
| | Fiscal 2009-10 | Fiscal 2008-09 | 2009-10 vs. 2008-09 | 2009-10 vs. 2008-09 | Fiscal 2009-10 | Fiscal 2008-09 | 2009-10 vs. 2008-09 | 2009-10 vs. 2008-09 | 2009-10 vs. 2008-09 | 2009-10 vs. 2008-09 |
| | | | \$ | % | (\$0.01/\$100) | (\$0.05/\$100) | \$ | % | \$ | % |
| Education | \$258,201 | \$235,622 | \$22,579 | 10% | \$3,111 | \$16,363 | (\$13,252) | -81% | \$9,327 | 4% |
| Engineering | \$458,413 | \$411,531 | \$46,882 | 11% | \$5,523 | \$28,579 | (\$23,056) | -81% | \$23,826 | 5% |
| Law | \$180,684 | \$158,366 | \$22,318 | 14% | \$2,177 | \$10,998 | (\$8,821) | -80% | \$13,497 | 8% |
| Management | \$304,984 | \$253,690 | \$51,294 | 20% | \$3,675 | \$17,617 | (\$13,943) | -79% | \$37,351 | 14% |
| Public Policy | \$98,890 | \$86,420 | \$12,469 | 14% | \$1,191 | \$6,001 | (\$4,810) | -80% | \$7,659 | 8% |
| Arts & Architecture | \$234,356 | \$198,201 | \$36,155 | 18% | \$2,824 | \$13,764 | (\$10,940) | -79% | \$25,214 | 12% |
| Theater, Film, and TV | \$130,398 | \$110,103 | \$20,296 | 18% | \$1,571 | \$7,646 | (\$6,075) | -79% | \$14,221 | 12% |
| Basic Biomedical Sciences | \$106,499 | \$89,948 | \$16,551 | 18% | \$1,283 | \$6,246 | (\$4,963) | -79% | \$11,588 | 12% |
| Office of Information Tech | \$37,615 | \$33,356 | \$4,259 | 13% | \$453 | \$2,316 | (\$1,863) | -80% | \$2,396 | 7% |
| Nursing | \$65,993 | \$56,395 | \$9,598 | 17% | \$795 | \$3,916 | (\$3,121) | -80% | \$6,477 | 11% |
| Public Health | \$212,239 | \$187,993 | \$24,246 | 13% | \$2,557 | \$13,055 | (\$10,498) | -80% | \$13,748 | 7% |
| Medical Sciences | \$15,189 | \$13,388 | \$1,801 | 13% | \$183 | \$930 | (\$747) | -80% | \$1,054 | 7% |
| California Nanosystems Ins. | \$20,094 | \$13,259 | \$6,835 | 52% | \$242 | \$921 | (\$679) | -74% | \$6,157 | 43% |
| VC Research | \$86,188 | \$71,597 | \$14,591 | 20% | \$1,038 | \$4,972 | (\$3,934) | -79% | \$10,658 | 14% |
| NPI | \$446,123 | \$401,539 | \$44,584 | 11% | \$5,375 | \$27,885 | (\$22,510) | -81% | \$22,074 | 5% |
| Chancellor's Organizations | \$108,216 | \$85,740 | \$22,477 | 26% | \$1,051 | \$5,104 | (\$4,053) | -79% | \$18,424 | 20% |
| External Affairs | \$272,565 | \$221,534 | \$51,032 | 23% | \$2,646 | \$13,187 | (\$10,540) | -80% | \$40,491 | 17% |
| VC Finance and Budget | \$54,228 | \$48,368 | \$5,860 | 12% | \$526 | \$2,879 | (\$2,353) | -82% | \$3,508 | 7% |
| VC Graduate Programs | \$58,123 | \$48,221 | \$9,903 | 21% | \$564 | \$2,870 | (\$2,306) | -80% | \$7,597 | 15% |
| Academic Senate | \$7,039 | \$5,522 | \$1,518 | 27% | \$68 | \$329 | (\$260) | -79% | \$1,257 | 21% |
| University Library | \$213,577 | \$179,720 | \$33,857 | 19% | \$2,074 | \$10,698 | (\$8,624) | -81% | \$25,233 | 13% |
| Capital Programs | \$81,799 | \$72,186 | \$9,614 | 13% | \$794 | \$4,297 | (\$3,503) | -82% | \$6,111 | 8% |
| Letters and Science | \$2,003,379 | \$1,830,431 | \$172,947 | 9% | \$24,137 | \$120,423 | (\$96,286) | -80% | \$76,661 | 4% |
| Dentistry | \$377,007 | \$357,375 | \$19,633 | 5% | \$2,969 | \$14,182 | (\$11,213) | -79% | \$8,420 | 2% |
| Medicine | \$4,905,012 | \$4,770,650 | \$134,362 | 3% | \$51,632 | \$253,758 | (\$202,126) | -80% | (\$67,764) | -1% |
| Medical Group | \$309,864 | \$279,474 | \$30,390 | 11% | \$3,262 | \$14,866 | (\$11,604) | -78% | \$18,786 | 6% |
| Athletics | \$169,414 | \$132,047 | \$37,367 | 28% | \$1,841 | \$7,099 | (\$5,258) | -74% | \$32,109 | 23% |
| Administration | \$762,567 | \$827,625 | (\$65,058) | -8% | \$4,650 | \$23,118 | (\$18,468) | -80% | (\$83,526) | -10% |
| CTS | \$103,161 | \$126,339 | (\$23,178) | -18% | \$982 | \$5,013 | (\$4,031) | -80% | (\$27,209) | -21% |
| Campus Crafts | \$1,288,067 | \$1,285,103 | \$2,964 | 0% | \$2,038 | \$10,347 | (\$8,309) | -80% | (\$5,345) | 0% |
| Campus Maintenance | \$738,120 | \$741,750 | (\$3,629) | 0% | \$1,168 | \$5,972 | (\$4,804) | -80% | (\$8,434) | -1% |
| Housing Administration | \$2,088,695 | \$2,286,483 | (\$197,788) | -9% | \$3,882 | \$19,410 | (\$15,528) | -80% | (\$213,315) | -9% |
| Transportation | \$314,177 | \$430,674 | (\$116,497) | -27% | \$973 | \$4,905 | (\$3,932) | -80% | (\$120,430) | -28% |
| UCPD | \$269,355 | \$316,096 | (\$46,741) | -15% | \$778 | \$3,836 | (\$3,058) | -80% | (\$49,799) | -16% |
| Utilities | \$182,818 | \$207,864 | (\$25,045) | -12% | \$692 | \$3,584 | (\$2,891) | -81% | (\$27,937) | -13% |
| VC Student Affairs | \$676,423 | \$628,438 | \$47,984 | 8% | \$3,434 | \$17,653 | (\$14,219) | -81% | \$33,765 | 5% |
| Continuing Education | \$227,655 | \$265,921 | (\$38,266) | -14% | \$2,232 | \$11,871 | (\$9,640) | -81% | (\$47,906) | -17% |
| ASUCLA | \$562,995 | \$568,721 | (\$5,726) | -1% | \$1,681 | \$8,804 | (\$7,123) | -81% | (\$12,849) | -2% |
| Faculty Center | \$33,021 | \$30,349 | \$2,672 | 9% | \$141 | \$740 | (\$600) | -81% | \$2,072 | 7% |
| Campus Rate/Premium | \$18,463,145 | \$18,068,038 | \$395,107 | 2% | \$146,214 | \$726,153 | (\$579,939) | -80% | (\$184,832) | -1% |

Notes:

* Fiscal 2009-10 rate includes base rate of \$0.88, \$0.23 deficit rate and \$0.15 Be Smart About Safety Program rate.

Exhibit B-1

Comparison of Fiscal 2009-10 v. Fiscal 2008-09 General Liability (GL), Employment Practices Liability (EPL) and Property Insurance Rates (Prop Prem)

| Cost Center | GL* & EPL** | GL* & EPL** | Change in Premium Fiscal | | GL Rate Additive | GL Rate Additive | Prop. Prem.*** | Prop. Prem. | Property | TOTAL |
|----------------------------|----------------|----------------|--------------------------|------|------------------|------------------|----------------|----------------|-----------|----------------|
| | PREM. | PREM. | 2009-10 vs. 2008-09 | % | Fiscal 2009-10 | FY 08-09 | Fiscal 2009-10 | FY 08-09 | Premium | PREMIUM |
| | Fiscal 2009-10 | Fiscal 2008-09 | \$ | | (\$0.02/\$100) | (\$0.02/\$100) | (\$0.22/\$100) | (\$0.20/\$100) | Diff | Fiscal 2009-10 |
| Engineering | \$149,362 | \$163,047 | (\$13,685) | -8% | \$11,046 | \$11,431 | \$121,507 | \$114,314 | \$7,193 | \$281,916 |
| Management | \$99,371 | \$100,511 | (\$1,140) | -1% | \$7,349 | \$7,047 | \$80,839 | \$70,469 | \$10,370 | \$187,559 |
| Public Policy | \$32,221 | \$34,239 | (\$2,019) | -6% | \$2,383 | \$2,401 | \$26,212 | \$24,006 | \$2,206 | \$60,815 |
| Theater, Film, and TV | \$42,487 | \$43,622 | (\$1,135) | -3% | \$3,142 | \$3,058 | \$34,563 | \$30,584 | \$3,979 | \$80,193 |
| Basic Biomedical Sciences | \$34,700 | \$35,637 | (\$937) | -3% | \$2,566 | \$2,499 | \$28,229 | \$24,986 | \$3,243 | \$65,495 |
| Nursing | \$21,502 | \$22,344 | (\$841) | -4% | \$1,590 | \$1,567 | \$17,492 | \$15,665 | \$1,827 | \$40,585 |
| Public Health | \$69,153 | \$74,482 | (\$5,330) | -7% | \$5,114 | \$5,222 | \$56,256 | \$52,220 | \$4,036 | \$130,523 |
| Medical Sciences | \$4,949 | \$5,304 | (\$355) | -7% | \$366 | \$372 | \$4,026 | \$3,719 | \$307 | \$9,341 |
| Office of Information Tech | \$12,256 | \$13,216 | (\$960) | -7% | \$906 | \$927 | \$9,970 | \$9,266 | \$705 | \$23,133 |
| California Nanosystems Ins | \$6,547 | \$5,253 | \$1,294 | 25% | \$484 | \$368 | \$5,326 | \$3,683 | \$1,643 | \$12,357 |
| VC Research | \$28,082 | \$28,367 | (\$284) | -1% | \$2,077 | \$1,989 | \$22,845 | \$19,888 | \$2,957 | \$53,004 |
| NPI | \$145,358 | \$159,089 | (\$13,731) | -9% | \$10,750 | \$11,154 | \$118,249 | \$111,539 | \$6,711 | \$274,357 |
| Chancellor's Organizations | \$28,413 | \$29,117 | (\$704) | -2% | \$2,101 | \$2,041 | \$23,114 | \$20,414 | \$2,700 | \$53,629 |
| External Affairs | \$71,564 | \$75,232 | (\$3,668) | -5% | \$5,293 | \$5,275 | \$58,218 | \$52,746 | \$5,472 | \$135,075 |
| VC Finance and Budget | \$14,238 | \$16,426 | (\$2,188) | -13% | \$1,053 | \$1,152 | \$11,583 | \$11,516 | \$67 | \$26,874 |
| VC Graduate Programs | \$15,261 | \$16,376 | (\$1,115) | -7% | \$1,129 | \$1,148 | \$12,415 | \$11,481 | \$934 | \$28,804 |
| Academic Senate | \$1,848 | \$1,875 | (\$27) | -1% | \$137 | \$131 | \$1,504 | \$1,315 | \$189 | \$3,489 |
| University Library | \$56,076 | \$61,032 | (\$4,956) | -8% | \$4,147 | \$4,279 | \$45,618 | \$42,790 | \$2,828 | \$105,842 |
| Continuing Education | \$60,359 | \$67,730 | (\$7,371) | -11% | \$4,464 | \$4,749 | \$49,102 | \$47,486 | \$1,616 | \$113,924 |
| Education | \$89,268 | \$100,555 | (\$11,287) | -11% | \$6,222 | \$6,545 | \$68,439 | \$65,450 | \$2,988 | \$163,928 |
| Law | \$48,365 | \$60,050 | (\$11,685) | -19% | \$4,354 | \$4,399 | \$47,892 | \$43,991 | \$3,901 | \$100,611 |
| Arts & Architecture | \$89,249 | \$109,361 | (\$20,111) | -18% | \$5,647 | \$5,506 | \$62,118 | \$55,056 | \$7,062 | \$157,015 |
| Letters and Science | \$666,394 | \$729,796 | (\$63,402) | -9% | \$48,274 | \$48,169 | \$531,016 | \$481,692 | \$49,324 | \$1,245,684 |
| Dentistry | \$84,927 | \$75,236 | \$9,690 | 13% | \$5,937 | \$5,673 | \$65,308 | \$56,726 | \$8,582 | \$156,172 |
| Medicine | \$1,477,116 | \$1,346,247 | \$130,869 | 10% | \$103,263 | \$101,503 | \$1,135,898 | \$1,015,032 | \$120,866 | \$2,716,277 |
| Medical Group | \$93,314 | \$78,866 | \$14,448 | 18% | \$6,523 | \$5,946 | \$71,758 | \$59,463 | \$12,295 | \$171,595 |
| Athletics | \$40,592 | \$55,272 | (\$14,680) | -27% | \$3,683 | \$2,840 | \$40,512 | \$28,397 | \$12,115 | \$84,787 |
| Administration | \$253,111 | \$276,396 | (\$23,286) | -8% | \$9,300 | \$9,247 | \$102,296 | \$92,472 | \$9,824 | \$364,706 |
| Campus Maintenance | \$63,575 | \$71,403 | (\$7,828) | -11% | \$2,336 | \$2,389 | \$25,694 | \$23,889 | \$1,805 | \$91,605 |
| Campus Crafts | \$110,942 | \$123,708 | (\$12,766) | -10% | \$4,076 | \$4,139 | \$44,838 | \$41,388 | \$3,450 | \$159,856 |
| CTS | \$53,481 | \$59,940 | (\$6,459) | -11% | \$1,965 | \$2,005 | \$21,615 | \$20,054 | \$1,561 | \$77,061 |
| Utilities | \$37,696 | \$42,848 | (\$5,152) | -12% | \$1,385 | \$1,434 | \$15,235 | \$14,335 | \$899 | \$54,316 |
| Capital Programs | \$51,103 | \$59,665 | (\$8,562) | -14% | \$1,588 | \$1,719 | \$17,472 | \$17,187 | \$285 | \$70,163 |
| Housing Administration | \$348,904 | \$356,489 | (\$7,585) | -2% | \$7,765 | \$7,764 | \$85,411 | \$77,639 | \$7,772 | \$442,080 |
| Transportation | \$66,227 | \$63,626 | \$2,601 | 4% | \$1,945 | \$1,962 | \$21,399 | \$19,621 | \$1,778 | \$89,572 |
| UCPD | \$65,291 | \$63,763 | \$1,528 | 2% | \$1,557 | \$1,534 | \$17,127 | \$15,344 | \$1,782 | \$83,975 |
| VC Student Affairs | \$150,631 | \$120,663 | \$29,968 | 25% | \$6,867 | \$7,061 | \$75,540 | \$70,611 | \$4,929 | \$233,038 |
| ASUCLA | \$113,476 | \$175,602 | (\$62,126) | -35% | \$3,361 | \$3,521 | \$36,973 | \$35,215 | \$1,758 | \$153,810 |
| Campus Rate/Premium | \$4,797,410 | \$4,922,387 | (\$124,977) | -3% | \$292,146 | \$290,165 | \$3,213,608 | \$2,901,651 | \$311,957 | \$8,303,164 |

Notes:

*Fiscal 2009-10 GL rate includes Be Smart About Safety rate, which is approximately \$0.01.

**Fiscal 2009-10 EPL rate includes Be Smart About Safety rate, which is approximately \$0.02, and non-litigated claim handling expense rate of approximately \$0.01.

***Fiscal 2009-10 Property rate includes Be Smart About Safety rate which is approximately \$0.01.

MALILAY, DEAN P
INSURANCE & RISK MANAGEMENT
860 WILSHIRE CENTER
135248