

Sent via e-mail on 4/20/2009

To: Medical School Deans
Hospital Directors
Student Health Center Directors

Subject: Professional Liability Program Funding – 2009-10

The Professional Medical & Hospital Liability, General Liability, and Employment Practices Liability actuarial reports are now complete for FY 2009/2010. If you would like to review the reports in their entirety, please visit our website. The reports are located in a login and password protected section of our site. If you do not have the login and password, please contact Robin Neal at Robin.Neal@ucop.edu or (510)987-9591 and she will provide you with the required information.

An option is now available to include the non-litigated employment practice liability claims in this program for an additional 4% of the employment practices liability expense. The protocol for claims handled under this program will be forwarded under separate cover during the month of May and will also be posted on the Risk Services web site.

Loss prevention is key to controlling our self-insured and our insured expenses and financial liabilities. The 6% Prescription continued to result in a credit against our liabilities. We encourage you to participate in this program as well as other loss prevention programs. If you would like more information about the 6% Prescription program please contact Terri Kielhorn at Terri.Kielhorn@ucop.edu or 510-987-9822 or visit the web site <http://www.ucop.edu/riskmgt/documents/the6.doc>.

If you have questions please contact myself, Terri Kielhorn at Terri.Kielhorn@ucop.edu or Karen Vecchi at Karen.Vecchi@ucop.edu.

Regards,



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cc: Senior. Vice President Stobo
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Associate Vice President Munoz
Assistant Vice President Plotts
Associate Vice President Nation
Vice Chancellors for Administration
Hospital Finance Directors
Medical Directors

Budget Directors
Campus/Medical Center Controllers
Planning & Budget Officers
Accounting Managers
Hospital/Campus Risk Managers
Manager Lester
Pr. Analyst McKellar
Risk Manager Kielhorn
Risk Manager Vecchi

**PROFESSIONAL MEDICAL & HOSPITAL LIABILITY
2009/10 EXPENSE ALLOCATION AND FUNDING SCHEDULE**

		EXPENSE		EXPENSE			EXPENSE			Optional	Total	Total	FUNDING
		Professional Liability ⁽¹⁾	Up to 6% Prescription Rebate ⁽²⁾	Non-Patient General Liability		Employment Practices Liability			Non-Litigated Emp. Prac. ⁽⁴⁾	with Non-Litigated			
				Allocation	BSAS ⁽³⁾	Total	Allocation	BSAS ⁽³⁾	Total			Allocation ⁽⁵⁾	Total Funding ⁽⁶⁾
Berkeley	Student Health Center	\$ 35,387	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,387	\$ 35,387
Davis	School of Medicine	5,396,897	(323,814)	-	-	-	-	-	-	-	-	5,396,897	5,396,897
Davis	Medical Center	5,396,897	(323,814)	354,000	14,000	368,000	1,628,000	139,000	1,767,000	71,000	1,838,000	7,531,897	7,531,897
	Subtotal	10,793,794	(647,628)	354,000	14,000	368,000	1,628,000	139,000	1,767,000	71,000	1,838,000	12,928,794	12,928,794
Davis	Student Health Center	14,075	-	-	-	-	-	-	-	-	-	14,075	14,075
	Total	10,807,869	(647,628)	354,000	14,000	368,000	1,628,000	139,000	1,767,000	71,000	1,838,000	12,942,869	12,942,869
Irvine	School of Medicine	3,645,736	(218,744)	-	-	-	-	-	-	-	-	3,645,736	3,645,736
Irvine	Medical Center	3,645,736	(218,744)	330,000	13,000	343,000	397,000	34,000	431,000	17,000	448,000	4,419,736	4,419,736
	Subtotal	7,291,472	(437,488)	330,000	13,000	343,000	397,000	34,000	431,000	17,000	448,000	8,065,472	8,065,472
Irvine	Student Health Center	8,614	-	-	-	-	-	-	-	-	-	8,614	8,614
	Total	7,300,086	(437,488)	330,000	13,000	343,000	397,000	34,000	431,000	17,000	448,000	8,074,086	8,074,086
Los Angeles	School of Medicine	6,313,095	(378,786)	-	-	-	-	-	-	-	-	6,313,095	6,313,095
Los Angeles	Medical Center	4,855,756	(291,345)	841,000	33,000	874,000	736,000	63,000	799,000	32,000	831,000	6,528,756	6,528,756
Los Angeles	Santa Monica	1,329,216	(79,753)	119,000	5,000	124,000	45,000	4,000	49,000	2,000	51,000	1,502,216	1,502,216
Los Angeles	Neuropsychiatric Inst.	128,124	(7,687)	52,000	2,000	54,000	28,000	2,000	30,000	1,000	31,000	212,124	212,124
	Subtotal	12,626,191	(757,571)	1,012,000	40,000	1,052,000	809,000	69,000	878,000	35,000	913,000	14,556,191	14,556,191
Los Angeles	Student Health Center	31,500	-	-	-	-	-	-	-	-	-	31,500	31,500
	Total	12,657,691	(757,571)	1,012,000	40,000	1,052,000	809,000	69,000	878,000	35,000	913,000	14,587,691	14,587,691
Merced	Student Health Center	924	-	-	-	-	-	-	-	-	-	924	924
Riverside	Student Health Center	8,705	-	-	-	-	-	-	-	-	-	8,705	8,705
San Diego	School of Medicine	4,118,428	(247,106)	-	-	-	-	-	-	-	-	4,118,428	4,118,428
San Diego	CSSD	1,620,379	(97,223)	-	-	-	-	-	-	-	-	1,620,379	1,620,379
San Diego	Medical Center	4,118,428	(247,106)	405,000	16,000	421,000	283,000	24,000	307,000	12,000	319,000	4,846,428	4,846,428
	Subtotal	9,857,235	(591,434)	405,000	16,000	421,000	283,000	24,000	307,000	12,000	319,000	10,585,235	10,585,235
San Diego	Student Health Center	15,392	-	-	-	-	-	-	-	-	-	15,392	15,392
	Total	9,872,627	(591,434)	405,000	16,000	421,000	283,000	24,000	307,000	12,000	319,000	10,600,627	10,600,627
San Francisco	School of Medicine	7,910,584	(474,635)	-	-	-	-	-	-	-	-	7,910,584	7,910,584
San Francisco	Medical Center	5,074,890	(304,493)	565,000	22,000	587,000	925,000	79,000	1,004,000	40,000	1,044,000	6,665,890	6,665,890
San Francisco	SF General	2,298,309	(137,899)	-	-	-	-	-	-	-	-	2,298,309	2,298,309
San Francisco	Langley Porter Institute	49,105	(2,946)	21,000	1,000	22,000	34,000	3,000	37,000	1,000	38,000	108,105	108,105
	Subtotal	15,332,888	(919,973)	586,000	23,000	609,000	959,000	82,000	1,041,000	41,000	1,082,000	16,982,888	16,982,888
San Francisco	Student Health Center	2,799	-	-	-	-	-	-	-	-	-	2,799	2,799
	Total	15,335,687	(919,973)	586,000	23,000	609,000	959,000	82,000	1,041,000	41,000	1,082,000	16,985,687	16,985,687
Santa Barbara	Student Health Center	17,320	-	-	-	-	-	-	-	-	-	17,320	17,320
Santa Cruz	Student Health Center	9,286	-	-	-	-	-	-	-	-	-	9,286	9,286
GRAND TOTAL		<u>\$56,045,582</u>	<u>\$(3,354,095)</u>	<u>\$2,687,000</u>	<u>\$106,000</u>	<u>\$2,793,000</u>	<u>\$4,076,000</u>	<u>\$348,000</u>	<u>\$4,424,000</u>	<u>\$ 176,000</u>	<u>\$ 4,600,000</u>	<u>\$63,261,658</u>	<u>\$63,261,658</u>

(1) Professional Liability loss prevention rebate for 2009-10 is a 6% Prescription Premium Rebate program. A description is available on the Risk Services website at <http://www.ucop.edu/riskmgmt/welcome.html>
(2) 6% Prescription Rebate Loss Prevention Program (Guidelines available at <http://www.ucop.edu/riskmgmt/documents/the6.doc>)
(3) BSAS-Be Smart About Safety Loss Prevention Program (Guidelines & Application available at <http://www.ucop.edu/riskmgmt/bsas/welcome.html>)
(4) Locations have an option of adding 4% additional funding to cover Non-Litigated Employment Practices claims currently administered by the location.
(5) Total funding of the annual cost for fiscal year (does not include Optional Non-Litigated Employment Practices funding costs).
(6) Based on the "Medical Malpractice Guidelines", a 50/50 split between Medical Center/Affiliates and the School of Medicine is shown above for professional liability except for UCSF.