



**UNIVERSITY OF GUAM
UNIBETSEDÁT GUÅHAN
Board of Regents**

Resolution No. 21-38

**RELATIVE TO APPROVING THE FY 2021-2022 INSURANCE PROGRAM AND
DELEGATION OF AUTHORITY**

WHEREAS, the University of Guam (UOG) is the primary U.S. Land Grant institution accredited by the Western Association of Schools and Colleges Senior College and University Commission serving the post-secondary needs of the people of Guam and the Western Pacific region;

WHEREAS, the governance and well-being of UOG is vested in the Board of Regents (BOR);

WHEREAS, UOG's insurance program provides liability coverage and protection for its assets, which are vital for student learning;

WHEREAS, UOG and its risk consultant prepared insurance specifications and solicited quotations for the following policies: property, terrorism, crime, and automobile liability;

WHEREAS, the administration reviewed the quotations submitted by responsive and qualified insurance providers, and selected policies which best meet the institution's need, providing the level of coverage necessary to safeguard university assets from major loss or catastrophic damage;

WHEREAS, UOG was not able to obtain insurance quotations in time for a BOR review prior to the expiration of coverage on September 30, 2021;

WHEREAS, UOG's insurance program coverage for the policy year beginning October 1, 2021 was placed into effect by the President, subject to the BOR's ratification;


WHEREAS, the administration presents the FY 2021-2022 insurance program coverage obtained by UOG to the Budget, Finance and Audit (BFA) Committee and the Physical Facilities Committee for review and recommendation to the BOR; and

WHEREAS, the BFA and Physical Facilities Committees have reviewed the attached summary of insurance premiums, policies and coverage and, together with the President, recommend to the BOR for approval and ratification the insurance program coverage that has been executed.

NOW, THEREFORE, BE IT RESOLVED, that the BOR hereby approves and ratifies the insurance program coverage obtained and effectuated for the policy year beginning October 1, 2021; and


BE IT FURTHER RESOLVED, that the BOR delegates authorization to enter into future insurance policies to the President subject to an annual review of activity by the Board.

Adopted this 18th day of November, 2021.



Liza J. Provigo, Chairperson

ATTESTED:



Thomas W. Krise, Ph.D., Executive Secretary

MEMORANDUM

TO: PRESIDENT
FROM: VPAF
DATE: OCTOBER 1, 2021
RE: INSURANCE RENEWAL AND PROGRAM UPDATE

APPROVED/DISAPPROVED 

Attached is a summary of the insurance policies in place for Fiscal Year 2021.

Unfortunately, the premiums went up by nearly \$40,000. There have been a rash of sexual misconduct lawsuits at colleges and universities around the country. This resulted in our policy limit being reduced from \$40 million to \$30 million while the premium is increasing. We had some hard conversations with Bolton – our risk consultants – but they believe that remaining in the risk retention group is still the best option for us. We also explored recapturing the \$40 million limit from a separate policy, but concluded the coverage was not worth the additional cost.

There will be some slight changes to the premiums when the Guam Cultural Repository is officially added to our property list. Also, the auto liability has not been updated for the current vehicle inventory. There will be a small adjustment when that is updated.

As you will recall, we advised the Board at the last meeting that we would enter into the policies and bring them to the Board at the December meeting for ratification. We will also request that the Board authorize you to enter into these policies in the future.

Therefore, I am recommending approval of these policies for the 2021/2022 policy year.

University of Guam
Insurance Renewals
Sep-21

| Coverage Type | 2017/2018 Premium | 2018/2019 Premium | 2019/2020 Premium | 2020/2021 Premium | 2021/2022 Premium | Calvo's | Guahan | Nanbo | Moylan's | Notes |
|---------------------------|-----------------------------|----------------------|----------------------|----------------------|----------------------|---------|--------|-------|----------|--------------------|
| Property | 269,053 | 269,053 | 269,053 | 269,053 | 269,053 | | | | 269,053 | 5th of 5 Year Term |
| Terrorism | 8,313 | 8,313 | 8,313 | 8,313 | 8,313 | | | | 8,313 | 5th of 5 Year Term |
| Automobile Liability | 9,725 | 10,508 | 10,873 | 14,844 | 14,844 | | | | 10,508 | 2nd of 3 Year Term |
| Crime | 6,000 | 5,700 | 5,700 | 4,860 | 4,860 | | | | 4,860 | 2nd of 3 Year Term |
| | Risk Retention Group Quotes | | | | | | | | | |
| General Liability | 91,333 | 91,333 | 98,021 | 103,568 | 101,731 | | | | | |
| Excess Liability | 98,539 | 99,524 | 112,460 | 143,604 | 158,363 | | | | | |
| Educators Liability | 73,137 | 74,600 | 80,832 | 98,258 | 123,955 | | | | | |
| Professional Liability | 22,983 | 24,483 | 24,483 | 24,904 | 25,651 | | | | | |
| Total U/E | 285,992 | 289,940 | 315,796 | 370,334 | 409,700 | | | | | |
| Totals | 579,083 | 583,514 | 609,735 | 667,404 | 706,770 | | | | | |

Notes: Property premium will be revised when GCR is completed.
Auto Liability is not updated for current auto count.