



# UCF Board of Trustees

*Audit and Compliance Committee*

September 27, 2024

## **Agenda Item**

DISC-3: University Compliance, Ethics, and Risk Update

## **Proposed Action**

This information is being presented for discussion purposes only.

## **Authority for Board of Trustees Action**

UCF Audit and Compliance Committee Charter

Board of Governors Regulation 4.003 State University System Compliance and Ethics Programs.

### **Supporting Documentation Included**

Attachment A: University Compliance, Ethics, and Risk Update

### **Facilitators/Presenters**

Rhonda L. Bishop, Vice President for Compliance, Ethics, and Risk

## **Summary of Key Observations/Recommendations**

The update will focus on the following:

- Status of the automotive self-insurance program
  - Program covers physical damage only
  - Fund balance - \$176,594
  - Claims processed to date - 21
  
- Realignment of the workplace and fire safety teams to the Office of Enterprise Risk and Insurance Management
  - Aligns functions consistent with the state's Division of Risk Management program guidelines
  - Integrated incident / accident investigation and handling

## **Additional Background**

The committee was provided an overview of the analysis to transition to a self-insurance model for automotive insurance and certain lines of equipment coverage last September. The analysis of the university's automotive insurance identified efficiencies and more comprehensive coverage that could be attained through a self-insurance model. As previously discussed, the transition supported consistency in claims handling across all university departments and provided the opportunity to implement risk mitigation strategies. The financial savings for the university from the elimination of insurance premiums is approximately \$210,000 annually.

These efforts are in keeping with the ongoing strategy of the office to focus on (1) Efficiency, (2) Coverage, and (3) Expanded Risk Initiatives. These efforts continue to mitigate risk exposure to the university and the associated financial impacts.

## **Implementation Plan**

Materials are provided for discussion only.

## **Resource Considerations**

There are no resource considerations.