



UNIVERSITY OF HAWAI'I SYSTEM

ANNUAL REPORT

REPORT TO THE 2006 LEGISLATURE

Annual Report on
University of Hawai'i Risk Management Special Fund

Act 186, SLH 2003

November 2005

**Report to the 2005 Legislature on
University of Hawaii Risk Management Special Fund**

Act 186, SLH 2003

November 2005

Act 186, SLH 2003 amended Chapter 304, Hawaii Revised Statutes, by:

- (a) creating the University of Hawaii risk management special fund (RMSF); and
- (b) providing the board of regents with the authority to approve the indemnification of persons, companies, and government entities, as necessary, to receive research and other funds for educational purposes.

Act 186, SLH 2003 authorized the creation of the University of Hawaii risk management special fund effective July 1, 2003. During the fiscal year ended June 30, 2005, the University of Hawaii, Office of Risk Management assessed each campus based on a number of factors such as number of students, number of employees, number of automobiles, and square footage of buildings and collected \$1,963,870.00. This assessment was added to the remaining balance of \$247,231.65 from FY03-04 for a total available funds of \$2,211,101.65 for FY 04-05. The total expenditures from the RMSF for FY 04-05 were \$608,539.03. The payments were made for legal settlements (\$203,474.99); insurance premiums (\$340,067.32); Legal expenses (\$24,996.72) and workers' compensation encumbrance for non-payroll assessed claimants (\$40,000). The ending balance for fiscal year 2004-2005 is \$1,602,562.62.

FUNDING SOURCES FY 04-05

Campus	Assessment Amount
University of Hawaii at Manoa	\$1,347,062.00
University of Hawaii at Hilo	\$263,270.00
University of Hawaii at West Oahu	\$10,683.00
Kapiolani Community College	\$83,380.00
Leeward Community College	\$64,733.00
Honolulu Community College	\$56,622.00
Windward Community College	\$44,374.00
Maui Community College	\$40,457.00
Hawaii Community College	\$31,296.00
Kauai Community College	\$21,993.00
TOTAL	\$1,963,870.00
Balance from FY03-04	\$247,231.65
AVAILABLE FUNDS FOR FY04-05	\$2,111,101.65

EXPENDITURES FROM RMSF FOR FY 04-05

SETTLEMENTS

Darryl Zehner	\$ 43,974.99
Doe v. Hawai`i CC, (Civ. No. 04-00083)	120,000.00
Dobelle (Ins. premium)	39,500.00

TOTAL SETTLEMENTS	\$ 203,474.99
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INSURANCE PREMIUMS

ELL/D & O	\$ 300,000.00
General Liability: Stan Sheriff Arena	40,067.32

TOTAL INSURANCE PREMIUMS	\$ 340,067.32
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LEGAL EXPENSES

Office of General Counsel: Legal Expenses	\$ 24,207.62
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Office of Risk Management: Legal Expenses	\$ 789.10
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TOTAL LEGAL EXPENSES	\$ 24,996.72
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WORKERS' COMPENSATION

Encumbrance for non-payroll assessed claimants	\$ 40,000.00
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TOTAL WORKERS' COMPENSATION	\$ 40,000.00
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TOTAL EXPENDITURES FROM RMSF FOR FY 04-05	\$ 608,539.03
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AVAILABLE FUNDS FOR FY 04-05	\$2,211,101.65
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ENDING FUND BALANCE (6/30/05)	\$1,602,562.62
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