APPROVED

MINUTES OF THE CSURMA EXECUTIVE COMMITTEE MEETING

SEPTEMBER 5, 2025 @ 8:30 AM

ALLIANT INSURANCE SERVICES
18100 VON KARMAN AVENUE, 10TH FLOOR • IRVINE, CA 92612

MEMBERS PRESENT
Scott Apel (Chair), California State University, Long Beach
Mike Beatty, San Francisco State University
Colin Donahue, California State University Northridge
Robert Eaton (Treasurer), CSU Office of the Chancellor, Financing, Treasury & Risk Management
Chuck Kissel, CSU Fullerton Auxiliary Services Corporation
Rose McAuliffe (Vice Chair), California State University, Stanislaus
Bill Olmsted, University Union Operation of CSUS, Inc.
Lynniece Warren, California State University, San Bernardino
Jeff Wilson, San Francisco State University

MEMBERS ABSENT
None

STAFF, GUESTS & CONSULTANTS
Smey Chum, CSU Office of the Chancellor, Financial Services
Zachary Gifford, CSU Office of the Chancellor – Systemwide Risk Management
Tevea Him, Alliant Insurance Services, Inc.
Daniel Howell, Alliant Insurance Services, Inc.
William Hsu, CSU Office of the Chancellor, Office of General Counsel
Deanna Jacona, Hudson Claims Consulting
Alice Kim, CSU Office of the Chancellor, Financial Services
Amy Lightner, Alliant Insurance Services, Inc.
Mimi Long, Alliant Insurance Services, Inc.
Ryan Lopez, Alliant Insurance Services, Inc.
Jullia Perancullo, CSU Office of the Chancellor, Financial Services
Jaime Thompson, CSU Office of the Chancellor, Office of General Counsel
Edward Villanueva, Capital Planning, Design, and Construction
Robin Webb, CSU Office of the Chancellor, Office of General Counsel

A. CALL TO ORDER

The meeting was called to order by the Chair, Scott Apel at 8:30 AM.

A1. Approval of the Agenda

A motion was made to approve the meeting agenda.

Motion: Robert Eaton
Second: Rose McAuliffe

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

B. PUBLIC COMMENTS

There were no comments from members of the public.

C. CONSENT CALENDAR

C1. Approval of Minutes – May 2, 2025 and May 16, 2025
C2. Adoption of CSURMA Executive Committee and Board of Directors FY 2026-27 Meeting Calendar
C3a. Financial Reports: Draft Financial Statement at June 30, 2025
C3b. Financial Reports: Treasurer's Quarterly Investment Report at June 30, 2025

A motion was made to approve the items on the consent calendar.

Motion: Chuck Kissel
Second: Robert Eaton

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

California State University Risk Management Authority

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Motion carried.

D. GENERAL ADMINISTRATION

D1. Excess Insurance Renewal Report

Amy Lightner provided an overview of the CSURMA excess insurance renewals for FY 2025–26. Table 1 shows a year over year summary.

CSURMA Campus and AORMA Risk Pools Year Over Year Insurance Cost at July 1, 2025				
Coverage	**FY 24/25**	**FY 25/26**	**$ Change**	**% Change**
Liability Reinsurance	6,462,833	7,282,615	819,782	13%
Liability Excess Insurance	20,957,814	23,805,044	2,847,230	14%
Property	35,518,148	35,339,349	-178,799	-1%
Workers' Compensation	32,967,819	34,534,408	1,566,589	5%
Cyber	1,766,975	1,745,850	-21,125	-1%
Fine Arts	331,517	331,517	0	0%
SLIP, SAFECLIP, CLIP	963,591	1,189,467	225,877	23%
Aviation	274,709	326,595	51,886	19%
Medical Malpractice	272,395	272,395	0	0%
Fidelity	532,192	532,192	0	0%
Total Cost:	**$100,047,993**	**$105,359,433**	**$5,311,440**	**5%**

D2. CSURMA Risk Pools Rating Plan Task Group

The Executive Committee established the Rating Plans Task Groups (RPTG) to review and recommend revisions to the rating plans for each of the Campus Coverage Programs. The RPTG convened on August 1, 2025, and August 19, 2025.

The Committee received a report on the task group’s findings and recommendations:

Liability Program – Rating Recommendations

1. Update deductible selection credits for fiscal years 2026/27, 2027/28, and 2028/29.

2. Increase the minimum deductible from $50,000 to $100,000.

3. Increase the claim retention from $50,000 to $100,000 and the claim cap from $500,000 to $650,000 for use in the Experience Modification (X-Mod) calculation.

4. Increase the minimum deductible for Self-Supporting Funds from $35,000 to $50,000.

5. Continue to monitor injuries/claims resulting from combat sports.

Property Program – Rating Recommendations

1. Continue surveying campuses regarding remote locations to validate information such as physical address, location descriptions, and property valuations.

2. Update deductible selection credits for fiscal years 2026/27, 2027/28, and 2028/29.

3. Update claim surcharges as follows:
   Risk Pool Claim Surcharge: Increase from 1% to 2% for each claim over $100,000.
   Excess Insurance Claim Surcharge:
   - 5% for each claim over $1,000,000 (no change)
   - 10% for each claim over $2,500,000 (new)
   - 15% for each claim over $5,000,000 (increased from 10%)

A motion was made to recommend approval of the proposed revisions to the Campus Liability and Property Program rating plans for adoption by the Board.

Motion: Mike Beatty
Second: Bill Olmsted

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

D3. Campus Risk Pool Actuarial Reports Valued at June 30, 2025

The Committee reviewed the actuarial report exhibits.

A motion was made to accept the actuarial reports as presented.

Motion: Lynniece Warren
Second: Chuck Kissel

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

D4a. Campus Risk Pools Funding Status at June 30, 2025

The Committee reviewed the Estimated Risk Pool Funding Status exhibit as of June 30, 2025.

D4b. 2025 Proposed Campus Dividend / Assessment

The Committee reviewed the Goal for Retained Funds exhibit and the Risk Pool Funding Status and Cash Flow Obligations exhibit.

As shown on the CSURMA Financial Statement as of June 30, 2025:

- The **Campus Workers' Compensation Program** has a fund balance of $22,400,507, but a current cash and investments deficit of -$11,453,292.
  Any dividend declared from this program would worsen the current cash and investments position.

- The **Campus Liability Program** has a fund balance deficit of -$28,248,653.
  The program will continue to be assessed $5,000,000 annually until the fund balance becomes positive.

A motion was made to approve an assessment of $5,000,000 to the Liability Program and to declare no dividend from the Workers' Compensation Program.

Motion: Jeff Wilson
Second: Scott Apel

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			

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NAME	AYE	ABSTAIN	NAY	ABSENT
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

D4c. FY 2026/27 Rates and Gross Funding Campus Coverage Programs

The Committee reviewed the draft FY 2026/27 rates and gross funding worksheets for each Campus Coverage Program. The overall program costs are noted below:

Campus	Current FY 25/26	Proposed FY 26/27	$ Chg	% Chg
Liability	$44,843,251	$60,269,625	$15,426,374	**34%**
Workers' Compensation	34,940,364	37,722,012	$2,781,648	**8%**
Property	41,215,726	41,184,333	($31,393)	**0%**
AIME	4,282,080	4,399,158	$117,078	**3%**
Auto Liability	4,024,469	3,078,149	($946,320)	**-24%**
IDL NDI UI	14,991,757	14,949,918	($41,839)	**0%**
Total	**$144,297,647**	**$161,603,195**	**$17,305,548**	**12%**

A motion was made to recommend to the Board of Directors the adoption of the Campus Coverage Programs funding for FY 2026/27 as presented, which includes the Rating Plans Task Group's recommended rating plan updates.

Motion: Mike Beatty
Second: Robert Eaton

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

D5. Workers' Compensation Claims Administration Audit

CSURMA engages Sedgwick Claims Management Services (Sedgwick CMS) to serve as third-party claims administrator (TPA) for Campus Workers' Compensation Risk Pool claims. A service performance audit was completed by Deanna Jacona, CSURMA's Senior Workers' Compensation Claims Consultant. Jacona provided a summary of the audit results.

A motion was made to accept the report as presented.

Motion: Mike Beatty
Second: Robert Eaton

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

D6. Liability Claims Administration Audit

CSURMA engaged R.E. Powers & Company, LLC to conduct a liability claims administration audit of the Systemwide Risk Management (SRM). Zachary Gifford presented a summary of the audit findings.

A motion was made to accept the report as presented.

Motion: Chuck Kissel
Second: Mike Beatty

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			

Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

D7. San Francisco Bay Region Network

In response to enrollment declines, demographic shifts, and significant financial pressures at Sonoma State University, San Francisco State University, and CSU East Bay, the San Francisco Bay Region Network (SFBRN) is being launched. The SFBRN will consolidate the campuses' back-office administrative and transactional operations into a single, cost-effective structure.

The consolidated operations will include:
- Information Technology
- Human Resources
- Procurement
- Accounts Payable

Because SFBRN's exposures to loss must be allocated among the three campuses, a rating allocation plan will be required.

The Program Administrator was directed to:
- Draft an internal memo outlining how claim costs will be allocated between the participating entities, and
- Include the memo as an information item on the October CSURMA Executive Committee agenda.

D8. AI Campus Security

There has been growing interest in Artificial Intelligence (AI) Security across the CSU system. While some campuses may already have limited AI-based security measures in place, there is currently no systemwide solution.

The Committee directed the Program Administrator to consult with a subject matter expert and bring a formal recommendation to the Executive Committee.

D9. Liability Program Scope of Coverage for Entrepreneurial Activities

Staff recently became aware that a campus hosted a large-scale music concert with approximately 50,000 attendees. Historically, events of this magnitude were typically organized by third-party promoters, with the University serving as the venue host and receiving compensation for facility use and security services. In such cases, the University benefited from liability protections through the promoter's indemnification and insurance, as required by the facilities use agreement.

As campuses begin to take a more active role in planning and managing these types of events, there is a potential increase in liability exposure that may not be fully addressed under CSURMA's Campus and Auxiliary Organization Liability Program coverage and funding structure.

The Committee directed the Program Administrator to:

- Add this topic to the FY 2025/26 Long-Range Action Plan, and
- Survey campuses and auxiliary organizations to assess the frequency and nature of these entrepreneurial activities.

E. AUXILIARY ORGANIZATIONS INSURANCE PROGRAMS

E1. AIME Program Update

Michael Beatty provided an overview of the AIME meeting.

E2. AORMA Programs Update

Chuck Kissel gave an overview of the AORMA Officers' Retreat, as well as the most recent AORMA Committee meeting.

F. CLOSED SESSION

1. CSU v. SELF
2. Rogers/Weber v. CSU
3. Marco v. CSU
4. Paredes/Ramos v. CSU
5. Roe v. CSU
6. Shepler v. CSU

A motion was made to enter closed session at 10:25 AM.

Motion: Rose McAuliffe
Second: Chuck Kissel

NAME	AYE	ABSTAIN	NAY	ABSENT
Scott Apel	X			
Mike Beatty	X			
Colin Donahue	X			
Robert Eaton	X			
Chuck Kissel	X			
Rose McAuliffe	X			
Bill Olmsted	X			
Lynniece Warren	X			
Jeff Wilson	X			

Motion carried.

The Committee came out of closed session at 10:57 AM. The Chair reported that no action was taken during the closed session.

G. INFORMATION ITEMS

The Committee reviewed the information items, and no action was taken.

G1. Campus Workers' Compensation Program Aggregate Stop Loss Coverage Status (PARCEL)
G2. CSURMA Committee Member Professional Development
G3. CSURMA Meeting Calendar

The Executive Committee will meet on December 5, 2025, at the Alliant Irvine office. Therefore, the January 2026 meeting traditionally held during the AOA conference will be canceled.

G4. FY 2025/26 Long Range Planning Goals
G5. CSURMA Administrative Service Calendar
G6. CSURMA Executive Committee & Staff Contact List

H. ADJOURNMENT

The meeting was adjourned at 10:59 PM.