

General Liability Assessment Program Costs

The University of California has maintained a General Liability self-insurance program since 1986. As of FY 1997-1998, costs previously borne by the Office of the President for claims paid under the self-insurance program were proportionately distributed to the campuses. Deans, Directors memos issued on June 16, 1998 by Associate Vice Chancellor Sam Morabito and July 31, 1998 from Assistant Vice Chancellor Susan Abeles discussed the General Liability Assessment Program and its implementation at UCLA. On this campus, charges for the General Liability Program Costs are made to all extramural funding sources with the exception of support from the federal government, federal flow-through funds and contracts and grants from state or local governments. Awards from non-profit and for-profit sponsors are being assessed for these general liability program costs.

As shown in the following table, proposal budgets being developed for submission to non-profit and for-profit sponsors should incorporate costs for the General Liability program assessments. Budgets for the FY 2003-2004 through 2009-2010 should use the estimated rates indicated in the table below. Budgets being developed for Fiscal years beyond 2009-2010 should use the rate of \$0.60/\$100 payroll.

FY 2005-2006	\$0.48/ \$100 payroll
FY 2006-2007	\$0.50/ \$100 payroll
FY 2007-2008	\$0.55/ \$100 payroll
FY 2008-2009	\$0.58/ \$100 payroll
FY 2009-2010	\$0.60/ \$100 payroll

Budgets should be developed by multiplying the appropriate rate by the budgeted subtotal for salary charges. The resulting figure should be shown in the "Supply" (sub 3) category. The budget justification should indicate that these are General Liability Assessment Program costs. If further explanation is required, the budget justification should indicate that these charges represent a share of the cost of claims paid by the University under its General Liability self-insurance program.

These rates are the current estimates and may be adjusted as indicated in the Deans, Directors memo issued on June 8, 2005 by Brad Erickson, Director, Campus Service Enterprises. The memo includes a premium schedule depicting the premium rate that will be charged to campus organizations based on respective experience ratings. Further information and guidance may be obtained from the UCLA Office of Insurance and Risk Management (OIRM) at x48013.

Last updated on October 19, 2005