

Property & Liability Outreach

Produced by Department of Administration Bureau of State Risk Management

July 2022
FY23, Quarter 1

FY23 Renewal Update

BSRM with the assistance of the state’s broker of record, Gallagher, just finished the states FY23 Excess Property & Liability renewals along with several other boutique policies. As like last year’s renewals, a combination of market factors in both the Property and Liability markets coupled with our trending loss history resulted in premium increases. To help mitigate these increases the state took quota shares in the primary layers of each of the property and liability programs. Technically speaking the states responsibility will increase if losses are realized in the primary layer, however, both programs self-insured retentions remained the same as expiring. For more detailed information on either program, contact, Brad Templin, BSRM’s Property and Liability Program Manager.

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Whenever your agency/campus has a larger valued shipment (over land, air or sea) be sure you are reporting the shipment to BSRM if you are looking for coverage through the Self-Funded program. The agency/campus deductible of \$1,000 still applies when and where applicable. If you have any additional questions or concerns, Contact Property Specialist, [Andy Eisler](#) to learn more.

Marine Cargo Shipment Request Form

Paid Property Claims

Auto	Auto
<u>FY21 Total</u>	<u>FY22 Total</u>
\$467,390	\$462,127
Property w/o Auto	Property w/o Auto
<u>FY21 Total</u>	<u>FY22 Total</u>
\$9,528,980	\$4,046,396

Amounts Paid Do Not Include Recoveries

Risk Management Spotlight: Meet Robert Grieshaber

I’ve been at UW-Parkside as Safety-Risk Officer since 2012; before that I worked at UW-Milwaukee for 21 years as an Environmental Health Specialist. I’m a Registered Sanitarian and Certified Industrial Hygienist. My public health background came in handy as we were dealing with campus Covid-19 management. Being a one-person safety environmental risk management department at a campus can be a challenge given the diverse scope of issues, everything from international travel to radiation safety. I interface with nearly everyone on the campus. In 31 years, we’ve made many improvements in the UW but there’s still so much to shore up. In my free-time I enjoy working in the yard and everything train-related from railroad history, train photography and riding Amtrak when I get a chance.



Six Risks to Watch in the Next Decade

Cyber Risk

Cyber risk is a top concern among North America Businesses now and is expected to remain so in the coming years as ransomware attacks continue to grow.

Supply Chain and Vendor Risk

Companies (and consumers) continue to face persistent shortages, delays and rising commodity cost.

Pandemic Risk

While the crisis has affected aspects of many global organizations, its impact on employees may have the most lasting effects in the next decade.

Climate Risk

A warming planet brings a wide range of exposures – from operational risks to regulatory uncertainty in the risk transfer markets – and will likely have a dramatic effect on consumer preferences.

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Intellectual Property Risk

It is becoming urgent for companies to protect their intellectual property (IP) – patents, copyrights, trademarks, and trade secrets that collectively make up an immense and growing asset class.

Reputational Risk

The pervasiveness of social media, a 24/7 news cycle and a near constant stream of high-profile incidents have only reinforced the importance – and potential damages – of reputational risk in the decade to come.

To read more on these risk, click [here](#)

Information above provided and shared by AON

Liability Liaise

Professional Liability coverage is insurance that protects professionals against negligence and other claims initiated by their clients and or customers. Professionals who have expertise in a specific area require this type of insurance because general liability coverage/policies do not offer protection against claims arising out of business or professional parities such as negligence or misrepresentation.

How does Professional Liability Insurance/Coverage work?

Professional liability insurance (Errors & Omissions) is a specialty coverage that is not provided under other policy endorsements. Typically, professional liability coverage/policies will indemnify the insured against loss arising from any claim or claims made by reason of any covered error, omission or negligent act committed in the conduct of the insureds professional business during the policy or coverage period.

What does Professional Liability not include or cover?

Coverage does not include criminal prosecution nor any forms of legal liability under civil law, non-insureds and cyber liability, including but not limited to data breaches and other technology issues.

SAVE THE DATE(S)

2022 Virtual Risk Management Conference Dates

Wednesday, November 2nd
Thursday, November 3rd
Wednesday, November 9th
Thursday, November 10th

Experts Corner

Katie Vohs

Company: **Sedgwick** Position: **Regional General Adjuster**

We have come across a few questions as to what Sedgwick needs from contractors when they submit a repair estimate on a claim. We oftentimes receive “bulk estimates” that provide a lump sum total and a very short summary of what the contractor is estimating for. You may have heard us respond that we need the contractor to provide a full breakdown of their labor and materials with associated costs or ask that they provide their subcontractors’ bids for our review. We ask this of contractors for many reasons, including:

- To verify their scope is in line with the repairs needed.
- To verify that they are utilizing “like kind and quality” materials.
- To identify any price drivers or special circumstances that may affect the estimated costs.
- To verify that the labor and material rates are in line with what is customary in your area.
- To make sure that the proper overhead & profit is applied, and reasonable “markups” are being applied on materials or subcontractors’ work.

In response to our request to provide a full breakdown of their quote, we either receive what was requested or we are met with contractors that are unwilling to provide the requested details. If we end up with an unresponsive contractor or we are unable to validate the estimate received, we may request that you obtain alternative bids from other contractors at that time.

We try very hard to review estimates and provide approvals as quickly as possible. You can help speed up our validation/approval process by advising your contractors to provide a detailed estimate up front.

Paid Liability Claims

FY21

FY22

\$4,185,105

\$4,649,373

Open Claim Counts

July 2022

Auto

General

22

31

Civil Rights

Environmental

463

0

Medical Malpractice

12

Professional

31

Employment Practices

19

Total

578

Website:

[P&L Webpage](#)

Contact Us

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