



UNIVERSITY  
of HAWAII®  
SYSTEM

David Lassner  
President

# DEPT. COMM. NO. 67

10

December 9, 2016

The Honorable Ronald D. Kouchi,  
President and Members of the Senate  
Twenty-Ninth State Legislature  
Honolulu, Hawai'i 96813

The Honorable Joseph Souki, Speaker  
and Members of the House of Representatives  
Twenty-Ninth State Legislature  
Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Souki, and Members of the Legislature:

For your information and consideration, the University of Hawai'i is transmitting one copy of the Annual Report on University of Hawai'i Risk Management Special Fund (Section 304A-2151, Hawai'i Revised Statutes/Act 186, Session Laws of Hawai'i 2003) as requested by the Legislature.

In accordance with Section 93-16, Hawai'i Revised Statutes, this report may be viewed electronically at: <http://www.hawaii.edu/offices/government-relations/2017-legislative-reports/>.

Should you have any questions about this report, please do not hesitate to contact Stephanie Kim at 956-4250, or via e-mail at [scskim@hawaii.edu](mailto:scskim@hawaii.edu).

Sincerely,

A handwritten signature in black ink, appearing to read "David Lassner".

David Lassner  
President

Enclosure

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# UNIVERSITY OF HAWAI‘I SYSTEM ANNUAL REPORT



REPORT TO THE 2017 LEGISLATURE

Annual Report on  
University of Hawai'i Risk Management Special Fund  
*(This report provides the revenue and expenditures for the Risk Management  
Special Fund during the fiscal year ending June 30, 2016)*

HRS 304A-2151  
(Act 186, SLH 2003)

December 2016

**Report to the 2017 Legislature on**  
**University of Hawai'i Risk Management Special Fund**  
**HRS 304A-2151 (Act 186, SLH 2003)**

December 2016

Act 186, SLH 2003, amended Chapter 304, Hawai'i Revised Statutes, by:

- (a) creating the University of Hawai'i 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 authorized the creation of the University of Hawai'i risk management special fund ("RMSF") effective July 1, 2003. During the fiscal year which ended June 30, 2016, the University of Hawai'i Office of Risk Management assessed each campus based on numerous factors such as number of students, number of employees, number of automobiles, and square footage of buildings and collected a total of \$1,935,744.00. The University also received \$107,000.00 in reimbursements and \$0.00 in interest income. These assessments, reimbursements and income were added to the remaining balance of \$6,104,192.16 from FY 2015 for total available funds of \$8,148,085.57 for FY 2016. Total expenditures from the RMSF for FY 2016 were \$2,461,117.09. Payments were made for legal settlements (\$985,835.06), insurance premiums (\$659,171.00), legal expenses (\$814,343.99), and replenishment of the Worker's Compensation escrow account (\$1,767.04).

**UNIVERSITY OF HAWAI'I  
RISK MANAGEMENT SPECIAL FUND  
FOR ANNUAL LEGISLATIVE REPORT**

	<b>FY 2016</b>
Beginning Balance	6,104,192.16
Revenue	
Assessments	1,935,744.00
Reimbursements	107,000.00
Fringe Reserve Reimbursement	1,149.41
Interest Income	0.00
Total Available Funds	<u>8,148,085.57</u>
Expenditures	
Settlements	985,835.06
Insurance Premiums	659,171.00
Legal Expenses	814,343.99
Workers' Compensation Replenishment	1,767.04
FMO Fire-Related Expenses	0.00
Expenditure Subtotal	<u>2,461,117.09</u>
Ending Cash Balance	<u><u>5,686,968.48</u></u>