

FOUR CAMPUSES UNITED
ALL FOUR: COLORADO

Regent Finance Committee

Insurance Captive Update August 20, 2018



University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

CU Captive Project Management Update

We are on track to reach our goal of obtaining Colorado Division of Insurance approval and license for creating CU's captive insurance company by October 1, 2018. Currently, we are:

- ✓ Conducting monthly captive implementation team meetings with:
 - Legal
 - Actuary
 - Treasury
 - Audit/Controller
 - Finance/Accounting
 - Insurance and Claims
 - System Administration
 - Campus Administration
 - Captive Management Consultant

- ✓ Obtaining approval of captive name, Altitude West, with Secretary of State



CU Captive Project Management Update

Current activities (continued):

- ✓ Request resolution authorizing captive formation
- ✓ Execute and submit captive application with Division of Insurance for review and final approval
- ✓ Obtaining approval of captive officers with Division of Insurance
 - System Chief Financial Officer
 - Campus Chief Financial Officers
 - System Chief Risk Officer
- ✓ Securing captive service provider agreements
 - Captive Management – Sterns Risk Partners Consultants
 - Audit – Clifton Larson Allen
 - Actuary – Willis, Towers, Watson



CU Captive Project Management

Next steps:

- ✓ Finalize captive legal formation with Division of Insurance and Secretary of State
- ✓ Obtain final approval and license from Division of Insurance
- ✓ Obtain FEIN and captive bank account
- ✓ Capitalize bank account with minimum capital of approximately \$2.5 million from current Risk Management Insurance Fund

We will update the Board of Regents in September with progress toward implementation

