



State of Utah

GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

Department of Administrative Services

TANI PACK DOWNING
Executive Director

Division of Risk Management
BRIAN NELSON, *Director*

June 30, 2020

RE: Property Coverage Deductible

Dear Risk Coordinators and Managers,

Toward the end of each fiscal year, we carefully review our insurance programs, coverage forms, loss experience, and program deductibles. Based upon that review, we have decided to increase the Property Program deductible to \$2,500 per occurrence—previously \$1,000 per occurrence. This difficult decision was precipitated by several factors, including the significant increase in our excess property premium (over 50%) and our property loss experience in fiscal year 2020, which exceeded \$70Million.

We recognize that this change will impact your budgets; however, it remains our greater hope that we will all be motivated to improve our collaborative efforts to stop preventable losses and lower the costs of insurance. Should you have any questions or concerns, please reach out to us.

Sincerely,

BRIAN NELSON
State Risk Manager