

PROGRAM DESCRIPTION

Department Office of Administration

HB Section(s): 5.175

Program Name Missouri Public Entity Risk Management Fund (MOPERM)

Program is found in the following core budget(s):

1a. What strategic priority does this program address?

Since 1987, MOPERM provides liability and property coverage for its member public entities. Because laws, legal immunities and defenses affect public entities differently than individuals and nongovernment entities, coverage for liabilities specific to public entities is often not available in the private insurance market, either at all or at competitive rates.

MOPERM provides an important budgetary function for its member public entities by moderating their annual budgets to provide a means to cover expenditure "spikes" caused by occasional claims while not having to accumulate reserved funds to pay such claims.

1b. What does this program do?

MOPERM underwrites liability and property risks, invoices participating public entities for coverage, and pays claims accruing from and against MOPERM member public entities.

2a. Provide an activity measure(s) for the program.

MOPERM provides coverage for over 1,000 local government entities, including counties, cities, school districts, and other public entities. MOPERM received 945 claims during calendar year 2020, and adjusted and closed 1,020 claims during the same calendar year.

2b. Provide a measure(s) of the program's quality.

MOPERM members stay with MOPERM year after year, at nearly a 99% rate. Of the public entities requesting quotes for coverage from MOPERM, over half accept that quote and coverage from MOPERM.

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2c. Provide a measure(s) of the program's impact.

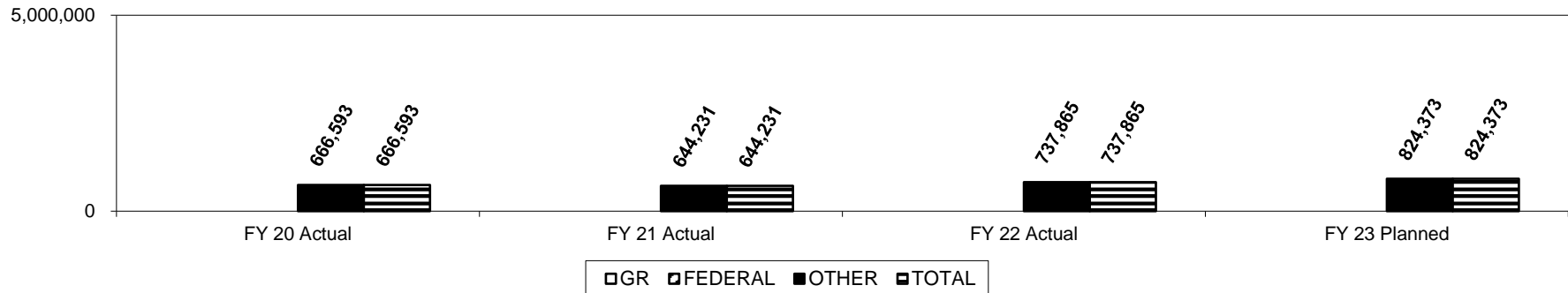
MOPERM provides coverage for 53 Missouri counties, 266 Missouri municipalities, 19 Missouri school districts, and 684 other Missouri public entities (as of September 2022).

2d. Provide a measure(s) of the program's efficiency.

MOPERM's ratio of expenses to claims payments made is nearly 10% less than that for typical commercial insurers. MOPERM is one of the largest public risk pools in the United States, but has one of the lowest staff/member ratios of any public entity risk pools.

3. Provide actual expenditures for the prior three fiscal years and planned expenditures for the current fiscal year. (Note: Amounts do not include fringe benefit costs.)

Program Expenditure History



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4. What are the sources of the "Other " funds?

All of MOPERM's operating funds are derived from its participating public entities. MOPERM's employees are provided by the Office of Administration, and MOPERM reimburses the State for all payroll and benefit costs pursuant to Section 537.705, RSMo.

5. What is the authorization for this program, i.e., federal or state statute, etc.? (Include the federal program number, if applicable.)

Sections 537.700-537.756, RSMo

6. Are there federal matching requirements? If yes, please explain.

No

7. Is this a federally mandated program? If yes, please explain.

No