



Quick Tips Transit Risk Insurance

University of California, Santa Barbara

REFERENCE

University of California Property Self-Insurance Program ([Business & Finance Bulletin BUS-28A & BUS-28C](#))

COVERAGE

- 1) Domestic Shipments <\$100,000: Automatic coverage under the Property Self-Insurance Program (BUS-28A).
- 2) Domestic Shipments >\$100,000 & Employee Household Goods: All-risk coverage for shipment of goods via any common (commercial) transit carrier within continental US and Canada. Advance written approval of campus Risk Management and OP Risk Management required. Coverage against all risks (except wear & tear; gradual deterioration; insects; vermin; inherent vice; damage sustained from any repairing, restoration, or retouching process; war; and nuclear hazards).
- 3) Foreign Shipments: University shipments outside continental United States (Alaska, Hawaii, U.S. territories and foreign countries) can be covered on a commercial marine open cargo policy. Coverage on all-risk basis, subject to customary all-risk exclusions. Advance written approval of campus Risk Management required.

EXCLUSIONS

Shipment of fine arts on and off campus and movement by U.S. Postal Service if wholly within the continental US (including Alaska) & Canada not covered under BUS-28A or C. Coverage under Open Cargo policy is limited to scientific equipment and supplies, medical goods, automobiles and trucks, and household goods/personal effects.

SECURING COVERAGE

- 1) Domestic Shipments <\$100,000: Coverage is automatic under BUS-28A.
- 2) Domestic Shipments >\$100,000 & Shipments of Employee Household Goods: Complete and submit [Application for Domestic Transit Insurance](#) to campus Risk Management in advance of shipment. OP Risk Management must approve all coverage. Coverage is under BUS-28C.
- 3) Foreign Shipments: Complete and submit the [Application for Foreign Transit Insurance](#) to campus Risk Management in advance of shipment.

VALUATION

- 1) Domestic Shipments <\$100,000: Replacement cost.
- 2) Domestic Shipments >\$100,000 & Shipments of Household Goods: Replacement cost.
- 3) Foreign Shipments: Original purchase price, plus 10%, plus freight (call UCSB Risk Management for details).

PREMIUMS

- 1) Domestic Shipments <\$100,000: Coverage is automatic, no premium.
- 2) Domestic Shipments >\$100,000 & Shipments of Employees Household Goods: \$0.05 per \$100 of value.
- 3) Foreign Shipments: Varies, call UCSB Risk Management for details.

DEDUCTIBLES

- 1) Domestic Shipments <\$100,000: \$250, unless payment or partial payment received from carrier.
- 2) Domestic Shipments >\$100,000 & Shipments of Employees Household Goods: same as above.
- 3) Foreign Shipments: \$1,000.

CLAIM ADMINISTRATION

- 1) Domestic Shipments <\$100,000: Campus Risk Management investigates and processes all claims in conjunction with OP Risk Management.
- 2) Domestic Shipments >\$100,000 & Shipments of Employees Household Goods: same as above.
- 3) Foreign Shipments: The policy underwriter assigns an adjuster who investigates and processes all claims.

FILING CLAIMS & FILING DEADLINES

- 1) Use the [Report of Transit Loss](#) to report a transit property loss.
- 2) Cooperate with the campus Risk Management in coordination of claim processing
- 3) Claimants must give notice to Risk Management within twenty-four (24) hours of loss and submit a report of property loss or damage within three (3) working days. If the loss or damage is eligible for funding, Campus Risk Management must forward the report and all required documentation to OP Risk Management within sixty (60) days. In no event will a loss be funded if reported later than twelve (12) months from date of occurrence.

FUNDING CLAIMS

Campus Risk Management will request funding from OP Risk Management (for domestic shipments) or UC's insurance broker (for foreign shipments) after claim filing requirements have been met.

FORMS

[Application for Domestic Transit Insurance](#)
[Application for Foreign Transit Insurance](#)
[Report of Transit Loss](#)