



THE UNIVERSITY *of* TEXAS SYSTEM

2024 ANNUAL REPORT

PROFESSIONAL MEDICAL LIABILITY BENEFIT PLAN

SEPTEMBER 1, 2023 – AUGUST 31, 2024

FY 2021 - 2024 IN SUMMARY

	2024	2023	2022	2021
Total Physicians/Dentists Covered by Plan	13,557	13,161	13,282	12,825
Medical & Dental Faculty Covered (<i>FTEs</i>)	8,825	8,346	7,961	7,702
Fellows Covered (<i>FTEs</i>)	1,483	1,529	1,333	1,269
Residents Covered (<i>FTEs</i>)	3,249	3,286	3,245	3,166
Health Care Professionals Covered (<i>FTEs</i>)	22,139	21,446	20,420	18,517
Medical & Dental Students Covered	4,328	4,266	4,211	4,320
Medical & Dental Student Externships	366	343	195	71
New Lawsuits (<i>excludes CMC lawsuits</i>) ¹	21	17	20	26
New Claims (<i>includes 1 HCP claim / excludes CMC claims</i>) ¹	159	148	90	73
New Depositions & Trial Testimony	56	63	51	54
Pending Claims and Lawsuits at August 31, 2024 (<i>includes 2 HCP claims & 66 Depositions / excludes CMC claims & lawsuits</i>) ¹	275	252	241	305
Number of Trials	0	0	0	0
Cases Closed with No Plan Payment ¹	119	140	201	78
New TMB & Other Professional Board Matters (<i>includes 16 HCP complaints</i>)	193	164	178	124
Administrative Costs	\$2,293,619	\$2,123,540	\$1,707,029	\$1,639,455
Medical Malpractice Defense Costs	\$892,449	\$1,168,431	\$1,048,943	\$996,940
Settlement (Indemnity) Costs ²	\$4,205,458	\$2,452,434	\$3,409,257	\$2,297,893
TMB & Other Professional Board Defense Costs	\$1,239,970	898,888	\$870,493	\$701,173
Plan Average Faculty Physician Premium Occurrence (\$500,000/\$1,500,000)	\$1,830	\$1,830	\$1,830	\$1,830
The Doctors Co. Average Physician Premium Mature Claims-Made Rate (\$500,000/\$1,500,000)	\$21,350	\$21,350	\$24,068	\$23,082
ProAssurance Indemnity Co., Inc. Average Physician Premium Mature Claims-Made Rate (\$500,000/\$1,500,000)	\$19,438	\$19,438	\$18,748	\$15,625
Premiums Collected	\$14,151,540	\$13,661,588	\$13,088,781	\$12,549,122
Net Position of Professional Liability Fund	\$48,667,216	\$42,810,021	\$40,347,545	\$45,310,763

¹Does not include Correctional Managed Care (CMC) physician and other health care professional services not covered under UT System Plan.

²This amount and the amount indicated for Claim and Lawsuit Liability Expenses in the Income Statement on page 13 differ slightly due to timing of payments.

PREMIUM COMPARISONS

Plan premium rates are significantly lower than Texas commercial insurance carriers. The chart below compares UT Health Science Center-Houston Plan rates by risk class in Harris County with two commercial carriers, The Doctors Co. and ProAssurance Indemnity Co., Inc.¹ Although variations in risk class structures among carriers prevent a precise comparison, the chart is demonstrative of rate differences.

Risk Class		The Doctors Co.*	ProAssurance Indemnity Co., Inc.**	UT Faculty Rates***
I	General Practice No Surgery	\$13,319	\$11,499	\$516
II	General Practice Minor Surgery	\$16,667	\$15,665	\$816
III	Emergency Medicine /Minor Surgery	\$28,647	\$25,084	\$1,296
IV	General Surgery	\$48,325	\$35,953	\$2,400
IV	Anesthesiology	\$16,792	\$14,216	\$2,400
V	Gynecology Minor Surgery	Not Listed	\$14,216	\$3,552

* Mature Claims-Made Rate (\$500,000 / \$1,500,000 Limits) Effective April 1, 2023

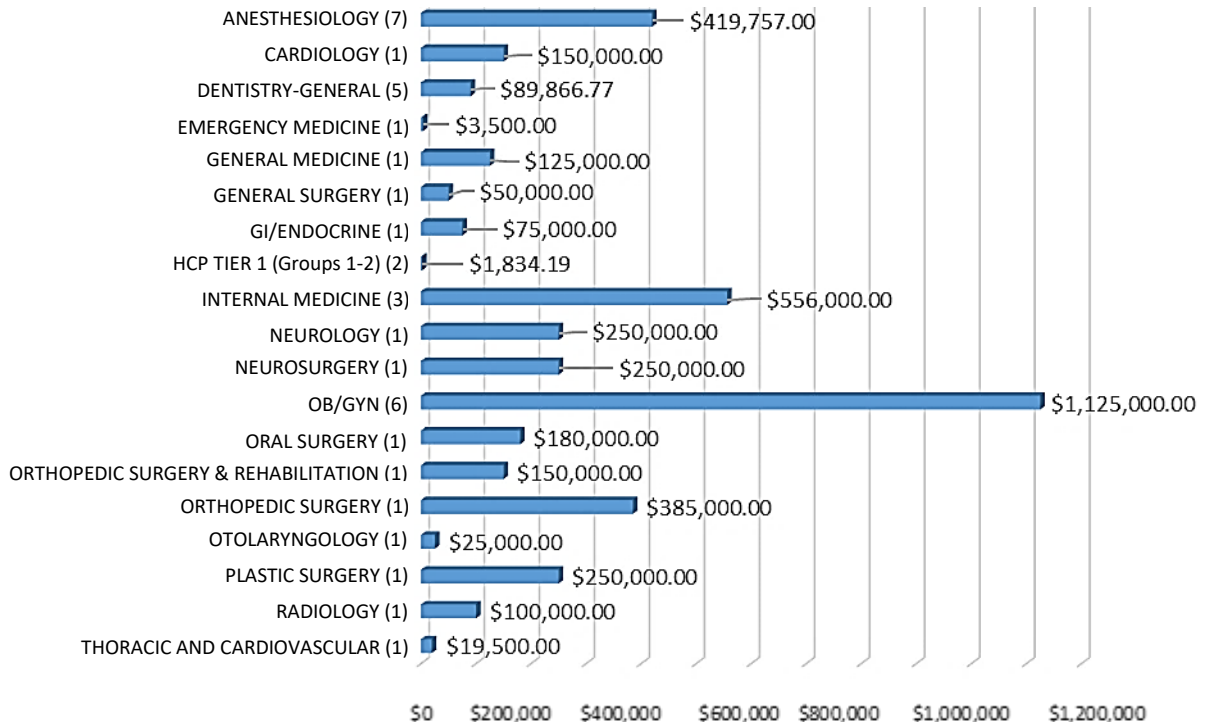
** Mature Claims-Made Rate (\$500,000 / \$1,500,000 Limits) Effective April 1, 2023

*** Occurrence (\$500,000 / \$1,500,000 Limits) Effective September 1, 2022

Indemnity Payments by Specialty²

All U.T. System Institutions

September 1, 2023 – August 31, 2024



¹Commercial rates provided by Milliman.

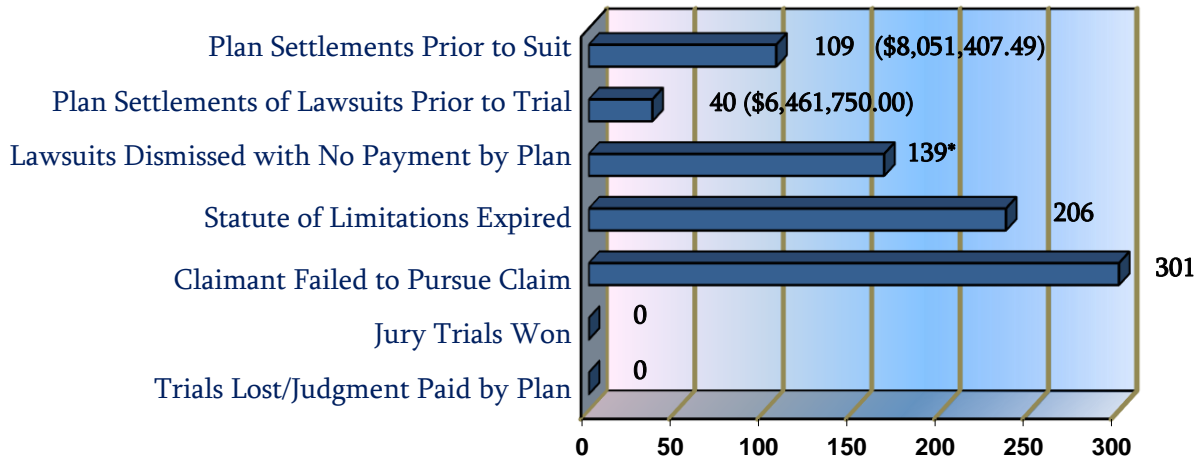
²Settlement payment amounts are based on claims closed during FY24-25.

FY 2024 IN SUMMARY

CLOSED CASES

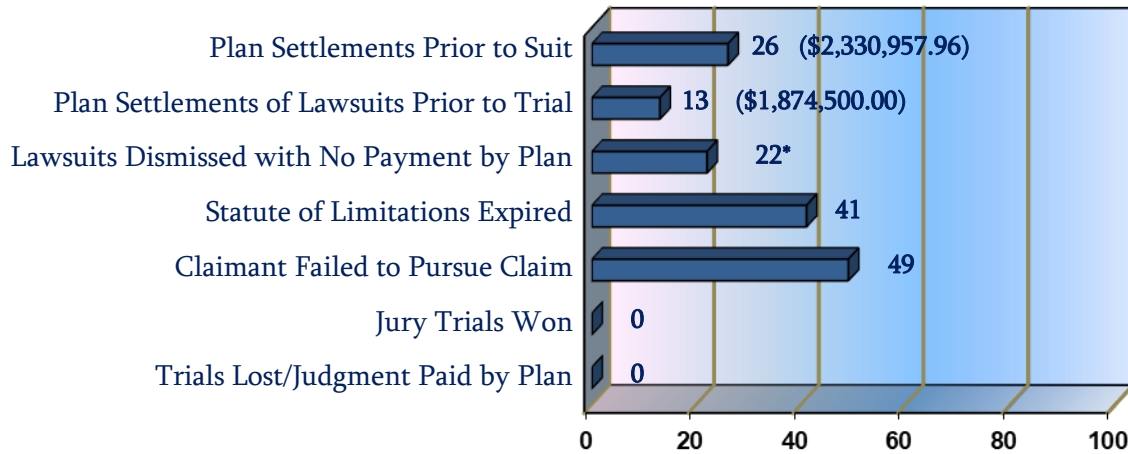
During the last five years, 795 claims and lawsuits filed against U.T. System physicians and institutions were closed, with total Plan liability payments of \$14,513,157.49. Eighty-one percent closed with no payment by the Plan.

All U.T. System Institutions Closed Claims & Lawsuits September 1, 2020 – August 31, 2024



In Fiscal Year 2024, 75 percent of the cases closed required no payment by the Plan, an eight percent decrease from last year.

All U.T. System Institutions Closed Claims & Lawsuits September 1, 2023 – August 31, 2024



*Includes Summary Judgments, Non-Suits, Dismissals, and Settlements by Co-defendants at no cost to the Plan. All closed case data above excludes CMC physician and health care professional services cases not covered under the Plan.

The University of Texas at Austin

	2024	2023	2022	2021
Medical & Dental Faculty*	332	315	274	256
Fellows	3	1	0	0
Residents*	6	6	10	6
Health Care Professionals (FTE)	413	427	418	346
Open Claims & Lawsuits	20	11	12	11
New Claims	13	10	4	5
New Lawsuits	0	1	0	1
New Depositions & Trial Testimony	10	5	8	1
Settlements Paid ¹	\$0.00	\$250,000	\$245,000	\$247,570
New TMB Matters-Faculty	4	8	5	0
New TMB Matters-Residents	0	0	0	0
New Board Complaints – Enrolled Healthcare Professionals ²	0	1	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

*Includes Student Health Center physicians/Does not include U.T. physicians within FTE adjustment due to rotations at Seton/DMC (in 2024, a total of 7 faculty and 18 residents)

The University of Texas Health Science Center at Tyler &
The University of Texas at Tyler

	2024	2023	2022	2021
Medical & Dental Faculty	299	263	222	208
Fellows	21	10	3	0
Residents	182	176	143	109
Health Care Professionals (FTE)	367	385	472	571
Open Claims & Lawsuits	4	5	6	6
New Claims	2	2	1	4
New Lawsuits	1	3	1	0
New Depositions & Trial Testimony	0	1	0	0
Settlements Paid ¹	\$400,000.00	\$0.00	\$0.00	\$0.00
New TMB Matters-Faculty	5	5	3	1
New TMB Matters-Residents	0	1	0	0
New Board Complaints – Enrolled Healthcare Professionals ²	0	0	1	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

The University of Texas at Tyler

	2024	2023
Medical & Dental Faculty	0	0
Fellows	0	0
Residents	0	0
Health Care Professionals (FTE)	82	118
Open Claims & Lawsuits	0	0
New Claims	0	0
New Lawsuits	0	0
New Depositions & Trial Testimony	0	0
Settlements Paid ¹	\$0.00	\$0.00
New TMB Matters-Faculty	0	0
New TMB Matters-Residents	0	0
New Complaints – Enrolled Healthcare Professionals ²	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0

The University of Texas Health Science Center at Houston

	2024	2023	2022	2021
Medical & Dental Faculty	2044	1958	1900	1883
Fellows	327	321	302	286
Residents	1072	1050	1034	1019
Health Care Professionals (FTE)	1773	1633	1460	1315
Open Claims & Lawsuits	77	32	66	76
New Claims	44	29	31	17
New Lawsuits	10	3	5	8
New Depositions & Trial Testimony	2	3	4	4
Settlements Paid ¹	\$1,782,867	\$564,920	\$1,236,361	\$440,000
New TMB Matters-Faculty	57	42	54	41
New TMB Matters-Residents	0	0	0	1
New Board Complaints - Enrolled Healthcare Professionals ²	4	2	3	1
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

The University of Texas Health Science Center at San Antonio

	2024	2023	2022	2021
Medical & Dental Faculty*	1435	1280	1179	1142
Fellows*	101	110	120	125
Residents*	623	564	561	503
Health Care Professionals (FTE)	696	733	996	349
Open Claims & Lawsuits	20	17	14	32
New Claims	8	15	4	10
New Lawsuits	2	2	2	2
New Depositions & Trial Testimony	2	3	0	7
Settlements Paid ¹	\$150,000	\$180,000	\$310,000	\$475,000
New TMB Matters-Faculty	26	19	23	26
New TMB Matters-Residents	0	2	4	2
New Board Complaints – Enrolled Healthcare Professionals ²	1	3	4	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

*Does not include U.T. physicians within FTE adjustment due to rotations at V.A. Hospital (in 2024, a total of 3 faculty, 234 residents, and 31 fellows)

The University of Texas M.D. Anderson Cancer Center

	2024	2023	2022	2021
Medical & Dental Faculty	1387	1343	1313	1276
Fellows	327	419	293	285
Residents	5	8	1	0
Health Care Professionals (FTE)	7710	7094	6416	6256
Open Claims & Lawsuits	28	20	30	52
New Claims	16	18	8	8
New Lawsuits	0	2	1	1
New Depositions & Trial Testimony	10	11	11	25
Settlements Paid ¹	\$125,000	\$85,000	\$429,750	\$315,000
New TMB Matters-Faculty	24	10	12	9
New TMB Matters-Residents	0	0	2	0
New Board Complaints – Enrolled Healthcare Professionals ²	1	0	2	1
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

The University of Texas Southwestern Medical Center

	2024	2023	2022	2021
Medical & Dental Faculty*	2458	2333	2228	2130
Fellows	494	468	460	419
Residents*	676	798	703	761
Health Care Professionals (FTE)	5835	6312	5660	5089
Open Claims & Lawsuits	60	44	70	87
New Claims	31	42	27	20
New Lawsuits	4	2	4	5
New Depositions & Trial Testimony	14	23	22	8
Settlements Paid ¹	\$1,336,591	\$470,460	\$748,146	\$300,000
New TMB Matters-Faculty	55	36	27	16
New TMB Matters-Residents	0	0	0	0
New Complaints – Enrolled Healthcare Professionals ²	5	5	2	1
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

*Does not include U.T. physicians within FTE adjustment due to rotations at Parkland Hospital (in 2024, a total of 0 faculty and 595 residents)

The University of Texas Medical Branch at Galveston*

	2024	2023	2022	2021
Medical & Dental Faculty	786	759	735	697
Fellows	210	199	141	135
Residents	545	524	549	541
Health Care Professionals (FTE)	4633	4243	4634	4203
Open Claims & Lawsuits*	59	30	36	36
New Claims*	43	27	15	9
New Lawsuits*	4	3	6	9
New Depositions & Trial Testimony	18	12	4	6
Settlements Paid ¹	\$361,000	\$0.00	\$440,000	\$520,323
New TMB Matters-Faculty	19	17	16	12
New TMB Matters-Residents	1	1	2	1
New Board Complaints – Enrolled Healthcare Professionals ²	4	3	1	1
New Board Complaints - CMC & Medical Professionals Not enrolled in Plan ³	3	8	14	9

*UTMB data does not include CMC physician and other health professional services not covered under the UT System Plan.

The University of Texas Rio Grande Valley

	2024	2023	2022	2021
Medical & Dental Faculty	72	83	99	99
Fellows	0	1	14	19
Residents	140	160	244	227
Health Care Professionals (FTE)	195	157	80	88
Open Claims & Lawsuits	4	5	5	4
New Claims	2	4	0	0
New Lawsuits	0	1	1	0
New Depositions & Trial Testimony	0	5	0	2
Settlements Paid ¹	\$50,000	\$15,000	\$0.00	\$0.00
New TMB Matters-Faculty	3	1	3	2
New TMB Matters-Residents	0	0	0	0
New Complaints – Enrolled Healthcare Professionals ²	0	0	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0	0	0

The University of Texas at Arlington

	2024	2023
Medical & Dental Faculty	6	6
Fellows	0	0
Residents	0	0
Health Care Professionals (FTE)	66	7
Open Claims & Lawsuits	0	0
New Claims	0	0
New Lawsuits	0	0
New Depositions & Trial Testimony	0	0
Settlements Paid ¹	\$0.00	\$0.00
New TMB Matters-Faculty	0	0
New TMB Matters-Residents	0	0
New Complaints – Enrolled Healthcare Professionals ²	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0

The University of Texas at Dallas

	2024	2023
Medical & Dental Faculty	3	3
Fellows	0	0
Residents	0	0
Health Care Professionals (FTE)	88	79
Open Claims & Lawsuits	0	0
New Claims	0	0
New Lawsuits	0	0
New Depositions & Trial Testimony	0	0
Settlements Paid ¹	\$0.00	\$0.00
New TMB Matters-Faculty	0	0
New TMB Matters-Residents	0	0
New Complaints – Enrolled Healthcare Professionals ²	1	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0

The University of Texas at El Paso

	2024	2023
Medical & Dental Faculty	2	2
Fellows	0	0
Residents	0	0
Health Care Professionals (FTE)	161	186
Open Claims & Lawsuits	0	0
New Claims	0	0
New Lawsuits	0	0
New Depositions & Trial Testimony	0	0
Settlements Paid ¹	\$0.00	\$0.00
New TMB Matters-Faculty	0	0
New TMB Matters-Residents	0	0
New Complaints – Enrolled Healthcare Professionals ²	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0

The University of Texas Permian Basin

	2024	2023
Medical & Dental Faculty	0	0
Fellows	0	0
Residents	0	0
Health Care Professionals (FTE)	75	61
Open Claims & Lawsuits	0	0
New Claims	0	0
New Lawsuits	0	0
New Depositions & Trial Testimony	0	0
Settlements Paid ¹	\$0.00	\$0.00
New TMB Matters-Faculty	0	0
New TMB Matters-Residents	0	0
New Complaints – Enrolled Healthcare Professionals ²	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0

The University of Texas at San Antonio

	2024	2023
Medical & Dental Faculty	1	2
Fellows	0	0
Residents	0	0
Health Care Professionals (FTE)	16	12
Open Claims & Lawsuits	0	0
New Claims	0	0
New Lawsuits	0	0
New Depositions & Trial Testimony	0	0
Settlements Paid ¹	\$0.00	\$0.00
New TMB Matters-Faculty	0	0
New TMB Matters-Residents	0	0
New Complaints – Enrolled Healthcare Professionals ²	0	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0	0

Stephen F. Austin State University

	2024
Medical & Dental Faculty	0
Fellows	0
Residents	0
Health Care Professionals (FTE)	29
Open Claims & Lawsuits	0
New Claims	0
New Lawsuits	0
New Depositions & Trial Testimony	0
Settlements Paid ¹	\$0.00
New TMB Matters-Faculty	0
New TMB Matters-Residents	0
New Complaints – Enrolled Healthcare Professionals ²	0
New Board Complaints - Medical Professionals Not enrolled in Plan ³	0

NOTE: All institutions' enrollment numbers are on an FTE basis.

2024 Began publishing institutional summary for Stephen F. Austin State University ("SFA") after SFA became part of UT System, effective September 1, 2023.

2023 Began publishing institutional summary for The University of Texas at Arlington, The University of Texas at Dallas, The University of Texas at El Paso, The University of Texas Permian Basin, The University of Texas at San Antonio, and The University of Texas at Tyler.

¹ Settlement payment amounts are based on claims and lawsuits closed during the corresponding FY.

² 2020 Began tracking enrolled healthcare professionals. Plan coverage began July 1, 2020.

³ 2019 Began tracking complaints to the Texas Medical Board and similar Professional Boards which were represented by OGC Health Law attorneys on behalf of CMC physicians and all other medical professionals, such as Physician Assistants, that were not enrolled in the Plan at that time.

This data is reflected in the last item of the tables for "INSTITUTIONS IN SUMMARY" pages 5-12.

Professional Medical Liability Plan

Statement of Net Position

	As of	8/31/2024	8/31/2023
Assets			
Operating Cash -----	\$	(6,859,610.89)	\$ (4,110,966.50)
Investments -----		76,872,416.75	68,667,979.82
Total Assets		<u>70,012,805.86</u>	<u>64,557,013.32</u>
Liabilities			
Accounts Payable	\$	20,265.00	\$ 19,749.50
IBNR -----		21,325,325.00	21,727,242.00
Total Liabilities		<u>21,345,590.00</u>	<u>21,746,991.50</u>
Net Position		<u>48,667,215.86</u>	<u>42,810,021.82</u>

Statement of Revenues, Expenses, and Changes in Net Position

	For the Month Ended	8/31/2024	8/31/2023
Revenue			
Premium Income -----	\$	14,151,540.40	\$ 13,661,588.39
Interest Income -----		1,324,407.26	1,247,573.90
Total Revenue		<u>15,475,947.66</u>	<u>14,909,162.29</u>
Less Premium Refund -----		(6,000,000.00)	(6,000,000.00)
Net Revenue		9,475,947.66	8,909,162.29
Expenses			
Legal Expenses -----	\$	892,448.98	\$ 1,168,431.01
Claim Liability Expenses -----		4,348,583.40	2,452,434.92
Medical Board Expenses -----		1,239,970.00	898,888.89
Administrative Expenses -----		2,293,618.86	2,123,540.28
Other Expenses -----		86,172.73	71,804.60
Total Expenses		<u>8,860,793.97</u>	<u>6,715,099.70</u>
Change in IBNR -----		(401,917.00)	1,276,600.00
Net Expenses		8,458,876.97	7,991,699.70
Excess Revenue Over Expenses -----	\$	1,017,070.69	\$ 917,462.59
Other Changes in Net Assets			
Investments Market Value Increase (Decrease) -----		6,840,123.35	1,545,013.96
Other Transfers/Adjustments			
Transfer to special funds -----		(2,000,000.00)	-
Total Other Changes		4,840,123.35	1,545,013.96
Change in Net Position -----	\$	5,857,194.04	\$ 2,462,476.55
Beginning Net Position		42,810,021.82	40,347,545.27
Ending Net Position	\$	<u>48,667,215.86</u>	<u>\$ 42,810,021.82</u>

INCOME STATEMENT