San Diego Housing Commission (SDHC)  
2024-2025 Procurement of Property Insurance  
Presentation to the SDHC Board of Commissioners  
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• Public Risk Innovation, Solutions, and Management (PRISM) is a member-directed, risk-sharing pool of counties and public entities.
  – 55 of the 58 counties in California
  – Over 300 other public entities

• PRISM’s Property Program is one of the largest public entity property placements worldwide, covering over $101 billion Total Insured Values (TIV).

• SDHC covers over $543 million in all risk TIV.

• PRISM has provided SDHC with a preliminary premium estimate of $1,693,000 for the 2024-2025 policy year.
The $664,000 (65 percent) premium increase is a result of:

- Increased frequency and severity of natural disasters, including hurricanes, wildfires and severe winter storms leading to unprecedented losses for primary layer of insurance.

- Increased Total Insured Value (TIV) of 12.2% for All Risk
  - Includes trending and addition of Midway Drive property, to be known as Pacific Village, with 64 units in January 2024 which added $46,000 to premium.

- In PRISM Property Program, initial indicators in October 2023 projected a premium increase for most member in good standing up to 45 percent.

- SDHC current plus five-year loss ratio of 113 percent of premiums is very high risk, resulting in a higher increase.
That the SDHC Board of Commissioners take the following action:

- Authorize the procurement and binding of property insurance coverage for SDHC from Public Risk Innovation, Solutions, and Management (PRISM) in an amount not to exceed $1,693,000 plus 5 percent as a contingency reserve, with effective dates of March 31, 2024, to March 31, 2025.
Questions & Comments