

**PUBLIC RISK INNOVATION, SOLUTIONS, AND MANAGEMENT  
(PRISM)**

**PROPERTY COMMITTEE**

**MEETING SUMMARY**

---

Web Conference/Telephonic Meeting

Thursday, September 22, 2022

10:00 a.m.

Sixth Meeting – 2022

---

**Members Present**

Karen Caoile, Contra Costa County  
Matt Gutierrez, Kern County  
Greg Elliott, City of Oakland  
Kristin Usery, Sacramento County  
Victor Tordesillas, San Bernardino County – Alt.  
Janice Mazone, San Diego County  
Claudia Castillo del Muro, City of San Diego  
Lance Sposito, Santa Clara County  
Jim Johnson, Shasta County  
Robert Anderson, Tulare County

**Members Absent**

Gerald Saputra, Riverside County  
Leonardo Selvaggi, Ventura County  
One (1) Vacant Position  
One (1) Vacant Position – Alternate

**2023/24 Renewal Matters**

Initial discussions regarding the **2023/24 renewal** took place at this meeting.

- Alliant provided an update on the status of the insurance market and information that has been received from our reinsurers to date.
- It is anticipated that **Total Insured Values (TIV) trending** will once again be an issue. The Committee authorized using **up to 10% trend** for the renewal, although Alliant will continue to negotiate the appropriate trend factor with our carriers.
- Staff also reviewed the pool funding strategy used for the 2022/23 year, and confirmed with the Committee that a similar approach is desired for renewal.
- Staff also discussed an option to finalize premiums with the members earlier in the renewal process (est. December or January). The Committee expressed a desire to continue to explore this concept.
- The **minimum All Risk deductible** for members will be increased at renewal to **\$25k**, which is more in line with the current market and economic conditions. The current minimum deductible of \$5k has been in place since the Program's formation in the mid-80's. **Additional deductible increases for a few members** were also approved **based on the member's exposure and loss experience**. Those members will be notified of the change shortly. Members desiring to reduce their premiums will also have the **option to receive a quote for a higher deductible**. Finally, the Committee approved **increasing the Auto Physical Damage deductible to \$15k**, and will continue to monitor the deductible level for possible further adjustment in future years.

### **Other Matters**

- Property grants were approved for 6 members, totaling \$114k. There is another \$307k for additional grants to be awarded throughout the program year.
- Coverage was modified to Actual Cash Value for a facility owned by San Bernardino County, which previously suffered a loss at this vacant location.
- The Committee amended its Reporting/Settlement Policy to delegate authority to staff to approve payments and settlements up to \$5M.
- Staff reported on the commission rebate received from Alliant for the 2022/23 year of \$3,350,000, which was recognized in the financial statements as of June 30, 2022.
- Staff reviewed the section of the brokerage agreement with Alliant as respect to the Property Program. The Committee approved amendments, as well as continuing with the maximum commission rate of 10%, and recommended approval of the contract renewal.
- Staff updated the Committee on new services being offered to the members.

### **Next Meeting**

The next meeting will be held at the call of the Chair.