

# FLORIDA HURRICANE CATASTROPHE FUND

26<sup>th</sup> ANNUAL PARTICIPATING  
INSURERS WORKSHOP

JUNE 11, 2026



NASA ISS, Hurricane Milton, 2024

# WELCOME

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Gina Wilson, Chief Operating Officer, Florida Hurricane Catastrophe Fund

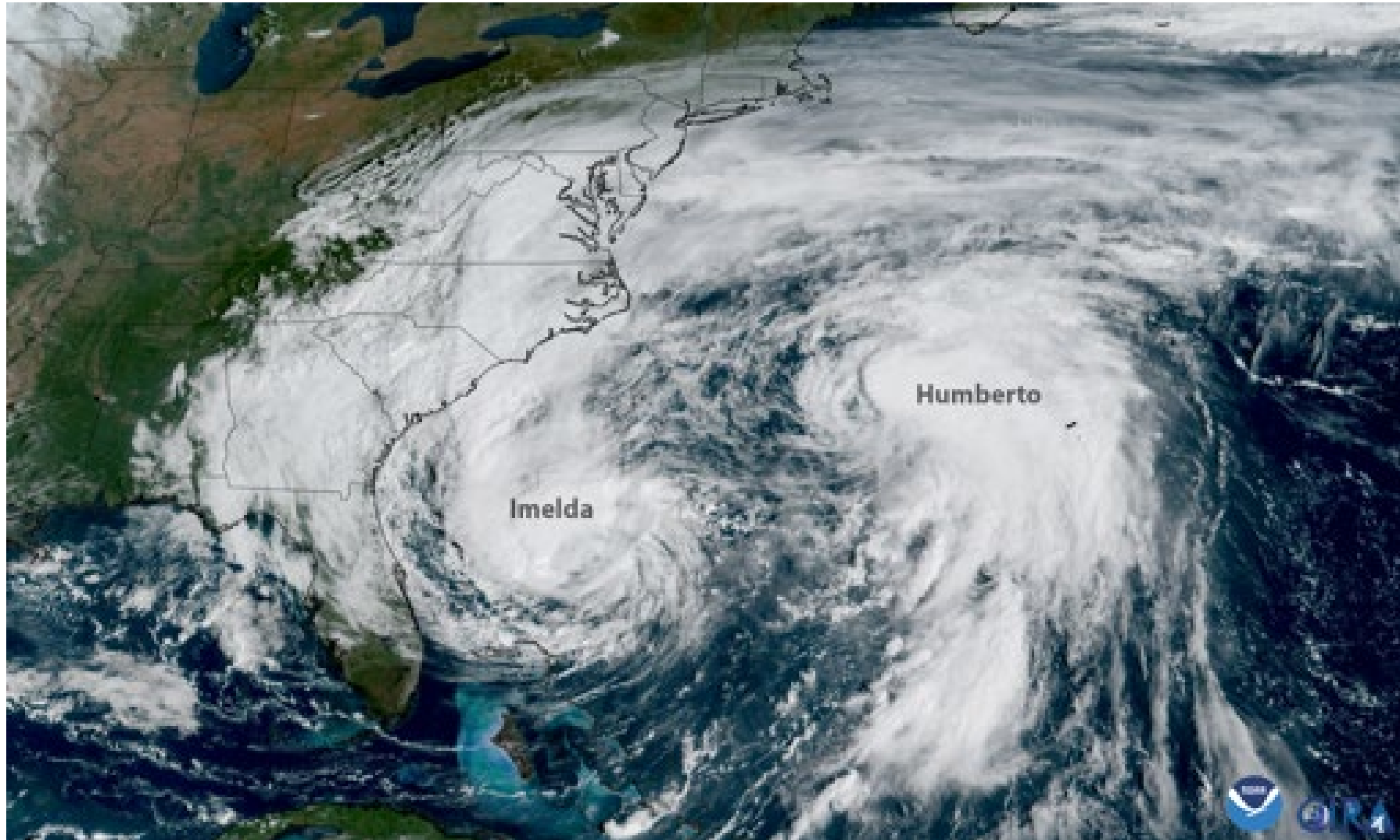


Hurricane Idalia, 2023 NASA Terra satellite MODIS

# WELCOME

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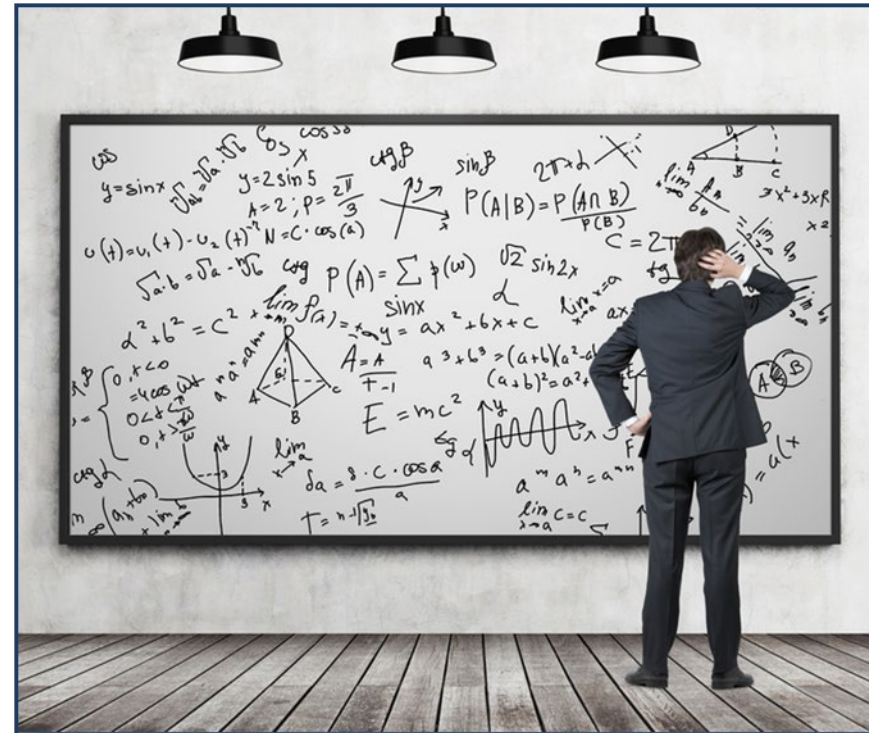
Gina Wilson, Chief Operating Officer, Florida Hurricane Catastrophe Fund



# 2026 FHCF REIMBURSEMENT PREMIUM FORMULA

Keith Sunvold, Senior Managing Director, Paragon Strategic Solutions

Anthony Papa, Director, Paragon Strategic Solutions



# OVERVIEW

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- 1 Actuarially Indicated Premium (Adequate, Not Excessive, Not Unfairly Discriminatory)
- 2 Losses (Peril, Models, Exposure, Coverage, Post-Model)
- 3 Expenses (Operating, Liquidity, Risk Transfer)
- 4 Mitigation
- 5 Cash Build-Up
- 6 Allocation of Premium
- 7 2026 Rates
- 8 Questions

# ACTUARIALLY INDICATED PREMIUM

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215.555, F.S.

(5)(a) Each reimbursement contract shall require the insurer to annually pay to the fund an **actuarially indicated premium** for the reimbursement.

(2)(a) “Actuarially indicated” means, with respect to premiums paid by insurers, ... an amount determined according to principles of actuarial science to be **adequate, but not excessive**, in the aggregate, to pay current and future obligations and expenses of the fund, ... and ... to **reflect each insurer’s relative exposure to hurricane losses**.

### Casualty Actuarial Society Statement of Principles Regarding Property and Casualty Insurance Ratemaking:

Principle 4 - A rate is **reasonable and not excessive, inadequate or unfairly discriminatory** if it is an actuarially sound estimate of all future costs associated with individual risk transfer.

# LOSSES

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Peril



Models



Exposure

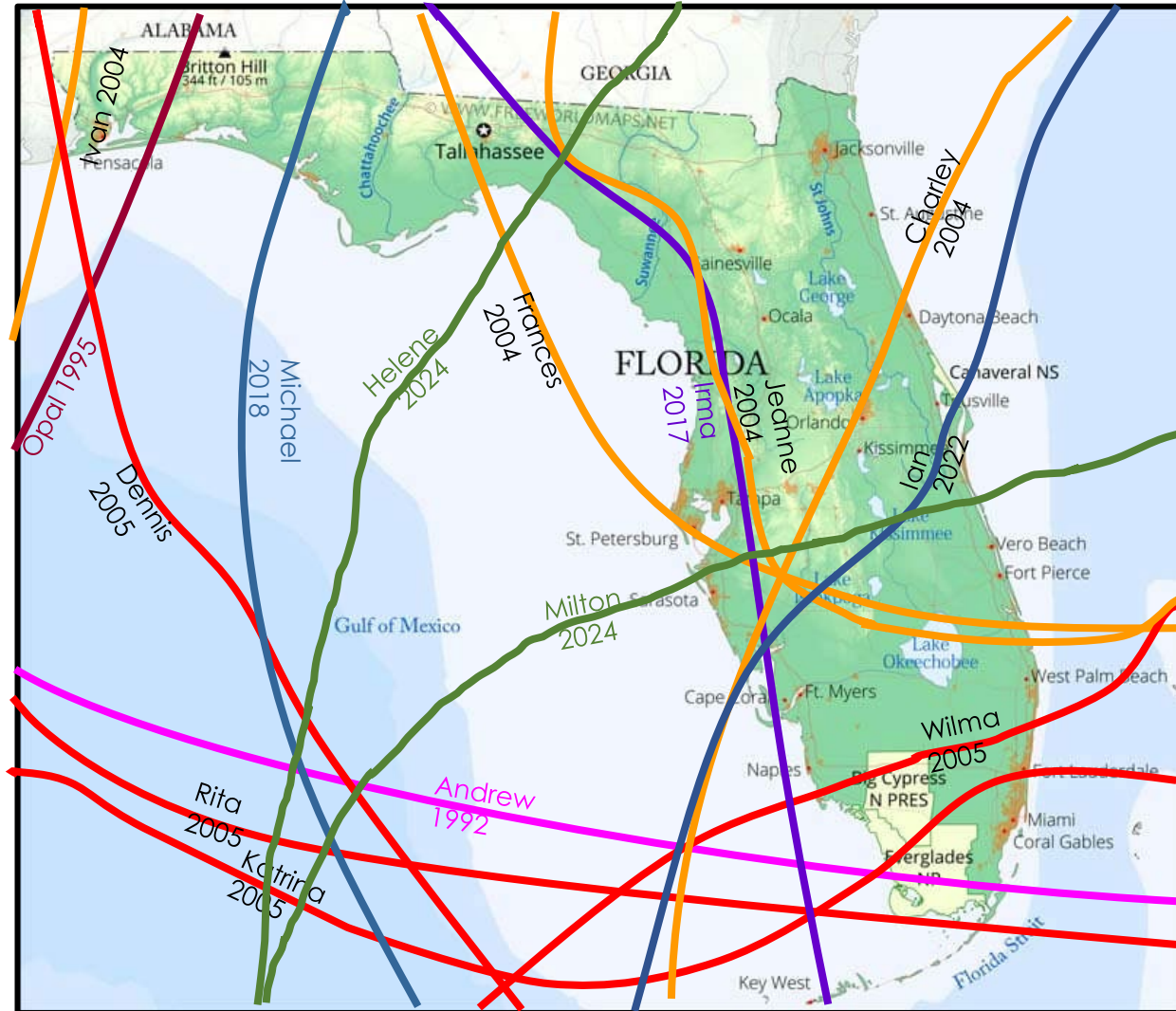


Coverage



Post-Model

# LOSSES: PERIL – HURRICANES: 1992-2025



# LOSSES: PERIL – HURRICANE DAMAGE



**Wind**



**Projectiles**



**Roof tiles**



**Gravel from tops of buildings**



**Falling trees**



**Wind-driven rain**



**Storm surge**

(Not covered by FHCF)

## Florida Commission on Hurricane Loss Projection Methodology

- Six Accepted Models Used in Ratemaking:



### **Weighted Model Results:**

- **Bucket 30%: Models 3 & 4**
- **Bucket 15%: Models 2 & 5**
- **Bucket 5%: Models 1 & 6**

# LOSSES: MODELS – EVENT PARAMETERS

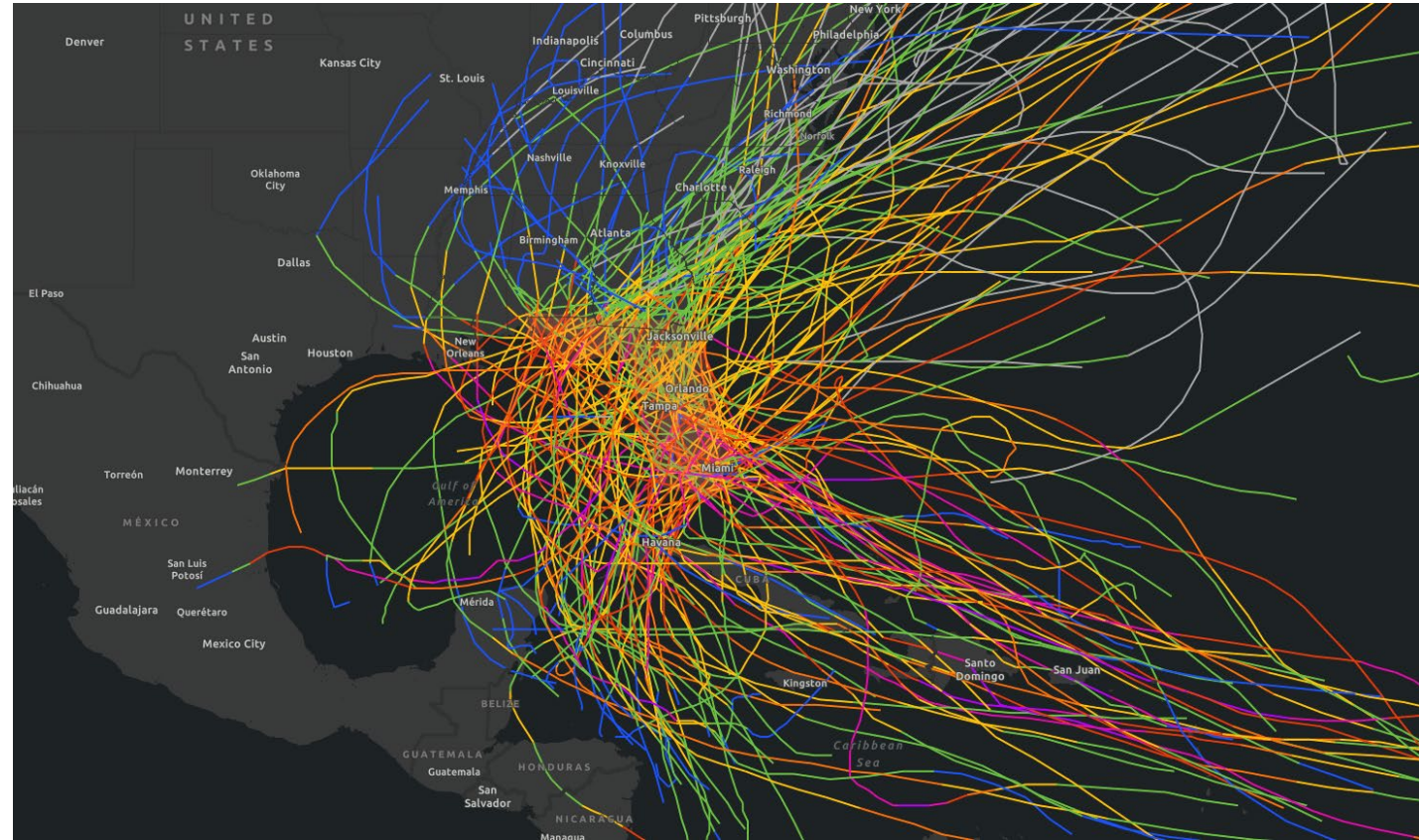
**Storm Landfall  
Frequency**

**Track**

**Minimum  
Central  
Pressure**

**Radius of  
Maximum  
Winds**

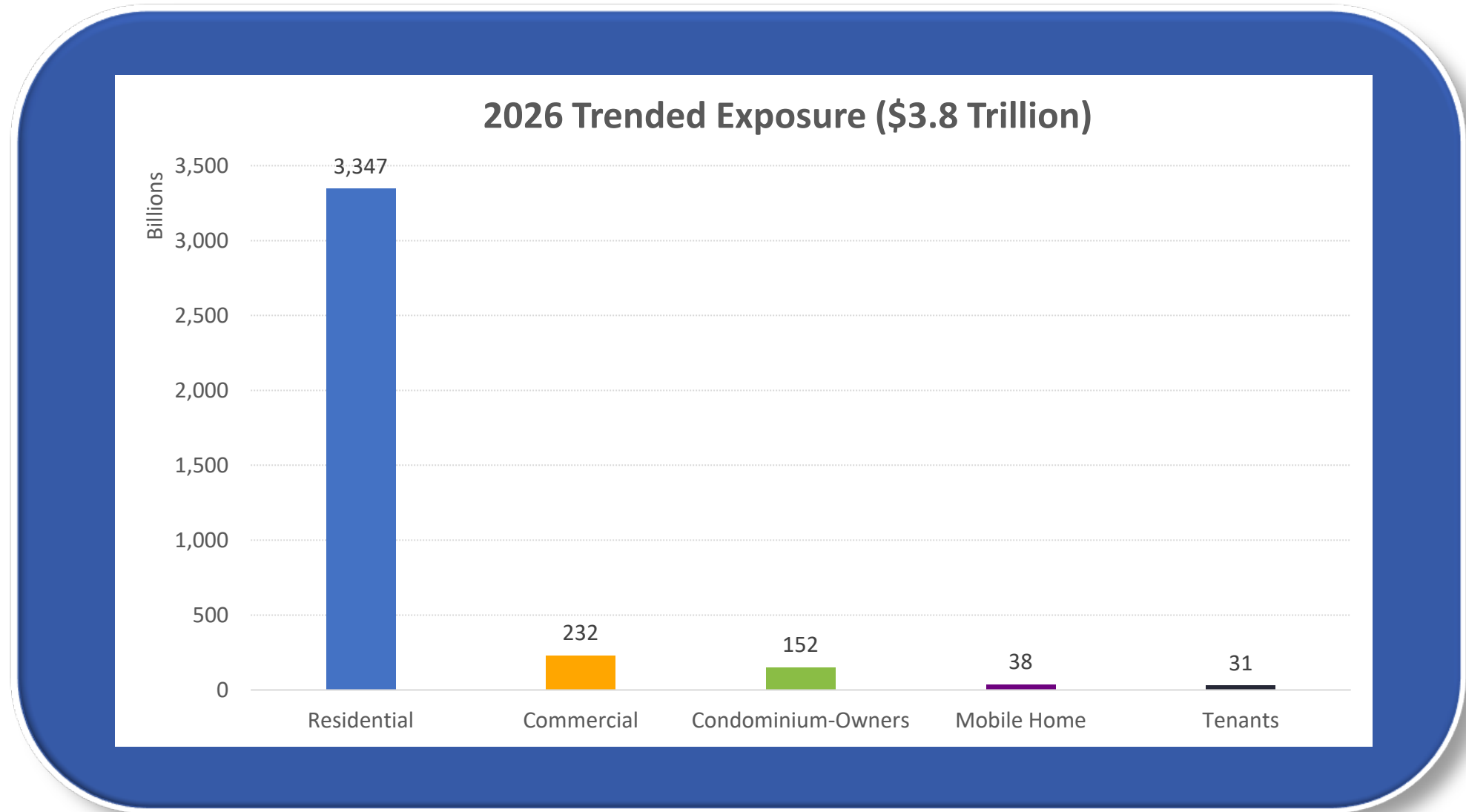
**Parameters are  
correlated but not  
perfectly so**



# LOSSES: EXPOSURES – TRENDS (TO 2026)

Residential	Tenants	Condominium Unit Owners	Mobile Homes	Commercial Habitational
				
4.5%	3.0%	3.0%	2.0%	2.0%

# LOSSES: EXPOSURES



## Limit

- Set by statute at \$17 billion until there are sufficient resources for two seasons, limited to annual growth in the cash balance

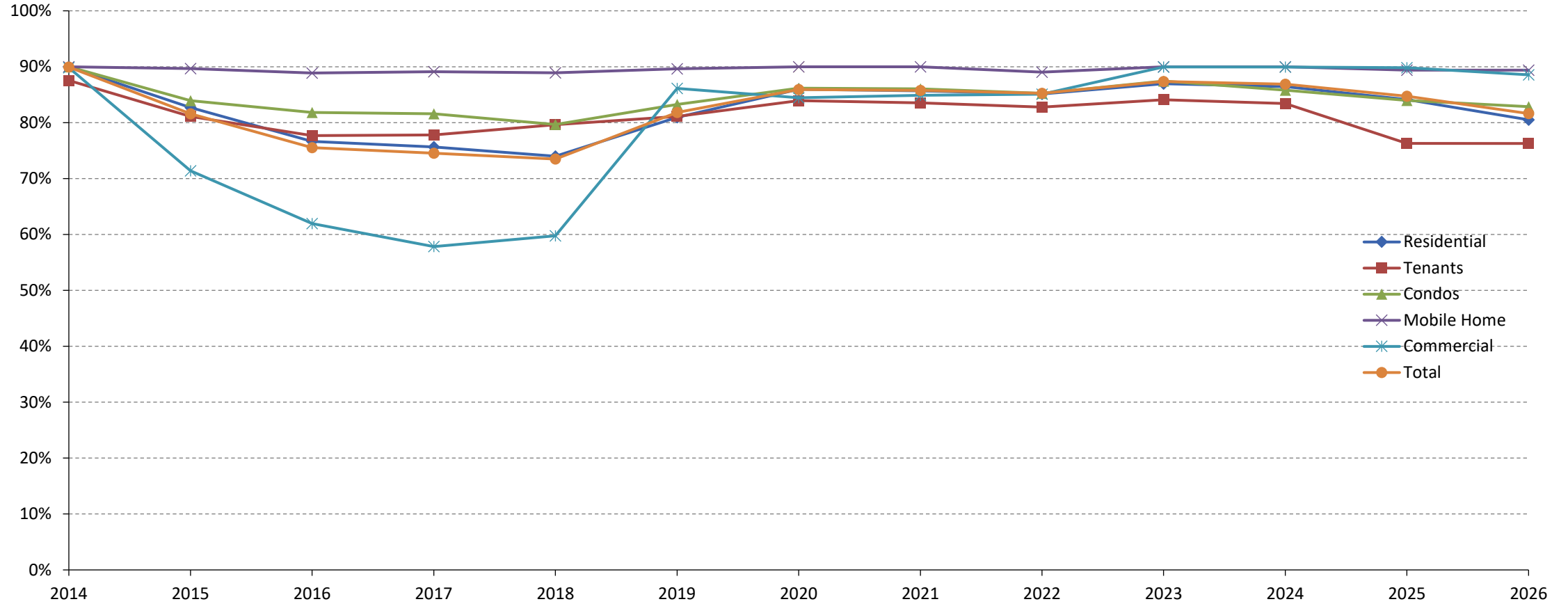
- Includes 10% of FHCF layer loss for loss adjustment expense (LAE)

## Industry Retention

- Based on growth in reported exposures, projected to be \$11.930 billion for current Contract Year

# LOSSES: COVERAGE – INDUSTRY SELECTIONS

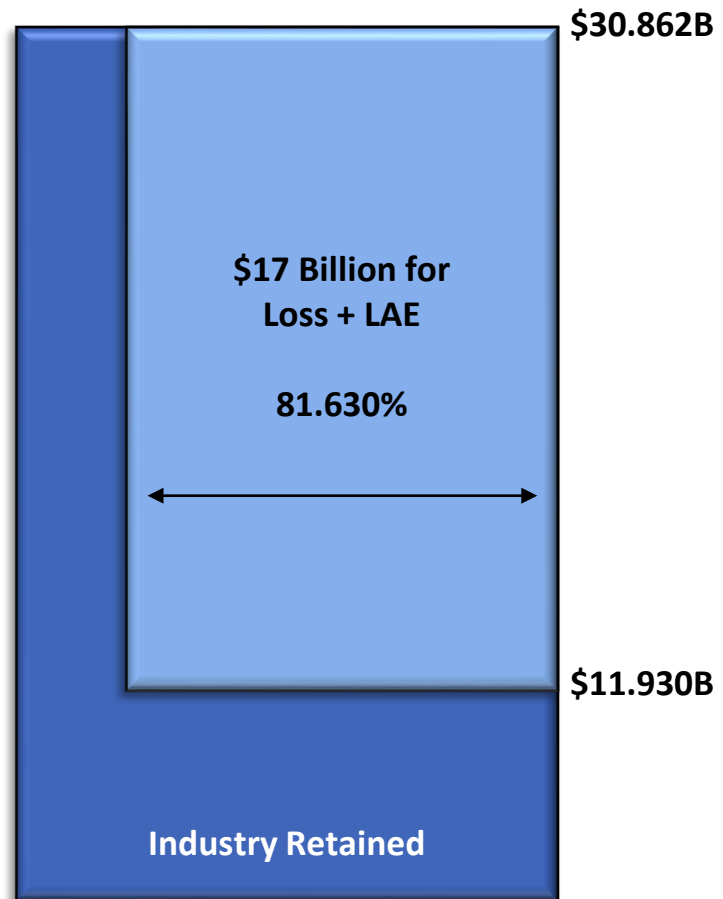
## FHCF Average Coverage Selection by Year



# LOSSES: COVERAGE – INDUSTRY

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## 2026 Projected



# LOSSES: COVERAGE – COMPANY

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**FHCF Industry Coverage: \$17.000B xs \$11.930B**



**FHCF Coverage  
at 90% Level**

**Company Limit =**

**FHCF Premium x Payout Multiple**

**i.e., \$100M x 12.6259**

**Company Retention =**

**FHCF Premium x Retention Multiple**

**i.e., \$100M x 8.0364**

## LOSSES: MODELED RESULTS – AVERAGE ANNUAL LOSS (\$B)

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	<b>2025</b>	<b>2026</b>	<b>% Change</b>
Modeled Exposure	\$3,661	\$3,800	3.8%
Gross Losses	\$4.624	\$4.802	3.9%
FHCF Layer Losses	\$0.999	\$0.980	-1.9%
Loss Cost per \$1,000	0.2728	0.2578	-5.5%

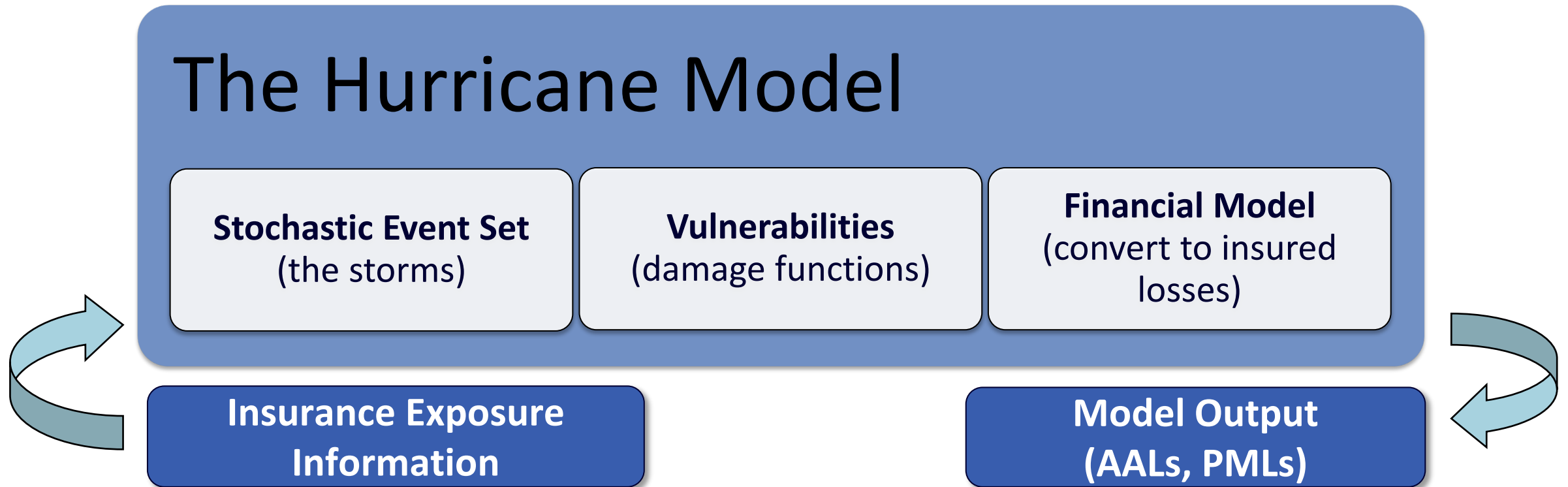
# LOSSES: MODELED RESULTS – RETURN TIMES

## Florida Hurricane Catastrophe Fund

### 2026 Ratemaking Formula Report

#### FHCF Layer Loss Scenarios

<b>FHCF Layer Loss Scenario</b>	<b>FHCF Layer Loss (\$ in B)</b>	<b>Gross Losses for Average Verisk, Moodys Portfolio Analysis (\$ in B)</b>	<b>Return Times (Yrs) for Aggregate Verisk, Moodys Portfolio Analysis</b>
\$1.0 Billion FHCF Layer	1.00	10.59	8.88
\$5.0 Billion FHCF Layer	5.00	18.64	14.73
\$7.0 Billion FHCF Layer (lan Level)	7.00	21.76	17.13
\$10.0 Billion FHCF Layer	10.00	26.92	21.48
Projected Fund Balance Exhausted	12.08	31.36	26.32
Pre-Event 2020A and 2024A Bonds Exhausted	15.33	43.10	40.93
50 Year Event	16.03	49.35	50.00
100 Year Event	16.73	72.93	100.00
Maximum Statutory Limit	17.00	109.83	250.00



### Post-Model Adjustments

- Used to account for special insurance coverages and other factors not projected by models
- 2026 selection 5% or \$48.8 million

**Operating**

**Liquidity**

**Risk Transfer**

### Day to day expenses of FHCF



**2026: \$17.1 million**

# EXPENSES: LIQUIDITY

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**Expense incurred to increase FHCF liquidity**

**Difference between interest payments to bondholders and investment income on bond proceeds**



## 2026 Charges

2020A: \$8.7 million for \$2.25 billion

2024A: \$26.3 million for \$1.00 billion



## Bonds Mature

2020A: 07/01/2027 - \$1.00 billion

2020A: 07/01/2030 - \$1.25 billion

2024A: 07/01/2034 - \$1.00 billion

## EXPENSES: RISK TRANSFER

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**No risk transfer for 2026**

**Rates are produced assuming all mitigation is paid from investment income**

- Per Florida Statute 215.555(7)(c)
- Funding can range from \$10 million to 35% of prior year's investment income
- No charge to premium
- For 2026, appropriation is \$10 million

## CASH BUILD-UP FACTOR

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2009 legislation phased in a Cash Build-up Factor

Fully phased in at 25% since 2013

2026 projected amount of \$269.3 million

## Rate Pages



Type of Business



Deductible



Construction



Territory

We have consolidated our rating pages to 5 sheets for each TOB with a rating formula

## Mitigation Factors



**Year Built & Roof Age**



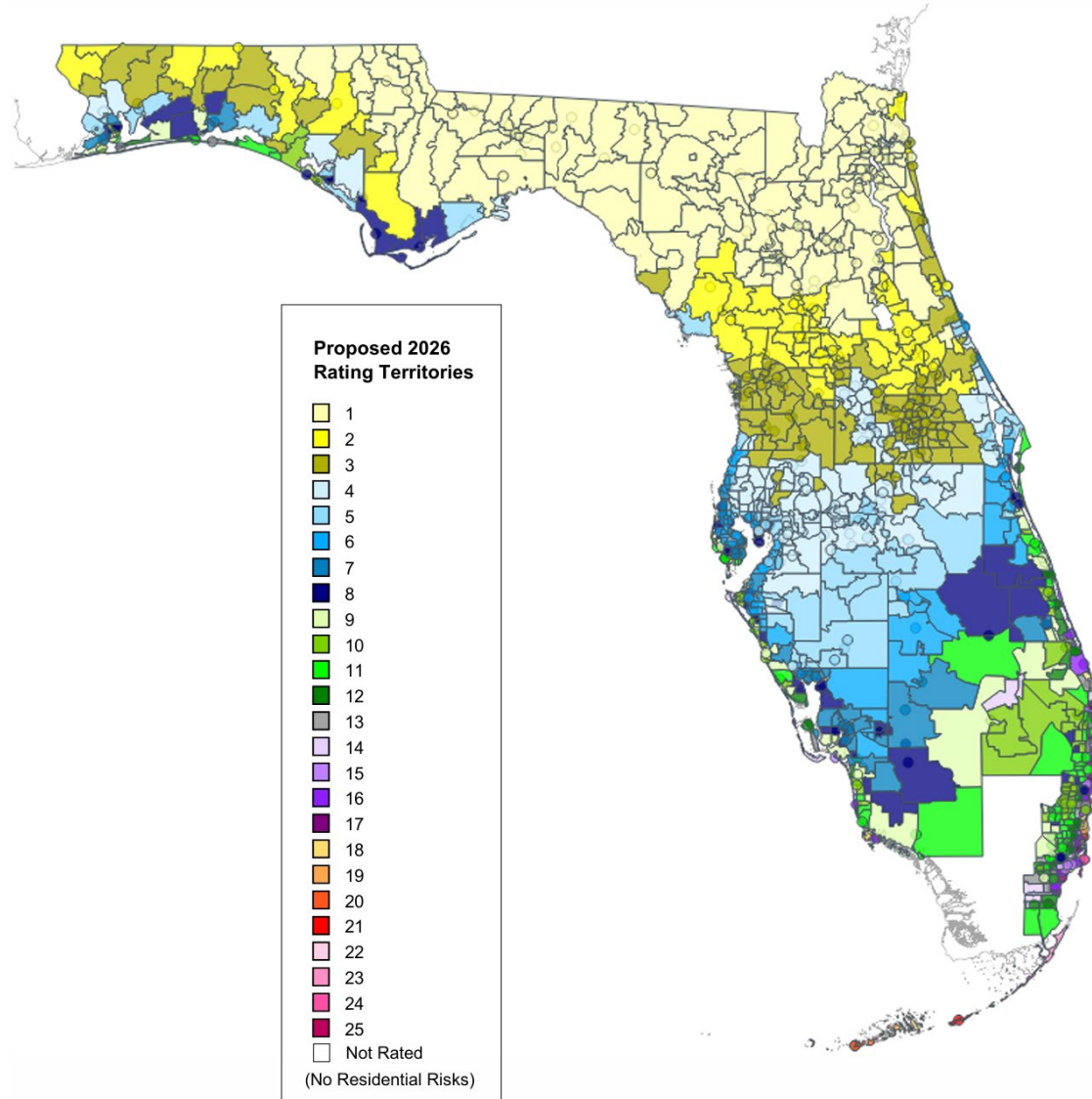
**Opening Protection**



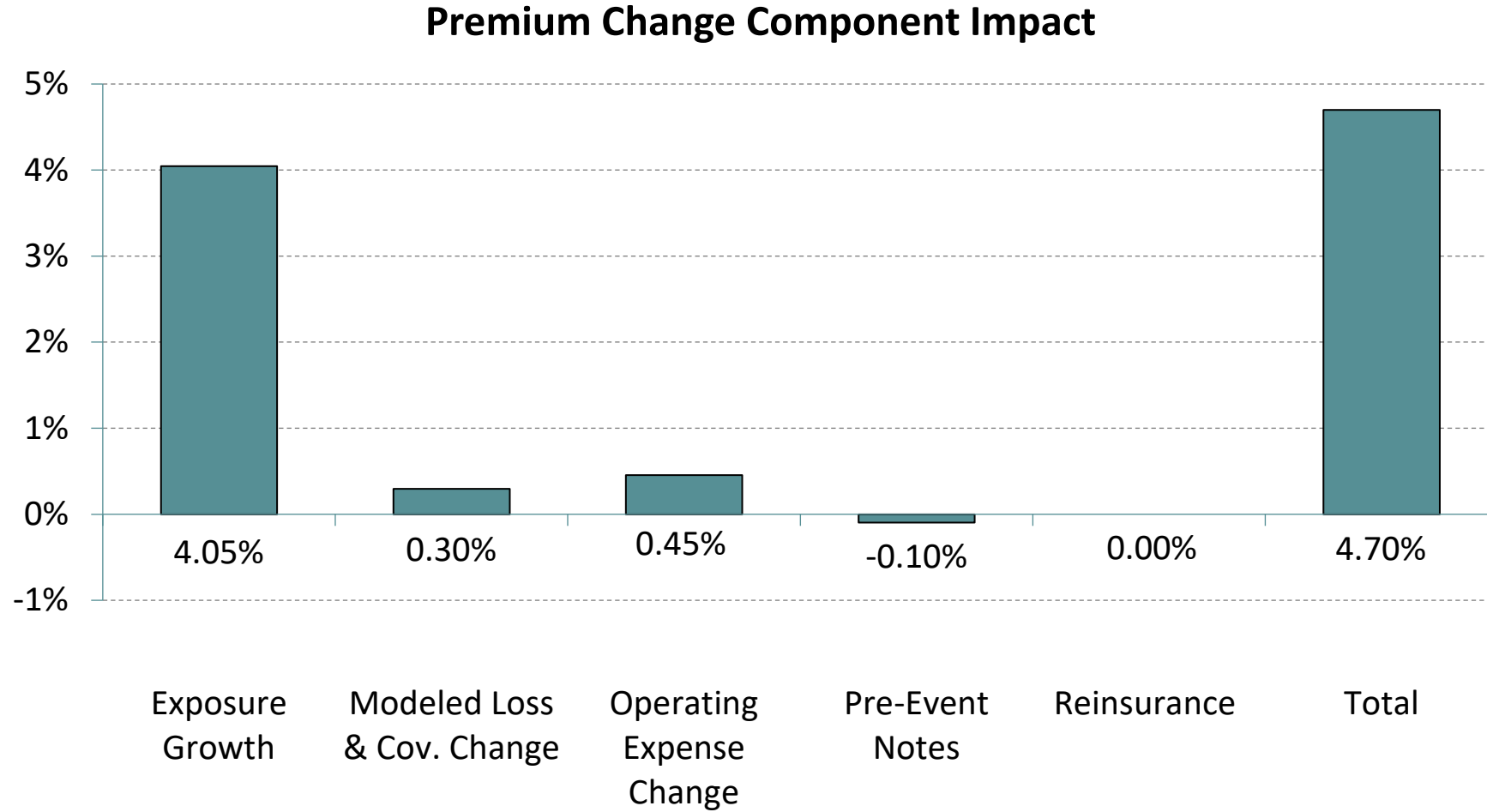
**Roof Shape**

## Total Insured Value

# ALLOCATION OF PREMIUM *(Continued)*

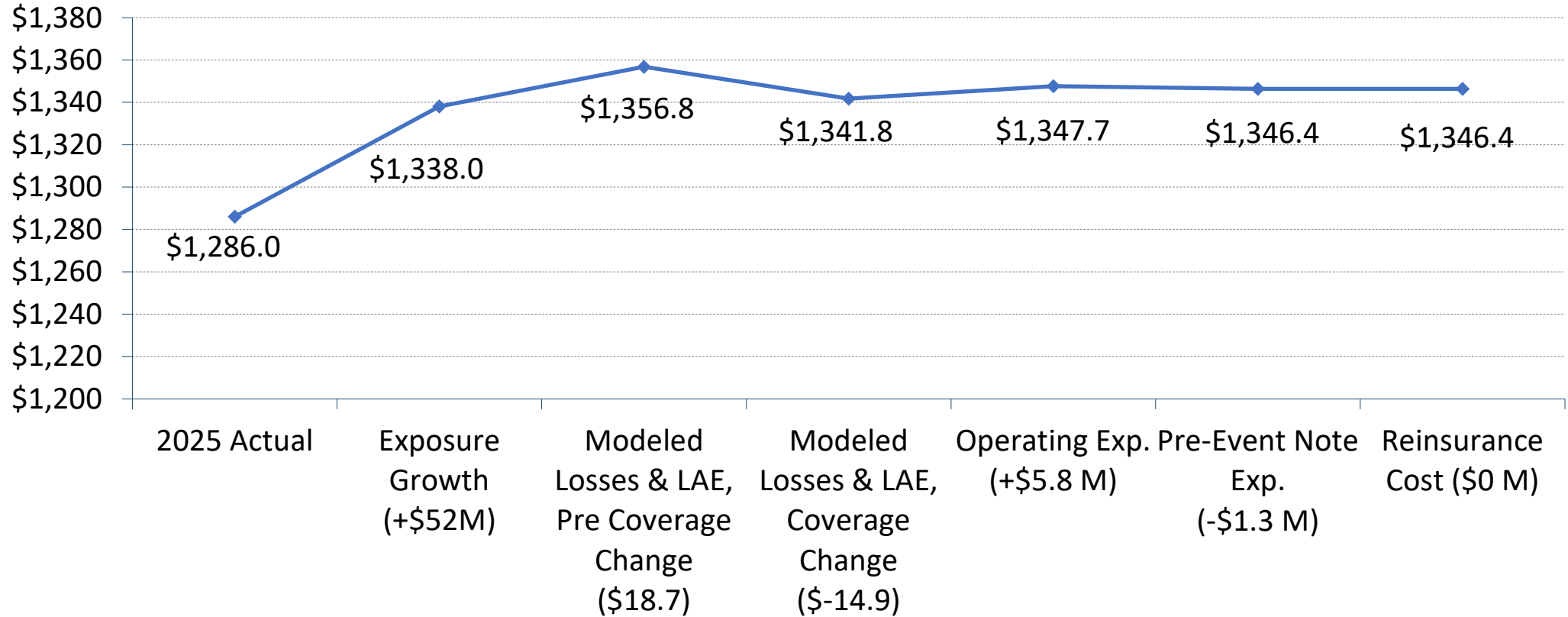


# % CHANGE 2025 to 2026 Premiums



# \$ CHANGE 2025 to 2026 Premiums

**Components of 2026 Premium Change 4.70%**



# 2026 RATES – RETENTION, LIMIT, COVERAGE

	2025 Actual	2026 Proposed
<b>FHCF Retention</b>	\$10.67 B	\$11.93 B
<b>FHCF Limit</b>	\$17.000 B	\$17.000 B
<b>FHCF Premium</b>	\$1.286 B	\$1.346 B
<b>Coverage</b>	84.741%	81.630%
<b>Payout Multiple</b>	13.2191*	12.6259
<b>Retention Multiples for FHCF Coverage Selections</b>		
<b>90%</b>	7.8099	8.0364
<b>75%</b>	9.3719	9.6437
<b>45%</b>	15.6198	16.0728

\*Payout multiple based on 12/31/2025 premium of \$1.286 B

# 2026 RATES – CHANGES BY TYPE OF BUSINESS

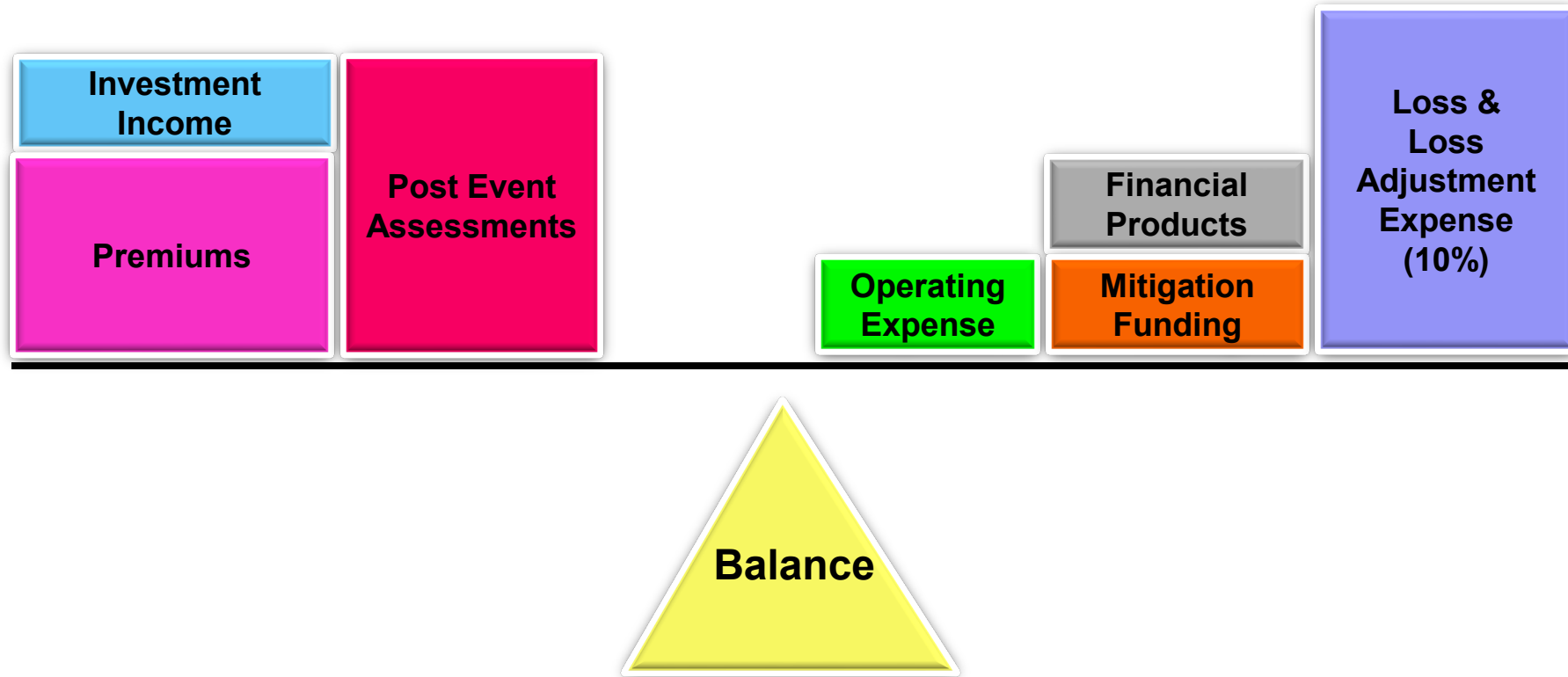
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## Coverage, Rate, Exposure and Premium Changes by Type of Business

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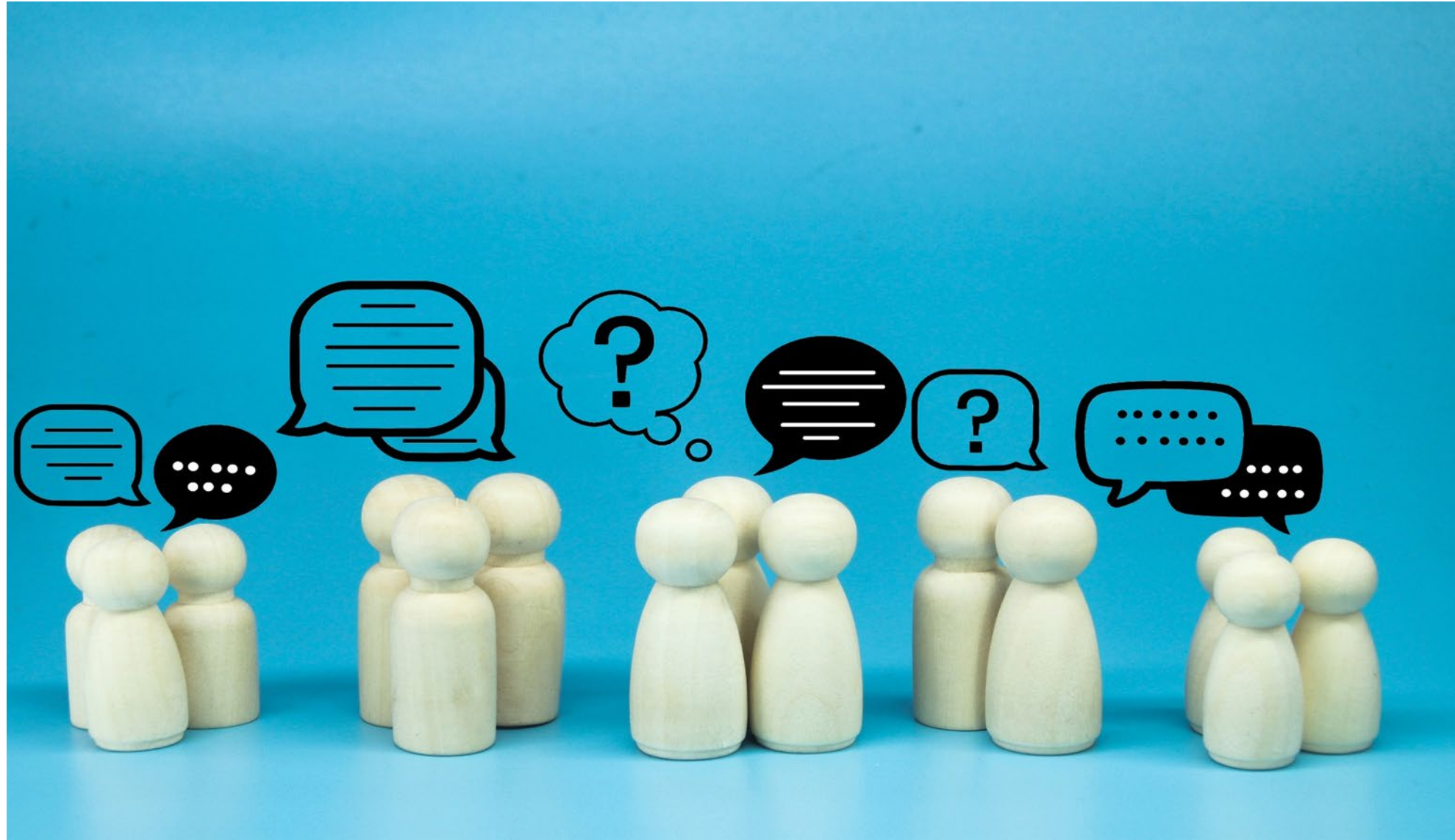
Type of Business	90% Rate	Coverage %	Avg. Rate	Exposure	Premium
Residential	4.71%	-4.28%	0.22%	4.50%	4.73%
Tenants	-4.02%	-0.01%	-4.03%	3.00%	-1.15%
Condos	1.56%	-1.33%	0.21%	3.00%	3.21%
Mobile Home	0.89%	0.00%	0.89%	2.00%	2.91%
Commercial	5.57%	-1.41%	4.09%	2.00%	6.17%
<b>Total</b>	<b>4.26%</b>	<b>-3.67%</b>	<b>0.43%</b>	<b>4.25%</b>	<b>4.70%</b>

## Where Does the FHCF Get Its Funds? Where Do They Go?



# Questions & Answers

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# *FHCF 2026 DATA CALL CHANGES AND OVERVIEW OF RULE ADOPTION PROCESS*

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Mary Linzee Branham, Director of Legal and Risk Operations, FHCF



# *RULE 19-8.029 (RULE 29) – 2026/2027 CHANGES*

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## **Data Call (FHCF-D1A):**

- Updated contract year references throughout and
- Revised WIRE access link
- Updated covered policies language to track statutory language
- Updated listing of valid ZIP/county codes link and FAQ link
- Clarified Citizen's takeout reporting to remove references to opt outs
- Added construction mapping guidance

## **Interim Loss Report (FHCF-L1A):**

- Updated contract year references
- Removed Group NAIC Number

## **Proof of Loss Report (FHCF-L1B):**

- Updated contract year references
- Removed Group NAIC Number
- Added Date Claim was reported and Deductible Amount Applied to Paid Loss under Records Retention Requirements

# *RULE 19-8.029 (RULE 29) – 2026/2027 CHANGES*

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## **Detailed Claims Listing (FHCF-DCL):**

- Added requirement for annual year-end filing and quarterly filings thereafter until FHCF commutation is complete
- Added new fields to reflect Date Claim was Reported to Company (Field #3) and Deductible Amount Applied to Paid Loss (Field #11)

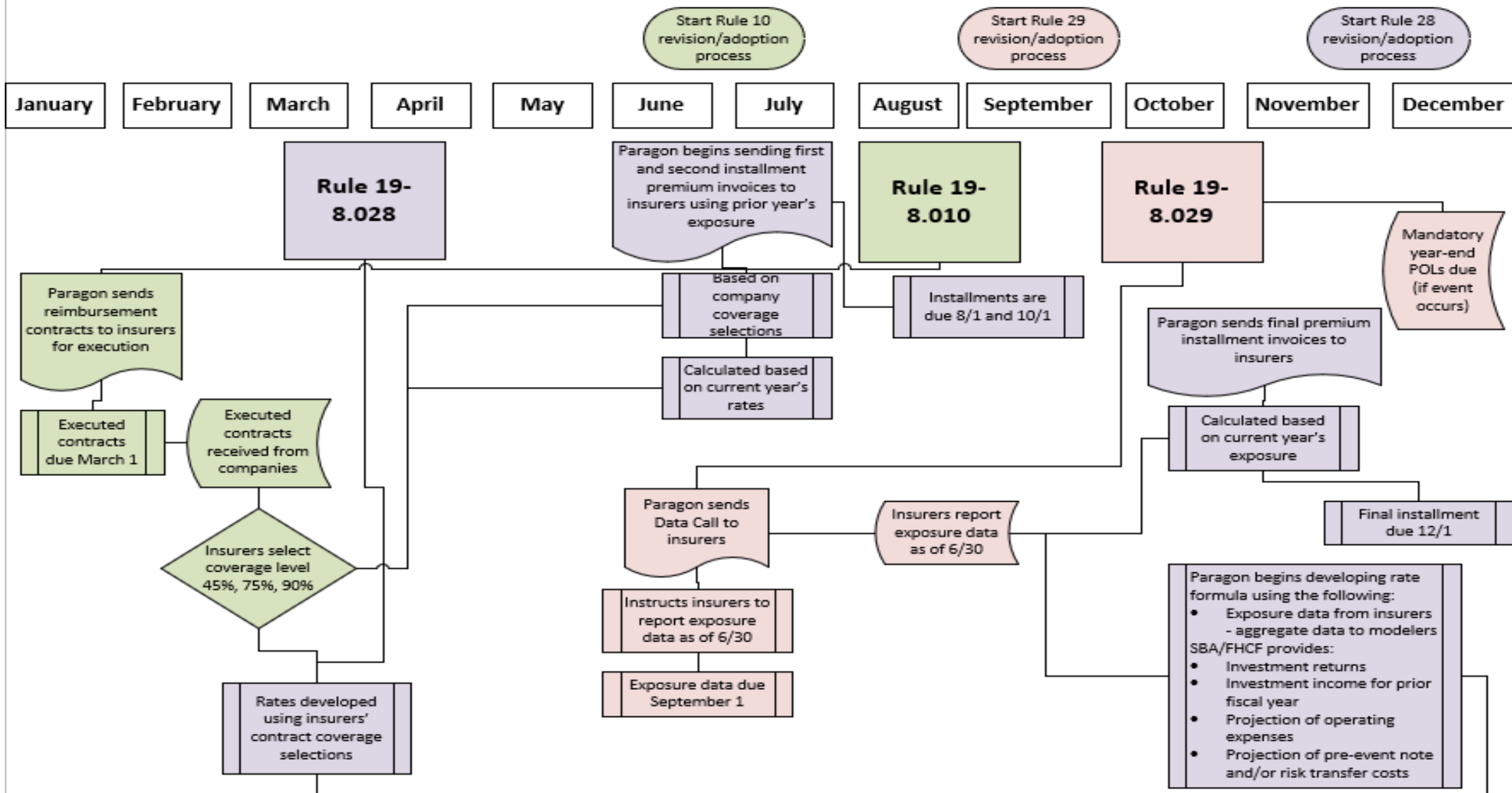
## **Exposure Examinations (FHCF-EAP1):**

- Updated contract year references

## **Claims Examinations (FHCF-LAP1):**

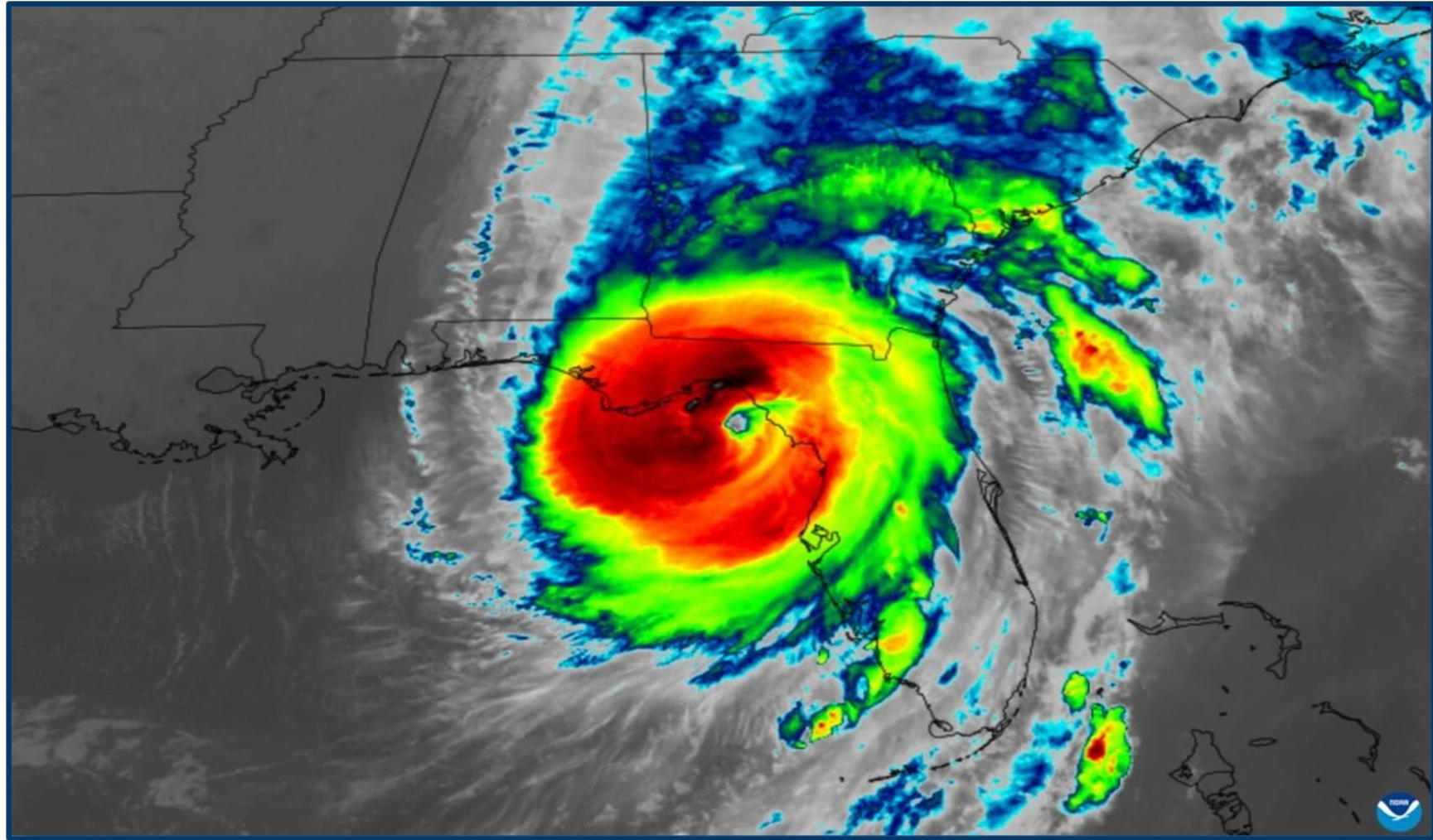
- Updated contract year references
- Added requirement for Date Claim was reported and Deductible Amount Applied to Paid Loss under Requirements for Commencement and Duration of Examination

# FHCF RULE ADOPTION



Rule 19-8.029, F.A.C. = Data Call and Loss/Exposure Reporting Forms  
 Rule 19-8.028, F.A.C. = Reimbursement Premium Formula  
 Rule 19-8.010, F.A.C. = Reimbursement Contract

\*Rules 19-8.012, F.A.C. and 19-8.013, F.A.C., are reviewed/revised as needed and are not reflected in the annual cycle above



Hurricane Helene, 2024

# FROM EVENT TO REIMBURSEMENT

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*Toma Wilkerson, FHCF Director of Operations*

*Melissa Macilveen, FHCF Manager of Administrative Programs*

*Tim Butler, FHCF Director of Examinations*

*Kathy Mackenthun, Paragon Senior Managing Director*



## Online Claims System Dashboard

Sample Insurance Company

HOME ACCOUNT ABOUT FHCF HELP

### Insurer Snapshot All Years

**Upcoming Loss Reports**

4

[Click For Details](#)

**Past Due Loss Reports**

8

*Due Immediately*

[Click For Details](#)

**Contacts**

**Contracts**

#### Past Due Loss Reports

Event	Type	Due Date
Debby	Proof of Loss	03/31/2026
Elsa	Proof of Loss	03/31/2026
Eta	Proof of Loss	03/31/2026
Helene	Proof of Loss	03/31/2026
Ian	Proof of Loss	03/31/2026
Milton	Proof of Loss	03/31/2026
Nicole	Proof of Loss	03/31/2026
Sally	Proof of Loss	03/31/2026

[File a Loss Report](#) [OK](#)

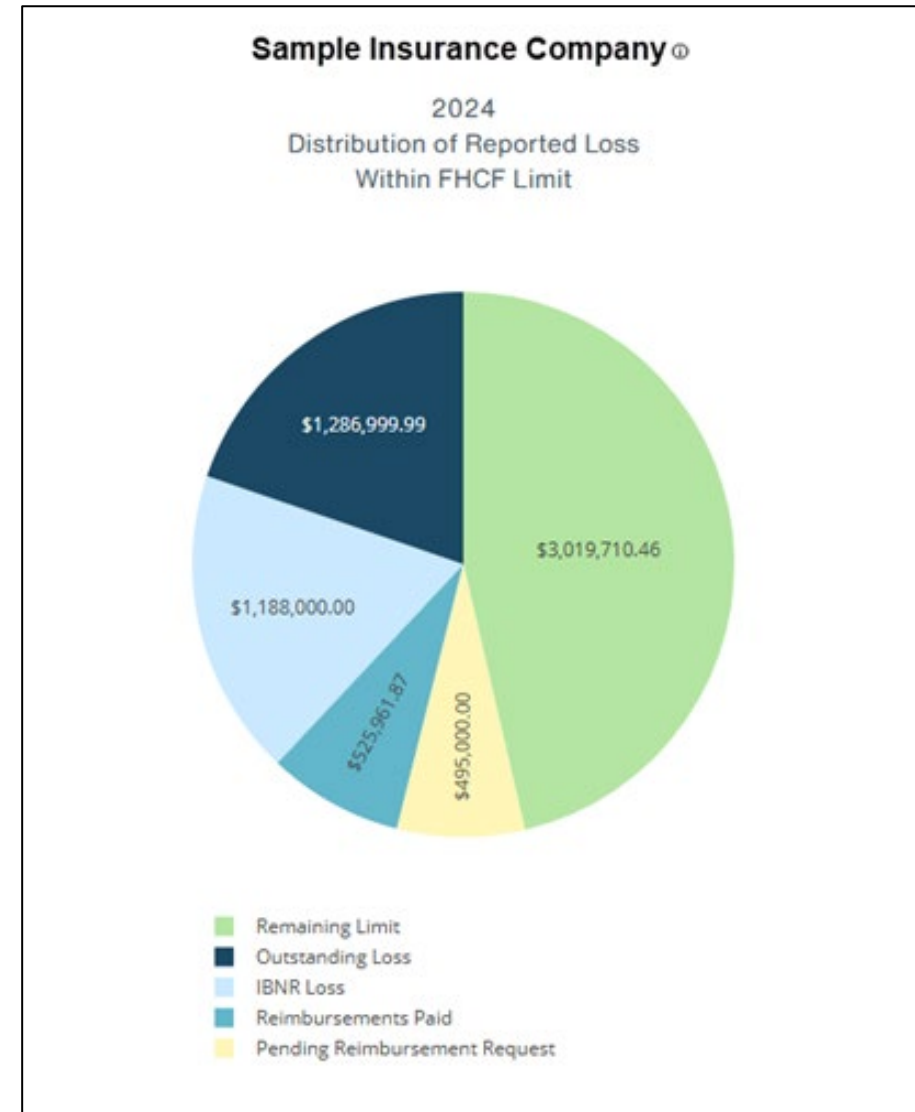
## Online Claims System Dashboard

**Contract Year:** 2024 ▾

**Coverage Summary** ⓘ

Coverage Level	90%
Premium	\$549,405.31
100% Retention	\$3,468,725.39
Total Limit	\$6,515,672.32

[File a Loss Report](#)      [DCL Instructions](#)



## Online Claims System Dashboard

**Hurricane Overview as of 1/27/2026** ⓘ

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**2024-Debby** - Commuted ▼

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**2024-Helene** - Past Due - Resubmit data less than 60 days old ▼

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**2024-Milton** - Past Due - Missing DCL. Resubmit POL including DCL ▲

<b>Most Recent POL:</b>	<a href="#">January 27, 2026 (Other / Voluntary)</a> Under FHCF Review
<b>Retention:</b>	\$3,468,725.39
<b>Commutation Status:</b>	Not Commuted

[View Prior Loss Reports for Milton](#)

## Interim Loss Reports

- Requested after a significant event makes landfall
  - at FHCF's discretion
- Not binding
- Used to project FHCF liquidity needs



## Interim Loss Reporting

- Claims contact notified via email
- Provide at least 14 days to report
- Must be a registered Online Claims System user
- Review current users prior to hurricane season

The screenshot displays the top navigation bar of the Florida Hurricane Catastrophe Fund (FHCF) website. On the left, there is a logo and the text 'Florida Hurricane Catastrophe Fund' above a redacted area. Below this is a hamburger menu icon and a dropdown menu showing 'Sample Insurance Company'. On the right side of the header, there is a 'Sign out' button and a welcome message: 'Welcome Kathy.Mackenthun@us.aon.com'. Below the header is a navigation menu with links for 'HOME', 'ACCOUNT', 'ABOUT FHCF', and 'HELP'. A red arrow points to the 'ACCOUNT' link.

# FROM EVENT TO REIMBURSEMENT

## Contract Year 2026 Interim Loss Report Florida Hurricane Catastrophe Fund (FHCF)

Company Name: \_\_\_\_\_ Co. NAIC No.: \_\_\_\_\_

HURRICANE: \_\_\_\_\_ Losses as of (most current data available): \_\_\_\_\_

### ULTIMATE NET LOSSES ON COVERED POLICIES

	Commercial-Residential	Residential	Mobile Home	Tenants	Condominium Unit Owners	Total
Paid Loss*						
Outstanding Loss*						
IBNR (unknown losses)*						
<b>TOTAL*</b>						

\* Report estimated Ultimate Net Losses only (report in whole dollars, rounded only to the nearest whole dollar, with the exception of IBNR). Do not include Loss Adjustment Expenses. If your Company has negative IBNR numbers, report the negatives; do not net with the Outstanding Loss numbers. See Article V of the Reimbursement Contract for the definitions of Covered Event, Covered Policy, and Ultimate Net Loss. See Article VI of the Reimbursement Contract for specific coverage exclusions. Copies of this Interim Loss Report, the Reimbursement Contract, and additional information can be found at <https://fhcf.sbafla.com>.

### SCHEDULE OF REPORT DUE DATES

If the FHCF determines that an Interim Loss Report is required due to the occurrence of a Covered Event, all Companies in the FHCF shall be notified of the required filing and the applicable due date (not less than fourteen days from the notice date). The FHCF will notify Companies if subsequent Interim Loss Reports are required or if a Detailed Claims Listing (refer to the Contract Year 2026 Form FHCF-DCL) must be provided to the FHCF. Reported Losses are expected to result from a good faith effort, using best business practices for the insurance industry, on the part of the Company to report as accurately as possible. Losses reported under the Interim Loss Report will not be binding.

### TRADE SECRET INFORMATION

Florida law generally defines a trade secret as being secret, of value, for use or in use by a business, and of advantage to the business, where the business takes measures to protect its secrecy. If you are claiming trade secret protection for the loss data in this Interim Loss Report (and related Detailed Claims Listings if applicable), check this box (note that aggregate, non company-specific, FHCF loss information is not subject to trade secret protection):

### SUBMISSION INSTRUCTIONS

The Interim Loss Report (and a Detailed Claims Listing if requested) must be submitted electronically through the FHCF Online Claims System at <https://fhcfclaims.paragon.aon.com/>, and an officer must sign off on each Interim Loss Report online prior to submission. Advance registration (including officers) is required for the Online Claims System; instructions are included on the system web site.

Signature: \_\_\_\_\_ Officer Title: \_\_\_\_\_ Date: \_\_\_\_\_

Name of Officer: \_\_\_\_\_

## **Interim Loss Reporting**

- Only one officer signature required
- Good faith estimate
- Notified via email if subsequent Interim reports are necessary

## **Proof of Loss Reports**

- Required to receive reimbursement
- Required quarterly at a minimum, starting 12/31
- Reminder emailed to claims contact
- Dashboard will provide details

# FROM EVENT TO REIMBURSEMENT

## Contract Year 2026 Proof of Loss Report Florida Hurricane Catastrophe Fund (FHCF)

Company Name: \_\_\_\_\_ Co. NAIC No.: \_\_\_\_\_

HURRICANE: \_\_\_\_\_ Losses as of (most current data available): \_\_\_\_\_

### SECTION I - MANDATORY

### ULTIMATE NET LOSSES ON COVERED POLICIES

	Commercial-Residential	Residential	Mobile Home	Tenants	Condominium Unit Owners	Total
A. Paid Loss*						
B. Outstanding Loss*						
C. IBNR (unknown losses)*						
D. TOTAL*						

\* Report Ultimate Net Losses only (report in whole dollars, rounded only to the nearest whole dollar, with the exception of IBNR). Do not include Loss Adjustment Expenses. If your Company has negative IBNR numbers, report the negatives; do not net with the Outstanding Loss numbers. See Article V of the Reimbursement Contract for the definitions of Covered Event, Covered Policy, and Ultimate Net Loss. See Article VI of the Reimbursement Contract for specific coverage exclusions. Copies of this Proof of Loss Report, the Reimbursement Contract, and additional information can be found at <https://fhcf.sbafla.com>.

## **Proof of Loss Reports – Data Quality Standards**

- "As of date" can't be older than 60 days from quarter end
- If reporting Paid or Outstanding Loss, Detailed Claims Listing is required
- Data quality checks will provide feedback
- Two officers must sign

## Proof of Loss Reports – Reasons for Potential Reimbursement Holds<sup>1</sup>:

- Invalid explanation for data quality checks
- Outstanding reports or amounts due to the FHCF
- Loss reported on policies not included in the Data Call
- Loss reported in excess of policy limits
- Outstanding examination issues
- Noncompliance

<sup>1</sup> Not an inclusive list

## Proof of Loss Reports

- Used to calculate reimbursements
- Also used to evaluate loss development at the portfolio level
- IBNR is a key component needed for accurate forecasting
- Quarterly = consistency

A. Paid Ultimate Net Loss	(Sec. I.A.)
B. Less Actual Retention	
C. Subtotal (minimum of -0-)	(A - B)
D. Elected Coverage Percentage	
E. Ultimate Net Loss Excess Retention	(C x D)
F. LAE (10 % of Incurred Losses in Excess of Retention)	(E x 10 %)
G. Total Estimated Recoverable	(E + F)
H. Previous Reimbursements	
I. Estimated Recoverable from the FHCF this request**	(G - H)

# *FROM EVENT TO REIMBURSEMENT*

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## Claims Exams

- Emphasis on preventing excess reimbursements
- Assist companies in reporting accurate claims data
- Intended to be a helpful process
- Common findings from claims exams
  - Claims for fair rental value
  - Claims for loss assessment
  - Reported loss includes loss adjustment expenses
  - Losses reported on policies that exclude wind
  - Loss not a result of a hurricane – flood and fire most common
  - Losses in excess of coverage limits
- Reporting errors
  - Can hold up approval and payment of a Proof of Loss
  - Interest on excess reimbursements

## 1/3 Drop Down Retention

- Full retention applies to two storms with the largest losses
- Largest is determined by total Paid and Outstanding Loss reported
- Retention "drops down" to 1/3 full retention for all other storms

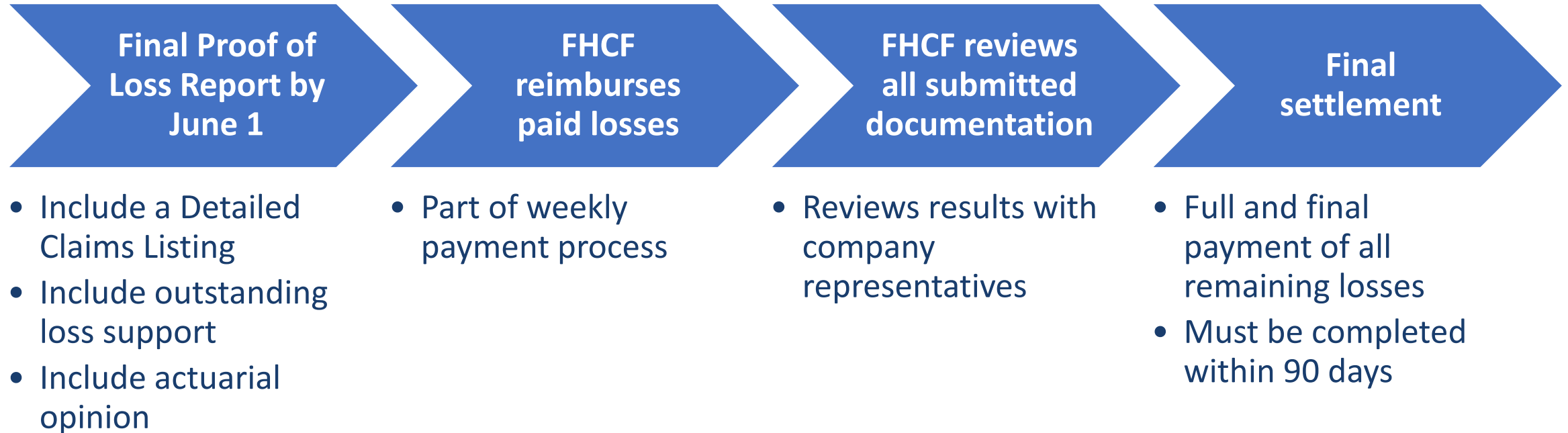
	<b>Paid Loss</b>	<b>O/S Loss</b>	<b>Total Paid + O/S Loss</b>	<b>Retention</b>	<b>Retention %</b>
Hurricane A	\$50M	\$5M	\$55M	\$13.3M	33%
Hurricane B	\$60M	\$30M	\$90M	\$40.0M	100%
Hurricane C	\$10M	\$65M	\$75M	\$13.3M	33%
Hurricane D	\$20M	\$100M	\$120M	\$40.0M	100%

## Early Commutation

- You may commute early for \$0 if you project no recoverables from FHCF
- Commutation removes the requirement for future quarterly Proof of Loss reporting
- Can commute a specific storm if needed



## Commutation Process



## *FROM EVENT TO REIMBURSEMENT*

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Final Proof of Loss Report



Detailed Claims Listing



Outstanding Loss Support



Actuarial Opinion

# *FROM EVENT TO REIMBURSEMENT*

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## **Outstanding Loss Review**

- FHCF provides a checklist of items needed for the outstanding loss review
- For each claim, we will need:
  - Declaration page for the policy in effect at the time of loss
  - First notice of loss
  - Payment history
  - Reserve history
  - Adjuster's reports and/or claims letters which provide a description and estimate of loss
  - Listing of all paid and outstanding policyholder fees (attorney fees, public adjuster fees, etc.) and support for the fees
- The FHCF evaluates the support provided to substantiate the outstanding loss estimates

# PROTECTING THE FRAMEWORK: THE ROLE OF CLAIMS AND EXPOSURE EXAMS

*Tim Butler, FHCF Director of Examinations*

*Marcie Vernon, FHCF Senior Examiner Analyst*

*Jordan Ware, FHCF Senior Examiner Analyst*



# *PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS*

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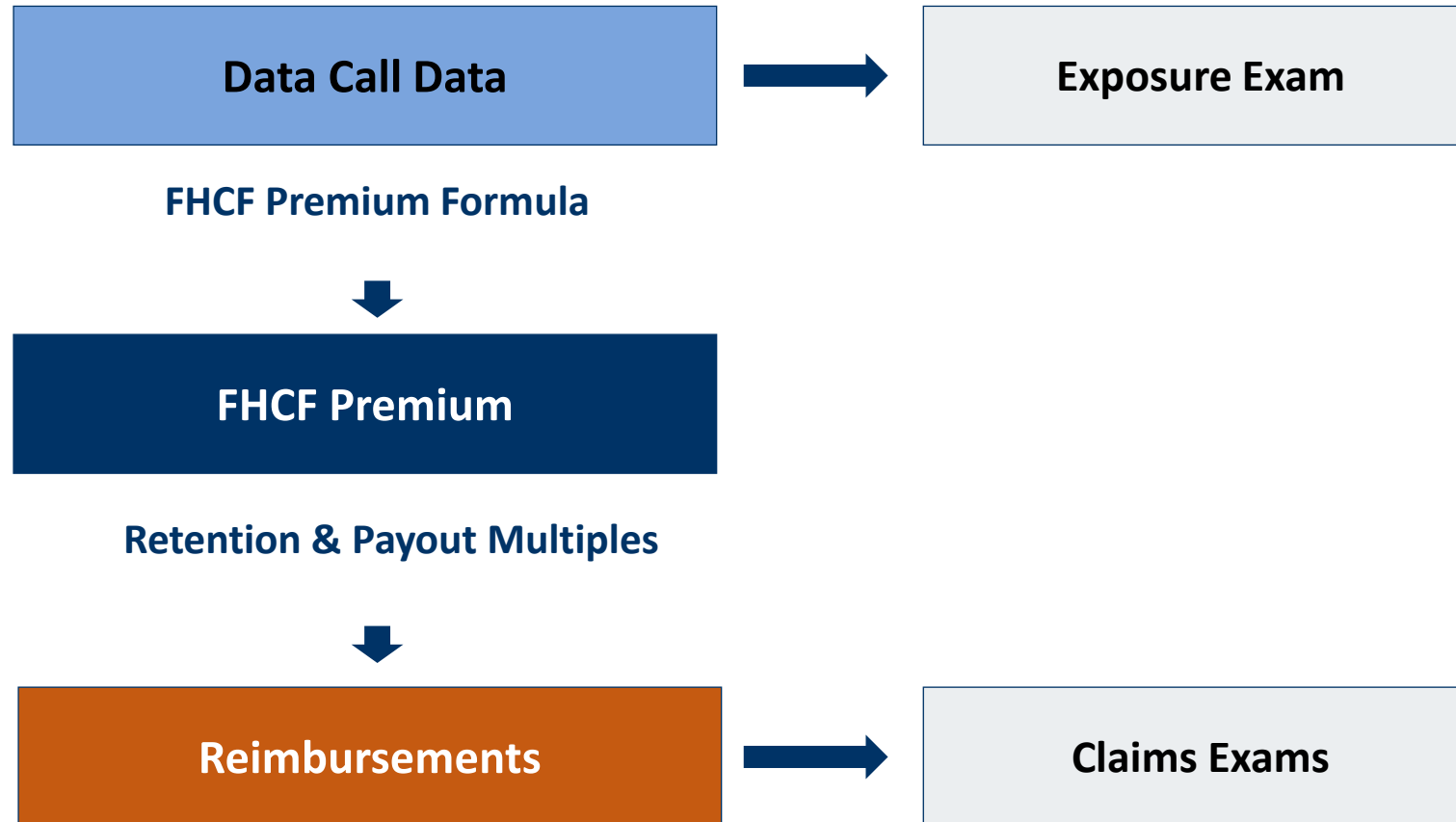
## **Bolster sustainability**

- The FHCF relies on company reported exposure and claims data to apply statutory requirements
- Accurate reporting leads to predictable outcomes
- Predictability supports market stability and confidence for insurers, investors, and policymakers

## **To protect the integrity of the FHCF**

- Exams ensure consistency across all participants
- Exposure data drives the FHCF ratemaking process
- Accurate claims data supports reimbursement timing and liquidity planning

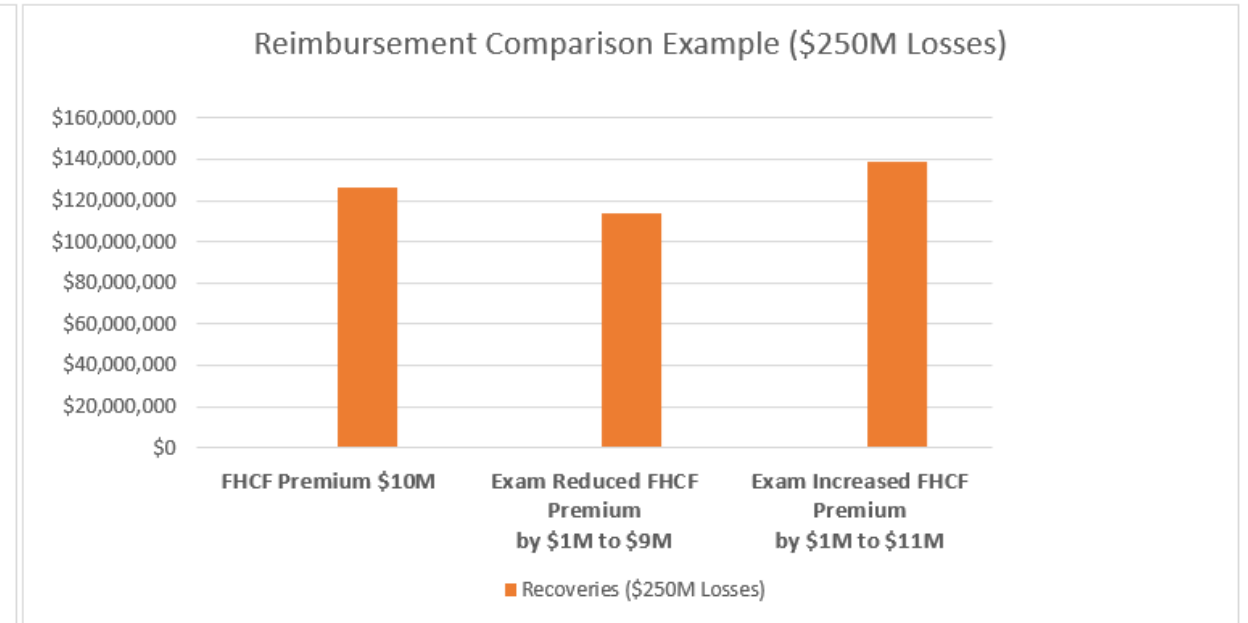
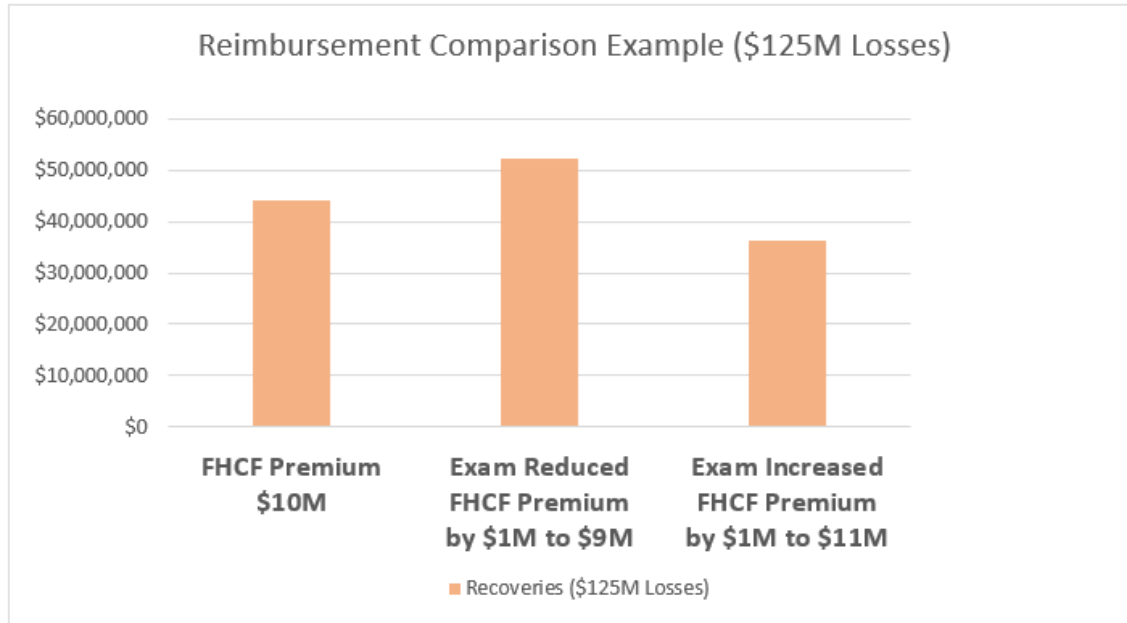
## FHCF Exposure and Claims Examinations



## Ensure fairness

- Importance of correct FHCF premium
- FHCF premium is used in determining reimbursements
- FHCF premium is the basis for individual company FHCF premium, retention, and coverage limits

# PROTECTING THE FRAMEWORK: THE ROLE OF CLAIMS AND EXPOSURE EXAMS



# PROTECTING THE FRAMEWORK: THE ROLE OF CLAIMS AND EXPOSURE EXAMS

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**Data Table**

Category	Original FHCF Premium \$10M	Exam Reduced FHCF Premium by \$1M to \$9M	Exam Increased FHCF Premium by \$1M to \$11M
Reimbursements with \$125M Losses (Not Maxed Out)	\$44M	\$52M	\$36M
Reimbursements with \$250M Losses (Maxed Out)	\$126M	\$114M	\$139M

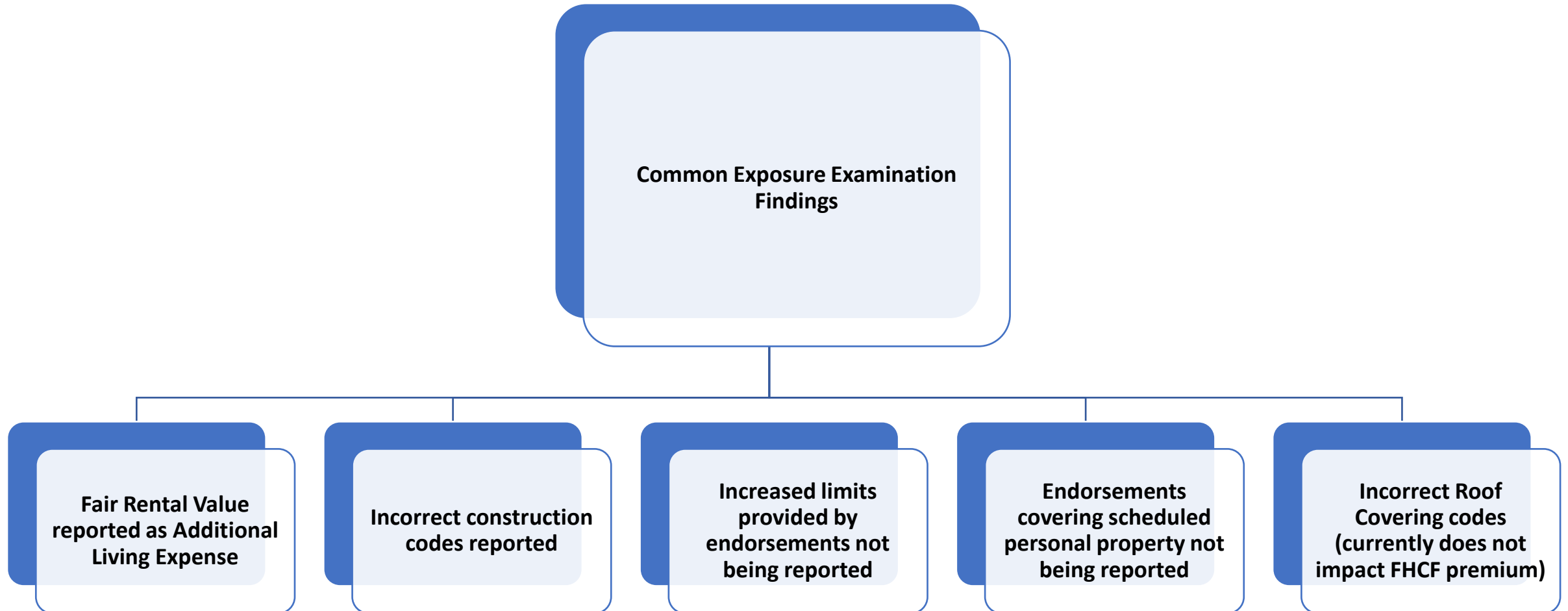
*\* Amounts are rounded to the nearest million*

## **Focus on a Few Areas Directly Related to Contract Year 2026 Reporting**

- Common Exposure Exam Findings
- Transactional Differences
- Vendor-Provided Construction and Mitigation Information

# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

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# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Common Exposure Examination Findings

**Fair Rental Value  
reported as  
Additional Living  
Expense**



Fair Rental Value  
Coverage



Additional Living  
Expense



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Common Exposure Examination Findings

**Incorrect  
construction  
codes reported**

Masonry construction +  
Reinforced concrete roof

✓ 15



Superior construction +  
Reinforced concrete roof

✓ 16



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Common Exposure Examination Findings

**Increased limits  
provided by  
endorsement not  
reported**

Example: Other Structures  
Increase Limit endorsement



Any attachment, endorsement or rider that modifies or increases the wind limit for appurtenant structures should be reported

# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Common Exposure Examination Findings

**Endorsements  
covering scheduled  
personal property  
not reported**

Example: SPP endorsement  
\$10,000 jewelry  
\$15,000 musical instruments  
\$25,000 SPP coverage



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Common Exposure Examination Findings

**Incorrect Roof  
Covering codes  
(does not impact  
FHCF premium)**

Example: Roof Covering  
incorrect code 4 (unknown)

correct code 1 (shingle)



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Common Exposure Examination Findings

**Incorrect Roof  
Covering codes  
(does not impact  
FHCF premium)**

Example: Roof Covering  
incorrect code 1 (shingle)

correct code 3 (metal)



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

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## Common Exposure Examination Findings



### **Honorable Mention:**

Incorrect deductible codes

- Typically \$ deductible codes instead of % deductible codes

# *PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS*

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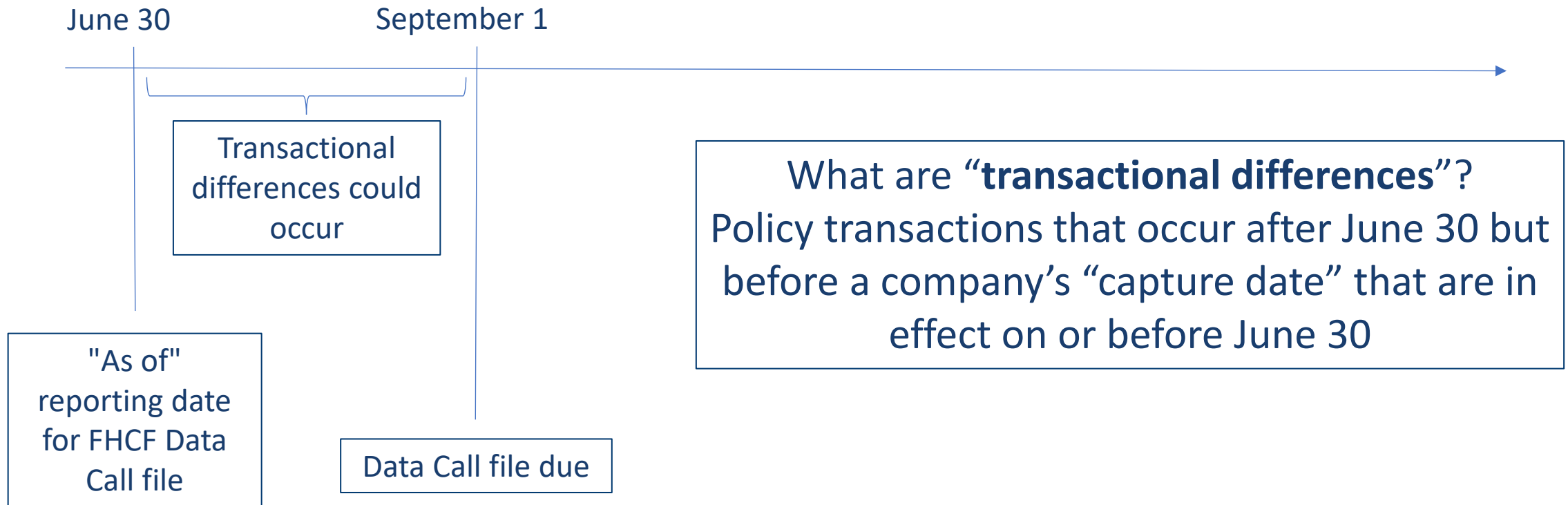
## Transactional differences and vendor-provided data



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

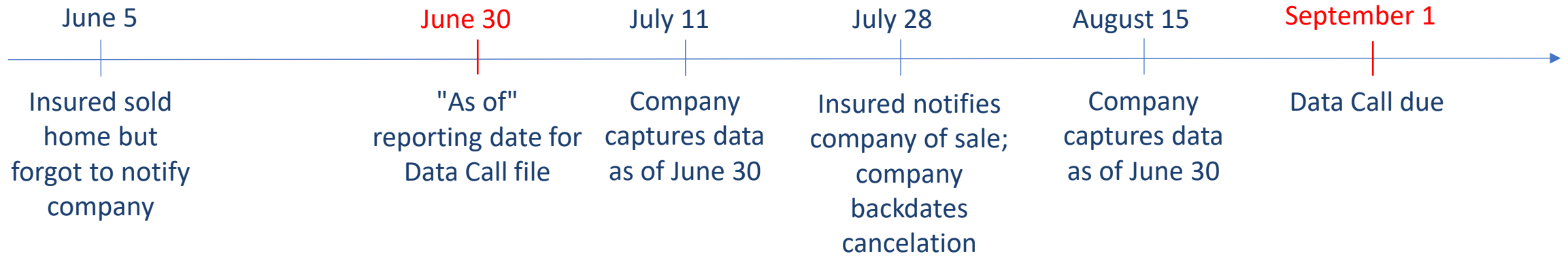
## Transactional Differences

### Timeline of Notable Dates for Data Call Reporting



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Transactional Difference Example

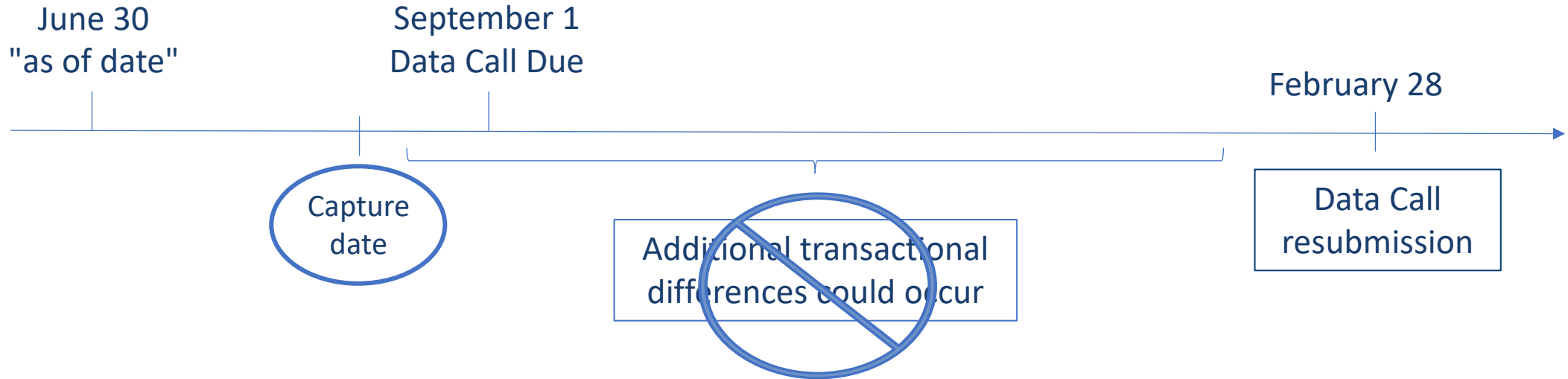


Should this Policy be reported in the upcoming Data Call file?

**YES!**

# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

## Transactional Differences



### **IMPORTANT!!**

Use ORIGINAL CAPTURE DATE in resubmission, unless approved in advance by the FHCF or required by the FHCF

# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

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## Vendor-Provided Construction and Mitigation Information



# *PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS*

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## Vendor-Provided Construction and Mitigation Information



Reporting  
to FHCF

# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

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## Vendor-Provided Construction and Mitigation Information – *New Guidance*

### Recent trend

Reporting vendor-provided construction or mitigation information that is NOT being incorporated into the company's systems

In such cases, additional criteria apply



# PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS

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## Vendor-Provided Construction and Mitigation Information – New Guidance

Criteria for reporting vendor-provided data to the FHCF:

- Annual FHCF approval of reporting methodology
- Consistent application by Type of Business
- Additional documentation for examinations
- Consistent application over time



When vendor-provided data is incorporated into your company's policy systems the additional criteria no longer apply

# *PROTECTING THE FRAMEWORK: THE ROLE OF EXPOSURE AND CLAIMS EXAMS*

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Questions?



# THANK YOU AND CLOSING REMARKS

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Gina Wilson, Chief Operating Officer, Florida Hurricane Catastrophe Fund



Hurricane Idalia, 2023 NASA Terra satellite MODIS