

**FLORIDA COMMISSION ON HURRICANE
LOSS PROJECTION METHODOLOGY**

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May 31, 2002

Mr. Peter Vickery
Applied Research Associates, IntraRisk Division
8540 Colonnade Center Drive, Suite 301
Raleigh, North Carolina 27612

RE: Florida Commission on Hurricane Loss Projection Methodology

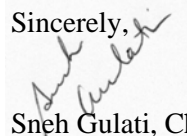
Dear Mr. Vickery:

This will confirm the finding of the Florida Commission on Hurricane Loss Projection Methodology on May 31, 2002, that the Applied Research Associates, IntraRisk Division computer model has been determined acceptable for projecting hurricane loss costs for personal residential rate filings.

The Commission has determined that HURLOSS Version 3.0 complies with the standards adopted by the Commission on September 19, 2001 and October 15, 2001, and concludes that HURLOSS Version 3.0 is sufficiently accurate and reliable for projecting hurricane loss costs for residential property in the State of Florida.

In accordance with the Commission's procedures, this determination of acceptability expires on February 28, 2003, unless the modeler has complied with the latest adopted procedures described in the "Process for the determination of acceptability of a computer model."

On behalf of the Commission, I congratulate you and your colleagues. We appreciate your participation and input in this process.

Sincerely,

Sneh Gulati, Chair