

**FLORIDA COMMISSION ON HURRICANE
LOSS PROJECTION METHODOLOGY**

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Vacant
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June 30, 2015

Ms. Kay Cleary
Risk Management Solutions, Inc.
7575 Gateway Boulevard
Newark, California 94560

Dear Ms. Cleary:

This will confirm the finding of the Florida Commission on Hurricane Loss Projection Methodology on June 30, 2015, that the Risk Management Solutions, Inc. computer model has been determined acceptable for projecting hurricane loss costs and probable maximum loss levels for residential rate filings. The determination of acceptability expires on November 1, 2017.

The Commission has determined that the North Atlantic Hurricane Models RiskLink 15.0 (Build 1625) limited to the options selected in the input form provided in Standard A-1 (Modeling Input Data) Disclosure 5 complies with the standards adopted by the Commission on September 24 & 25, 2013, and concludes that the North Atlantic Hurricane Models RiskLink 15.0 (Build 1625) limited to the Florida hurricane model options selected (Standard A-1 (Modeling Input Data) Disclosure 5) is sufficiently accurate and reliable for projecting hurricane loss costs and probable maximum loss levels for residential property in Florida.

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

Sincerely,



Lori Medders, Chair

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January 20, 2016

Ms. Kay A. Cleary
Risk Management Solutions, Inc.
7575 Gateway Boulevard
Newark, California 94560


Dear Ms. Cleary:

On December 17, 2015, RMS requested the Florida Commission on Hurricane Loss Projection Methodology consider the functional equivalence of RiskLink 15.0.1 (Build 1625) to the currently acceptable model RiskLink 15.0 (Build 1625).

In accordance with the procedures for *Interim Model Updates after a Model has been Determined to be Acceptable by the Commission* in the 2015 Report of Activities, as Chair, I have reviewed and assessed, with input from three Professional Team members, the regression test results provided for Form A-1 (Zero Deductible Personal Residential Loss Costs by ZIP Code), Form A-4B (Output Ranges, 2012 FHCF Exposure Data), Form A-8 (Probable Maximum Loss for Florida), and Form S-5B (Average Annual Statewide Loss Costs – Historical versus Modeled, 2012 FHCF Exposure Data) and have confirmed that the interim model updates/revisions do not produce significant differences in loss costs and probable maximum loss levels from the currently accepted model RiskLink 15.0 (Build 1625).

This will confirm that the Risk Management Solutions, Inc. computer model, RiskLink 15.0.1 (Build 1625) is functionally equivalent to the currently acceptable model RiskLink 15.0 (Build 1625) and is acceptable for projecting hurricane loss costs and probable maximum loss levels for residential rate filings in Florida. The determination of acceptability expires on November 1, 2017.

Sincerely,



Lorilee Medders, Chair