

Florida Commission on Hurricane Loss Projection Methodology

March 18, 2004
Meeting Summary¹

1. The Commission recognized and welcomed new Commissioner Bob Ricker, Executive Director, Citizens Property Insurance Corporation.
2. Mark Johnson, Professional Team Leader, discussed the upcoming activities of the Professional Team, the detailed pre-visit letter, and issues that needed addressing prior to the on-site reviews.
3. The Commission cited the following as deficiencies that required correction by April 2, 2004.

AIR Worldwide Corporation (AIR)

- a. G-2.2.D (page 36/37) – incomplete response (indicate specifically whether the individuals are associated with the insurance industry, consumer advocacy group, or a government entity as well as their consulting activities).
- b. G-2.4 (page 38) – page number provided incorrect.
- c. M-4.1 (page 54) – old module reference provided in response.
- d. M-4.4 (page 58) – page number provided incorrect.
- e. V-2.A (page 85) – reference to Attachment J incorrect.
- f. V-2.B (page 85) – reference to Attachment F incorrect.
- g. A-3.1 (page 98) – old module references provided in response.
- h. A-4 (page 100) – old Form B reference in Table 8.
- i. A-6.2 (page 109) – old Form B reference in Table 10.
- j. A-7 (page 110) – old Form B reference in Table 11.
- k. S-1.6 (page 120) – page number missing in response.
- l. S-1.7 (page 120) – page number missing in response.
- m. S-5.3 (page 133) – page number missing in response.
- n. S-6.5 (page 136) – page number missing in response.
- o. S-6.6 (page 136) – page number missing in response.
- p. S-7.7 (page 140) – page number missing in response.
- q. Form S-1B (page 185) – Personal Residential Owners Frame is S-1A (98 exposure) for pages 185-189 rather than S-1B (02 exposure).
- r. Form S-9.A (page 230) – response not provided

¹ This document is a summary of the official minutes for the Florida Commission on Hurricane Loss Projection Methodology. The official minutes consist of the complete recorded transcript. The content of this summary has not been taken from the official transcript and should not be relied upon for any official purpose.

Applied Research Associates (ARA)

- a. G-1.2 (page 12), G-2.3.A (page 25), M-2.4 (page 40) – provide current list of references cited.
- b. G-2.2.A (page 19) – tenure not provided for Larry Twisdale, Frank Lavelle, and Marshall Hardy.
- c. G-2.2.C (page 25) – documentation not provided.
- d. G-2.3.B (page 26) – documentation not provided.
- e. Form G-1 (page 32) – titles not provided.
- f. M-4.2 (page 43) – incorrect response provided (identical response given for 1 and 2).
- g. M-5.3 (page 48) – collection and publication dates of land use and land cover data not provided.
- h. M-5.4 (page 49) – incomplete plot of Hurricane Andrew simulation.
- i. V-1.2 (page 59) – detail description not provided.
- j. A-7.2 (page 80) – minimum threshold not provided.
- k. S-7.2 (page 104) – justification not provided.
- l. Form S-1A – hard copy not provided in submission.
- m. Form S-1B – hard copy not provided in submission.

EQECAT (EQE)

- a. M-5.4 (page 47) – Figure 8 is unreadable and non-responsive.
- b. V-1.3 (page 57) – brief description not provided.
- c. A-5.2 (page 86) – reference to Table 10 incorrect.

Risk Management Solutions (RMS)

- a. G-2.2.D (page 50) – incomplete response (indicate specifically whether the individuals are associated with the insurance industry, consumer advocacy group, or a government entity as well as their consulting activities).
 - b. M-2.6 (page 69/70) – Figure 6 incomplete (pages 28, 29, and 30).
 - c. M-5.3 (page 79) – collection and publication dates of land use and land cover data not provided.
4. The Commission approved the readiness for the on-site review by the Professional Team of previously accepted models – AIR, ARA, EQE, and RMS contingent upon their correction or explanation of the above noted deficiencies by April 2, 2004.
 5. The Commission voted to recognize former Commission members Jay Newman and Elsie Crowell with a resolution from the SBA Trustees for their years of service on the Commission.
 6. Mark Johnson presented a proposal to conduct an assessment of computer generated loss costs in Florida. The Commission voted to accept this proposal as a long-term project,

pending availability of funds, with the terms and conditions and budget issues to be worked out by SBA staff.

Commission Members Present: Dave Coursey (by phone), Sneh Gulati, Mark Homan, Larry Johnson, Jack Nicholson, Sri Ramanujam, Bob Ricker, Matthew Green representing Craig Fugate, and Laurie Goldman representing Elsie Crowell

Commission Members Absent: Elsie Crowell, Randy Dumm, Craig Fugate, Jim O'Brien

Professional Team Members Present: Jenni Evans, Paul Fishwick, Mark Johnson, Marty Simons, Fred Stolaski