

# Florida Commission on Hurricane Loss Projection Methodology

May 20-21, 2008  
Meeting Summary<sup>1</sup>

## May 20, 2008

1. The review of AIR Worldwide Corporation Atlantic Tropical Cyclone Model V10.0, Program: CLASIC/2 V10 began with a one-hour closed session for discussion of trade secrets used in the design and construction of the model.
2. Review of AIR Worldwide Corporation Atlantic Tropical Cyclone Model V10.0, Program: CLASIC/2 V10:
  - A. The Commission reviewed and found acceptable the General Standards (G1, G2, G3, G4, G5), the Meteorological Standards (M1, M2, M3, M4, M5, M6), the Vulnerability Standards (V1 and V2), the Actuarial Standards (A1, A2, A3, A4, A5, A6, A7, A8, A9, A10), the Statistical Standards (S1, S2, S3, S4, S5, S6), and the Computer Standards (C1, C2, C3, C4, C5, C6, C7).
  - B. The Atlantic Tropical Cyclone Model V10.0, Program: CLASIC/2 V10 was found acceptable under the 2007 Standards by the Commission.
3. The Commission voted to recommend to the SBA Trustees the re-appointment of Randy Dumm as chair for 2008/2009.
4. The Commission reviewed Risk Management Solutions' notification of an error in completing Forms V-1, A-3, and S-1 under the 2006 Standards and determined no action was necessary as there was no change in the reported loss costs.
5. The review of Risk Management Solutions, Inc. RiskLink Version 6.0b began with a one-hour closed session for discussion of trade secrets used in the design and construction of the model.
6. Review of Risk Management Solutions, Inc. RiskLink Version 6.0b:
  - A. The Commission reviewed and found acceptable the General Standards (G1, G2, G3, G4, G5), the Meteorological Standards (M1, M2, M3, M4, M5, M6), the Vulnerability Standards (V1 and V2), the Actuarial Standards (A1, A2, A3, A4, A5, A6, A7, A8, A9, A10), the Statistical Standards (S1, S2, S3, S4, S5, S6), and the Computer Standards (C1, C2, C3, C4, C5, C6, C7).
  - B. The Risk Management Solutions, Inc. RiskLink Version 6.0b model was found acceptable under the 2007 Standards by the Commission.

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<sup>1</sup> 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.

**May 21, 2008**

1. The review of Applied Research Associates, Inc. HurLoss 4.1 began with a one-hour closed session for discussion of trade secrets used in the design and construction of the model.
2. Review of Applied Research Associates, Inc. HurLoss 4.1:
  - A. The Commission reviewed and found acceptable the General Standards (G1, G2, G3, G4, G5), the Meteorological Standards (M1, M2, M3, M4, M5, M6), the Vulnerability Standards (V1 and V2), the Actuarial Standards (A1, A2, A3, A4, A5, A6, A7, A8, A9, A10), the Statistical Standards (S1, S2, S3, S4, S5, S6), and the Computer Standards (C1, C2, C3, C4, C5, C6, C7).
  - B. The Applied Research Associates, Inc. HurLoss 4.1 model was found acceptable under the 2007 Standards by the Commission.
3. Chairman Dumm and Commissioner Eagelfeld updated the Commission on their meetings with the Australian Prudential Regulatory Authority.
4. Commissioner Nicholson discussed the highlights of the recent legislation passed in CS/CS/SB 2860 as it relates to the Commission. The Commission agreed to hold a meeting in July to receive public testimony on the meaning and intent of the new law.

**Commission Members Present:** Kristen Bessette, Terry Butler, Randy Dumm, Howard Eagelfeld, Sneh Gulati, Larry Johnson, Jai Navlakha, Jack Nicholson, Hugh Willoughby

**Commission Members Absent:** Craig Fugate, Scott Wallace

**Professional Team Members Present:** Jenni Evans, Paul Fishwick, Mark Johnson, Tom Schroeder, Marty Simons, Fred Stolaski, Masoud Zadeh