

# Florida Commission on Hurricane Loss Projection Methodology

September 17 & 18, 2008

Meeting Summary<sup>1</sup>

1. The Commission reviewed AIR Worldwide's notification of a minor software issue with Program CLASIC/2™ version 10.0 that resulted in a change of 0.001 in one cell of the Output Ranges report. The Commission voted that Program CLASIC/2™ version 10.1 was acceptable and the acceptability of AIR Worldwide Atlantic Tropical Cyclone Model version 10.0 did not change.
2. The Commission voted to move all proposed material related to Commercial Residential Standards to the Inquiries and Investigations section. The Commission is requesting public comments on the proposed Standards, Disclosures, Audit requirements, Forms, and procedures in order to fully understand the implication of the various proposals.
3. The Commission amended and approved the following in the *Report of Activities*:
  - Acceptability Process and Trade Secret List
  - On-Site Review
  - Commission Structure
  - Introduction
  - Findings of the Commission
  - Inquiries or Investigations
  - Principles (no changes)
  - References (no changes)
  - Letter to SBA Trustees
  - Commission Membership
  - Table of Contents
  - Model Identification (no changes)
  - Submission Data
  - Comparison of 2008 Standards to 2007 Standards
  - Appendices
  - Working Definitions
  - Standards, Disclosures, Audit requirements, and Forms effective November 1, 2008
4. The Commission approved delegation to staff to make appropriate technical changes in the *Report of Activities*.

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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.

5. The Commission reviewed the request from Risk Management Solutions to hold a workshop where the Commission and modelers can discuss how non-stationarity in the frequency and intensity of tropical cyclones might reasonably be incorporated into hurricane models that are submitted to the Commission for certification. The Commission discussed holding a workshop in January and/or July 2009 with topics/issues to be covered to include climate variability, commercial residential standards, and storm surge. The Commission delegated to staff scheduling the workshop(s) and prioritizing the topics and issues to be covered.
6. Representatives from Fair Insurance Rates in Monroe (FIRM) provided a presentation with additional and updated data requested by the Commission during the August 12-13, 2008 committee meetings.

### **September 17, 2008**

**Commission Members Present:** Kristen Bessette, Terry Butler, Randy Dumm, Howard Eagelfeld, Larry Johnson, Jai Navlakha (by phone), Jack Nicholson, Hugh Willoughby

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

**Professional Team Members Present:** Jenni Evans, Paul Fishwick, Mark Johnson, Marty Simons, Fred Stolaski (by phone)

### **September 18, 2008**

**Commission Members Present:** Kristen Bessette, Terry Butler, Howard Eagelfeld, Sneh Gulati (by phone), Larry Johnson, Jack Nicholson, Hugh Willoughby

**Commission Members Absent:** Randy Dumm, Craig Fugate, Jai Navlakha, Scott Wallace

**Professional Team Members Present:** Jenni Evans, Paul Fishwick, Mark Johnson, Marty Simons, Fred Stolaski (by phone)