

ESTIMATED FHCF CLAIMS PAYING CAPACITY

(\$ billions)

Contract Year	ESTIMATED BORROWING CAPACITY NEEDED ⁽¹⁾		Projected Dec. 31 Fund Balance	Other Liquidity Sources	Projected Risk Transfer	Initial Season Estimated Claims Paying Capacity ⁽²⁾
	May Initial Season	October Initial Season				
1994	2.0	---	0.3	---	---	2.3
1995-96	4.0	---	0.9	---	---	4.9
1996-97	5.0	5.0	1.4	---	---	6.4
1997-98	5.5	6.0	2.0	---	---	8.0
1998-99	8.5	8.5	2.5	---	---	11.0
1999-00	8.7	7.9	3.1	---	---	11.0
2000-01	7.4	7.3	3.7	---	---	11.0
2001-02	6.7	6.7	4.3	---	---	11.0
2002-03	6.1	6.1	4.9	---	---	11.0
2003-04	5.5	5.5	5.5	---	---	11.0
2004-05	8.9	8.9	6.1	---	---	15.0
2005-06	12.1	12.0	3.0	---	---	15.0
2006-07	14.0	14.0	1.0	---	---	15.0
2007-08	26.0	25.8	2.1	---	---	27.9
2008-09	25.5	3.0	2.8	7.5	---	13.3
2009-10	8.0	11.0	4.5	3.5	---	19.0
2010-11	15.9	9.4	5.9	3.5	---	18.8
2011-12	11.3	8.0	7.2	0.0	---	15.2
2012-13	7.0	7.0	8.5	0.0	---	15.5
2013-14	5.2	5.2	9.8	2.0	---	17.0
2014-15	4.1	4.0	11.0	2.0	---	17.0
2015-16	0.0	0.1	12.7	3.2	1.0	17.0
2016-17	0.0	0.0	13.8	2.7	1.0	17.0
2017-18	0.0	0.0	15.0	2.7	1.0	17.0
2018-19	0.0	0.8	13.0	2.2	1.0	17.0
2019-20	1.9	3.1	11.4	1.7	0.9	17.0

⁽¹⁾For years in which pre-event bonds have been issued, such bonds may be used in lieu of post-event bonding. However, such a determination would be made based on financing considerations.

⁽²⁾Based on October estimates when available. Estimated Claims Paying Capacity consists of projected cash, plus reinsurance purchased, plus the estimated borrowing capacity, **up to the statutory limit**, including optional coverage if available.

Notes:

- 1998 reflects a private letter ruling granting tax-exempt status to bonds.
- The 1999 Legislative Session resulted in limiting the overall capacity of the FHCF to \$11 billion and providing for subsequent season capacity.
- The 2004 Legislative Session expanded the overall capacity of the FHCF to \$15 billion.
- The 2007 Special Legislative Session created optional coverages expanding the overall capacity of the FHCF.
- The 2009 Legislature reduced the capacity for the optional coverage to be phased in over the next six years.
- Prior to October 2008, the theoretical capacity, assuming no market constraints, is illustrated. Beginning in October 2008, the estimated borrowing capacity is based on the senior underwriters' estimate and reflects the amount of borrowing needed up to the statutory limit. The estimated claims capacity is illustrated based on current financial market conditions.
- The 2017 projected December 31 Fund Balance is prior to any estimates for Hurricane Irma losses.
- The 2018 projected December 31 Fund Balance is prior to any estimates for Hurricane Michael losses.
- For more information and discussion, see the Florida Hurricane Catastrophe Fund Estimated Claims Paying Capacity report on the FHCF's website at www.sbafla.com/fhcf under Bonding Program, then Bonding Capacity Analysis Reports.