

**Professional Team Report to the
Florida Commission on Hurricane Loss Projection Methodology**

**Applied Research Associates, Inc. (ARA)
Review of HurLoss 7.0.b
December 7, 2016**

ARA

Francis M. Lavelle, Ph.D., P.E., Vice President
David Mizzen, M.S.C.E., Staff Scientist
Laura Mudd, Ph.D., E.I.T., Staff Scientist
Peter J. Vickery, Ph.D., P.E., Principal Engineer

Professional Team

Jenni Evans, Ph.D., Meteorologist
Paul Fishwick, Ph.D., Computer Scientist
Mark Johnson, Ph.D., Statistician, Team Leader
Michael Smith, FCAS, MAAA, Actuary
Masoud Zadeh, Ph.D., P.E., Structural Engineer
Donna Sirmons, Staff

On December 7, 2016, the Professional Team had a web-based meeting with ARA to investigate the reported errors in HurLoss 7.0.a that resulted in Type III differences as reported to the Commission on October 31, 2016. The Professional Team reviewed the revised model HurLoss 7.0.b.

The nature and substance of the errors and their resolution by ARA were reviewed in depth. The changes to Forms A-1, A-4B, A-8, and S-5 were reviewed, and their revisions were consistent with the corrections made to the model.

Elaboration of the specifics in resolving the errors reviewed by the Professional Team will require a closed session at the December 13, 2016 Commission meeting.

Based on the material provided in the November 14, 2016 Addendum, ARA's presentation of trade secret material and response to questions from the Professional Team during the audit, and the deliberations of the Professional Team following the call, the Professional Team concludes that all standards are verified for the HurLoss Florida Model 7.0.b.