



July 31, 2013

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Lori Medders, Chair
Florida Commission on Hurricane Loss Projection Methodology
c/o Donna Sirmons
Florida State Board of Administration
1801 Hermitage Boulevard, Suite 100
Tallahassee, Florida 32308

Re: Request for Functional Equivalence of RiskLink 13.0 (Build 1515).

Dear Dr. Medders:

On June 19, 2013, the commission found RiskLink 13.0 (Build 1509) to be acceptable for projecting hurricane loss costs and probable maximum loss levels for residential rate filings. In preparing to release the model to our clients, a number of changes unrelated to residential wind losses in Florida have been made to the software package, resulting in a new version number, Build 1515. The changes to the software between Build 1509 and Build 1515 are related to:

1. Updates to the RMS storm surge model for the US.
2. Updates to the RMS workers compensation model for the US.
3. Updates to international currency data
4. Geocoding updates for non-U.S. regions

None of these changes affect residential loss costs or probable maximum losses in the state of Florida, analyzed with the model settings as specified in the FCHLPM Certified Hurricane Losses DLM profile.

In accordance with the Process for Determining the Acceptability of a Computer Simulation Model, Section VI.G. (page 54) in the current Report of Activities, we have prepared the following forms for the Commission's review:

1. Form A-4 (Output Ranges)
2. Form A-8 (Probable Maximum Loss for Florida)
3. Form S-5 (Average Annual Statewide Loss Costs – Historical versus Modeled)

The forms have been provided for the current model and the revised version of the model, and a percentage change comparison demonstrates there is no change in output in between the two versions. RMS would like to request that the commission review the provided material and determine that RiskLink 13.0 (Build 1515) is functionally equivalent to RiskLink 13.0 (Build 1509).

Please feel free to contact me with any questions about the enclosed materials.

Respectfully,

Michael Young
Senior Director
Daytime Phone: 510-505-3213

Enclosures: RMS11FormA4_B1515_Delta.xlsx ; RMS11FormA8_B1515_Delta.xlsx;
RMS11FormS5_B1515_Delta.xls