

State Board of Administration Florida Hurricane Catastrophe Fund

COLODNY FASS

PANDEMIC + HURRICANE

APRIL 22, 2020



2020/2021 Contract Year

Not Drawn to Scale.

Preliminary Estimates

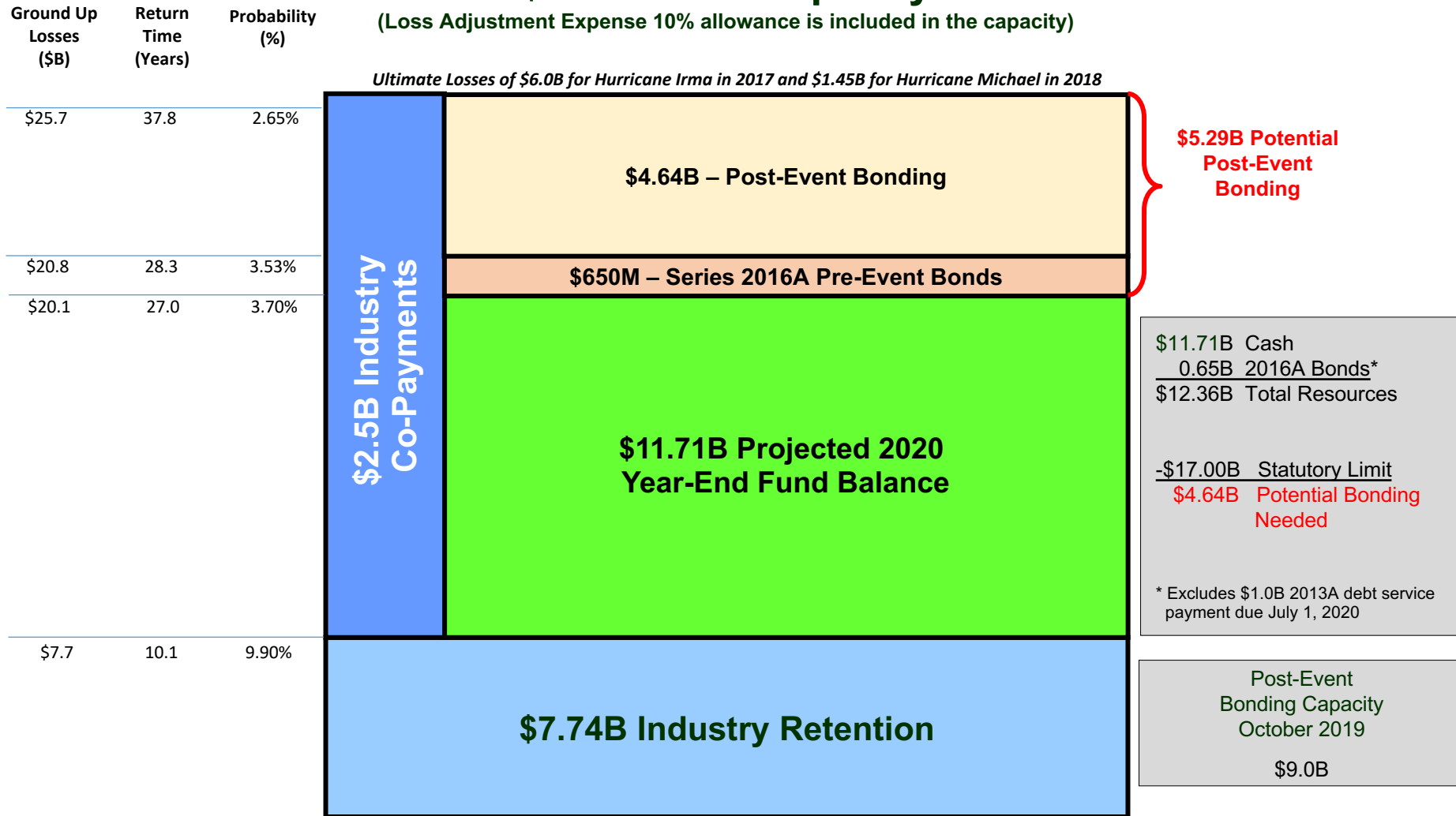
Not Official
(For Illustrative
Purposes Only)

\$17B FHCF Capacity

as of March 11, 2020

(Loss Adjustment Expense 10% allowance is included in the capacity)

Ultimate Losses of \$6.0B for Hurricane Irma in 2017 and \$1.45B for Hurricane Michael in 2018



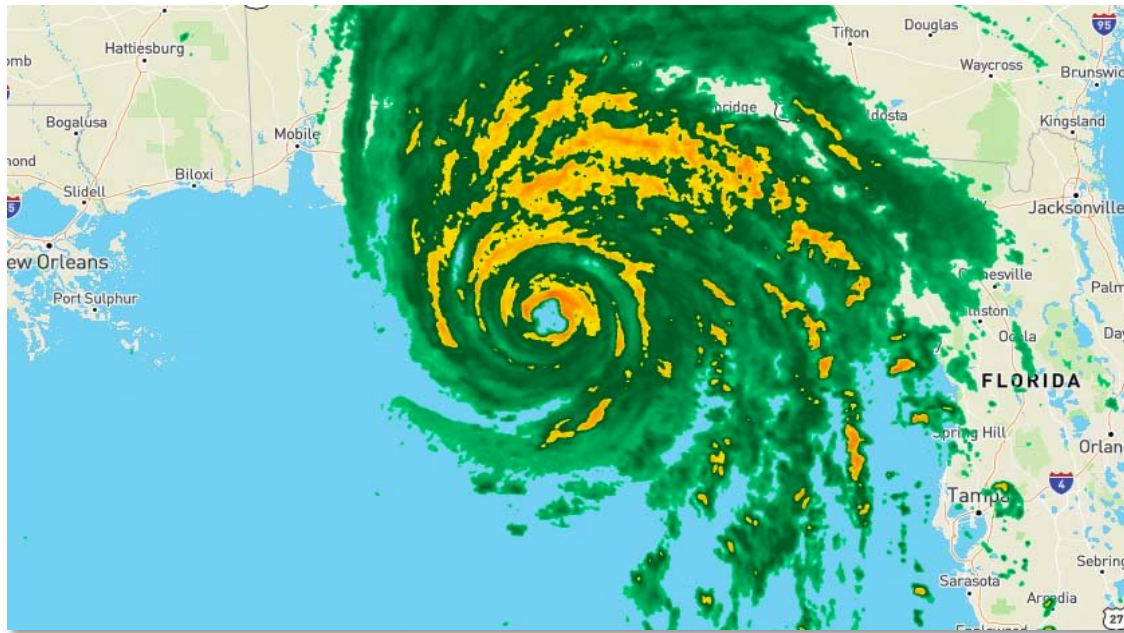
- Represents industry losses. FHCF probabilities are lower at the top loss levels and higher at the lower loss levels. All insurers would need to reach their maximum coverage limit in order to exhaust the last billion of FHCF Coverage. Insurers can trigger coverage below the industry retention.
- Individual company retentions are their share of the industry retention.

FHCF Historical Coverage Selections

as of March 31, 2020

Coverage Option	Projected 2020/2021	2019/2020	2018/2019	2017/2018	2016/2017	2015/2016	2014/2015
Number of Insurers by Contract Year							
90%	125	114	105	102	108	114	141
75%	4	7	3	3	3	6	0
45%	34	47	61	63	54	44	20
Weighted Average Coverage							
	86.193%	81.808%	73.483%	74.524%	75.527%	81.565%	89.934%

Source: FHCF Ratemaking Formula Reports



FHCF HURRICANE LOSSES

Hurricane Losses

Summary of Reported Losses

As of March 31, 2020 (\$Billions)

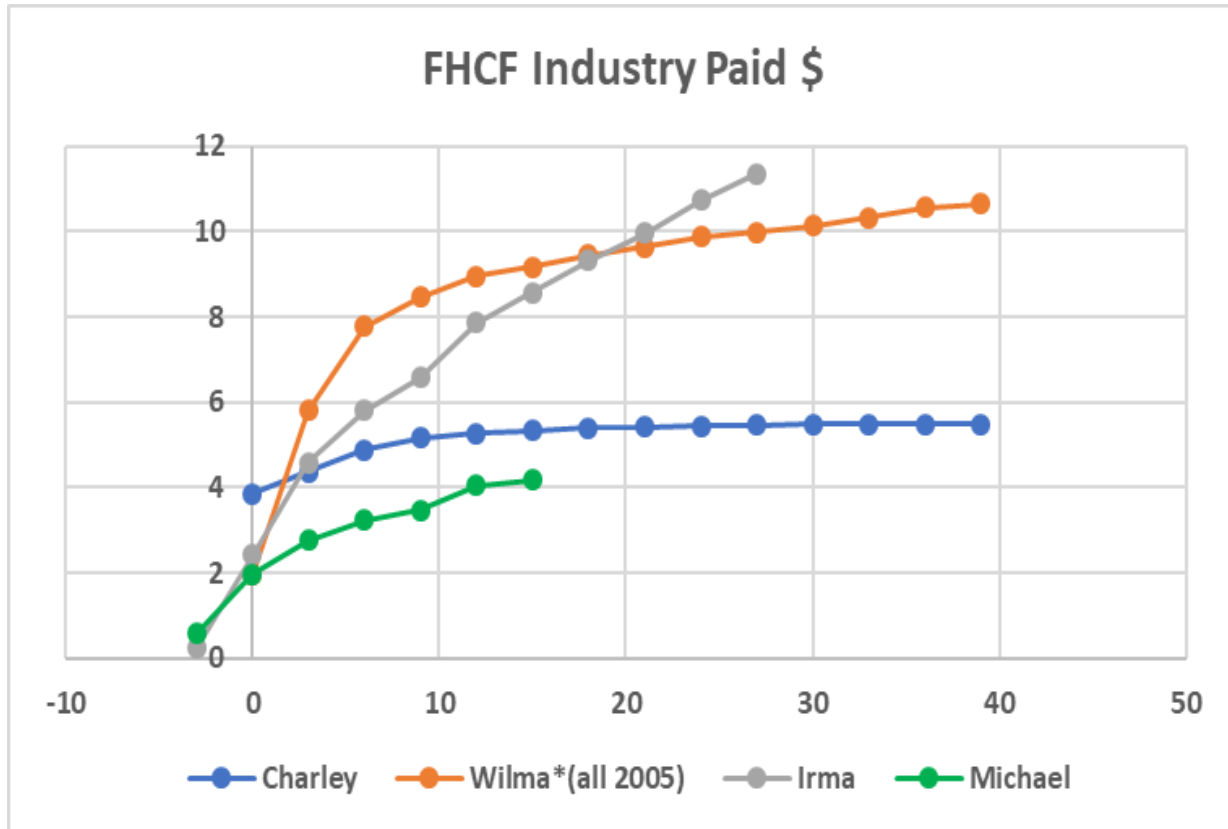
	Irma	Michael	Total
Projected Industry Ultimate Total Incurred Loss (prior to FHCF retention & co-pay)	\$14.226	\$5.410	\$19.635
Projected FHCF Ultimate Total Incurred Loss	\$6.000	\$1.450	\$7.450

FHCF Paid Losses

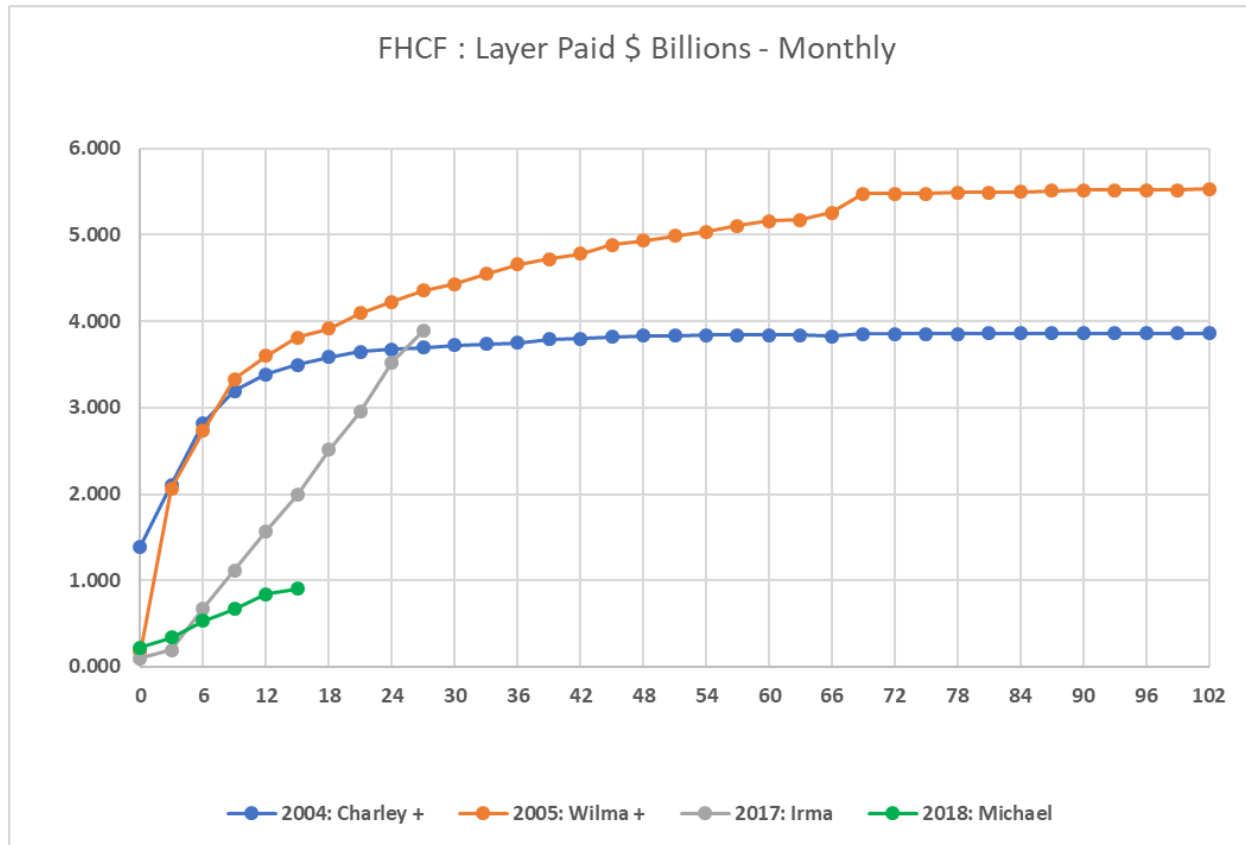
As of March 31, 2020 (\$Billions)

Year	Covered Event	# of Insurers Paid to Date	# Insurers Expected to be Paid	Total Paid to Date
2017	Irma	95	96	3.886
2018	Michael	31	40	0.905

FHCF Industry Paid \$- Monthly



FHCF Paid - Monthly



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