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April 4, 2023

Commissioner Michael Yaworsky
Office of Insurance Regulation
200 East Gaines Street
Tallahassee, FL 32399-0305

RE: FIGA BOARD EMERGENCYASSESSMENT CERTIFICATION

Dear Commissioner Yaworsky:

The Florida Insurance Guaranty Association (FIGA) Board of Directors, pursuant to a resolution adopted on March 31, 2023, at a duly noticed Board Meeting, hereby certifies to the Office of Insurance Regulation (Office) the need for an emergency assessment upon its member insurers. The emergency assessment is necessary to secure funds for the payment of covered claims, to pay the reasonable costs to administer such claims, including claims resulting from insurance companies that have become insolvent or may become insolvent as a result of losses incurred due to hurricanes including but not limited to Hurricanes Irma, Michael and Ian, and to secure bonds issued to generate revenues to pay claims, in accordance with Section 631.57(3)(e) Florida Statutes. The emergency assessment is needed for the "All Other Account" designated in Section 631.55(2)(b), Florida Statutes.

The Board moved and adopted a motion to certify the need for an emergency assessment on member insurers for 1.0% of the Florida All Other Account direct written premium. The Board requests that member insurers collect the 1.0% assessment from their policyholders over the Assessment Year starting October 1, 2023 through September 30, 2024 and automatically continue annually until any bonds secured by the pledged emergency assessment are paid in full and no longer outstanding.

Following the instructions provided by FIGA, members will remit quarterly payments to the association for each year the assessment is automatically in place. Emergency assessments collected for the quarter beginning October 1, and ending December 31, shall be remitted on or before January 31, assessments collected for the quarter beginning January 1, and ending March 31, shall be remitted on or before April 30, assessments collected for the quarter beginning April 1, and ending June 30, shall be remitted on or before July 31, assessments collected for the quarter beginning July 1, and ending September 30, shall be remitted on or before October 31. Member insurers will also file a reconciliation report with FIGA to remit the actual surcharge amount collected during the assessment period. Such quarterly payments shall be made on the quarterly dates set forth herein for each year that bonds issued and secured by the emergency assessments are outstanding.

Pursuant to Section 631.57(3)(e), Florida Statutes, and FIGA Plan of Operation, the Board requests the Office issue an order:

- 1) Applying a 1.0% emergency assessment on premium written by All Other Account members during the 12-month period beginning October 1, 2023 through September 30, 2024;
- 2) The 1.0% emergency assessment shall be automatically extended annually thereafter until any bonds secured by the emergency assessment are no longer outstanding;
- 3) Pay to FIGA quarterly all amounts collected under this assessment on further instructions, forms and procedures provided by FIGA;

The above request meets the 30-day notice requirement for insurers to remit assessments as well as the 90-day notice requirement to implement policy surcharges as set forth in Section 631.57, Florida Statutes. Upon the issuance of the emergency assessment levy, FIGA will notify all member insurers and provide a copy of the Notice of Rights along with instructions for payment remittances and reconciliations.

Thank you for your assistance in this matter. If you have any questions, please feel free to contact me at (850) 386-9200 or direct dial at (850) 523-1803.

Sincerely,



Corey Neal
Executive Director

cc: FIGA Board of Directors