



829260

LEGISLATIVE ACTION

Senate	.	House
Comm: RCS	.	
02/22/2011	.	
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The Committee on Banking and Insurance (Richter) recommended the following:

Senate Amendment (with title amendment)

Delete lines 2223 - 2260
and insert:

(y) It is the intent of the Legislature that the amendments to this subsection enacted in 2002 should, over time, reduce the probable maximum windstorm losses in the residual markets and ~~should reduce~~ the potential assessments to be levied on property insurers and policyholders statewide. In furtherance of this intent, ~~÷~~

~~1.~~ the board shall, on or before February 1 of each year, provide a report to the President of the Senate and the Speaker



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13 of the House of Representatives showing the reduction or
14 increase in the 100-year probable maximum loss attributable to
15 wind-only coverages and the quota share program under this
16 subsection combined, as compared to the benchmark 100-year
17 probable maximum loss of the Florida Windstorm Underwriting
18 Association. For purposes of this paragraph, the benchmark 100-
19 year probable maximum loss of the Florida Windstorm Underwriting
20 Association is ~~shall be~~ the calculation dated February 2001 and
21 based on November 30, 2000, exposures. In order to ensure
22 comparability of data, the board shall use the same methods for
23 calculating its probable maximum loss as were used to calculate
24 the benchmark probable maximum loss.

25 ~~2. Beginning December 1, 2010, if the report under~~
26 ~~subparagraph 1. for any year indicates that the 100-year~~
27 ~~probable maximum loss attributable to wind-only coverages and~~
28 ~~the quota share program combined does not reflect a reduction of~~
29 ~~at least 25 percent from the benchmark, the board shall reduce~~
30 ~~the boundaries of the high-risk area eligible for wind-only~~
31 ~~coverages under this subsection in a manner calculated to reduce~~
32 ~~such probable maximum loss to an amount at least 25 percent~~
33 ~~below the benchmark.~~

34 ~~3. Beginning February 1, 2015, if the report under~~
35 ~~subparagraph 1. for any year indicates that the 100-year~~
36 ~~probable maximum loss attributable to wind-only coverages and~~
37 ~~the quota share program combined does not reflect a reduction of~~
38 ~~at least 50 percent from the benchmark, the boundaries of the~~
39 ~~high-risk area eligible for wind-only coverages under this~~
40 ~~subsection shall be reduced by the elimination of any area that~~
41 ~~is not seaward of a line 1,000 feet inland from the Intracoastal~~



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42 ~~Waterway.~~

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44 ===== T I T L E A M E N D M E N T =====

45 And the title is amended as follows:

46 Delete lines 109 - 112

47 and insert:

48 certain measures; deleting a requirement that the
49 board reduce the boundaries of certain high-risk areas
50 eligible for wind-only coverages under certain
51 circumstances; amending s. 627.3511, F.S.;