

BUILD IT BETTER LEADERSHIP FORUM

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Appointed by
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OFFICE OF THE
INSURANCE
CONSUMER ADVOCATE

FLORIDA - 20 YEARS AFTER HURRICANE ANDREW

State of Florida
Insured Replacement Cost Values
(\$ Trillions)

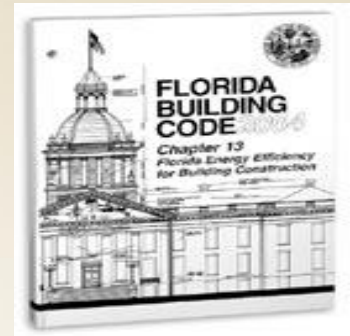
7.2% Annual Exponential

228% Increase in 17 years



Source: Florida Hurricane Catastrophe Fund, 2012 Ratemaking Formula Report, Page 42 of 139.
Data includes homeowners, dwelling, tenants and condominium unit owners and excludes commercial residential and mobile home.

FLORIDA - 20 YEARS AFTER HURRICANE ANDREW



Licensing and certification of building code enforcement officials.

Deemed to comply standard adopted.

Single State-controlled code study began.

Florida Building Code Study Commission began work.

Study Commission recommendations adopted in law.

Legislature modified Florida Building Code and authorized implementation

All legal challenges resolved, the 2001 FBC takes effect March 1, 2002

1993

1994

1996

1998

2000

2002

FLORIDA – THE GOOD, THE BAD AND THE UGLY



WHAT WE DID RIGHT!

TWO IMPORTANT STATUTORY ENTITIES CREATED BY THE FLORIDA LEGISLATURE

- ❖ **The Florida Hurricane Catastrophe Fund**
- ❖ **The Florida Commission on Hurricane Loss Projection Methodology**

FLORIDA
WHAT WE DID WRONG
AND NOT ENOUGH



- ▣ MITIGATION CREDITS
(The Bad & The Ugly)

- ▣ MY SAFE FLORIDA HOMES
(Close but not a Bulls Eye)



CITIZENS PROPERTY INSURANCE CORP.

CITIZENS COASTAL ACCOUNT 2010 RISK PROFILE*

- 304,648 Homes
- 228,423 have no opening protection

**OPENING PROTECTION
EQUALS
20% REDUCTION**



Broward County
Built 1978 Square Foot 1475

*HW2,DW2, DP1,DP3 7 HO3 POLICIES 2010

FLORIDA'S NEXT STEPS

- ▣ SURGE DATA AND MITIGATION CREDITS ADDED TO THE MODELS
- ▣ MITIGATION IN CITIZENS
- ▣ FEDERAL, STATE AND LOCAL COORDINATION OF MITIGATION