

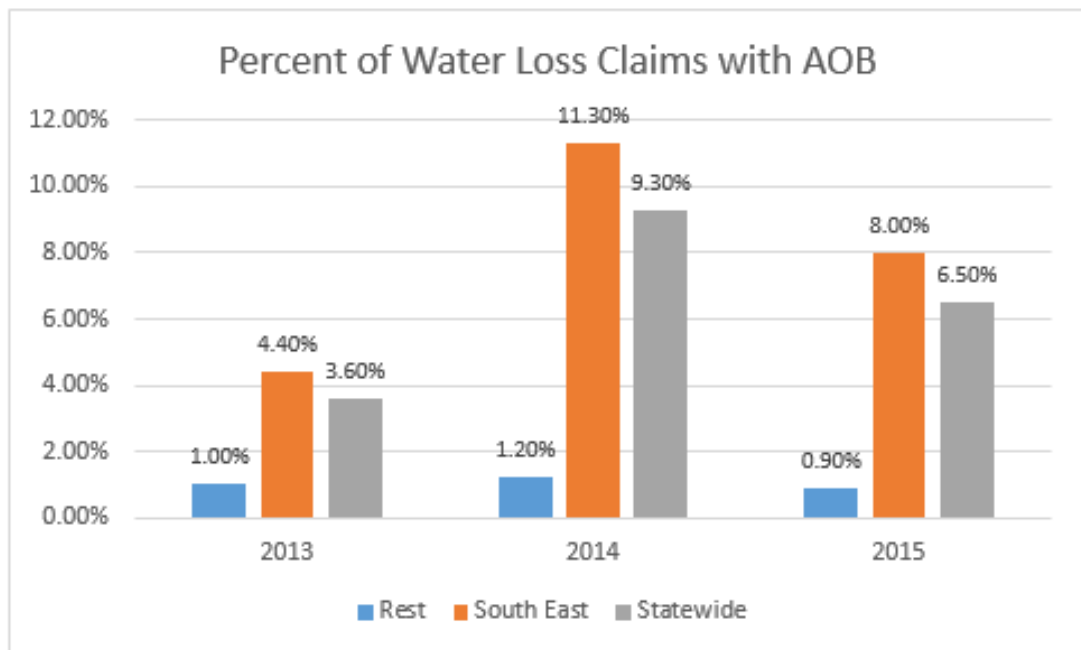
STRATEGIC UPDATE

CLAIMS COMMITTEE MEETING MARCH 9, 2016
BOARD OF GOVERNORS MEETING MARCH 16, 2016

EXECUTIVE SUMMARY

Jay Adams will deliver his report during the March 9, 2016 Claims Committee Meeting teleconference.

EXHIBIT 1



STRATEGIC UPDATE

CLAIMS COMMITTEE MEETING MARCH 9, 2016
BOARD OF GOVERNORS MEETING MARCH 16, 2016

EXHIBIT 2

Reported Litigated Water Claims in South East Florida as of 9/30/2015

Report Year*	% of Claims Litigated with AOB	Loss Severity		ALAE Severity	
		AOB	Non-AOB	AOB	Non-AOB
2012	9.6%	\$26,580	\$22,116	\$16,514	\$7,339
2013	14.9%	\$26,411	\$24,222	\$13,401	\$6,278
2014	29.3%	\$29,594	\$25,331	\$8,993	\$5,910
2015**	46.9%	\$31,987	\$23,776	\$6,437	\$6,350

* Undeveloped Report Year info. It is expected the most recent years will increase.

** Incomplete and immature Report Year

EXHIBIT 3

Litigated and Sampled Non-Litigated Closed Claims with AOB

Assignment of Benefits	Closed NON-LITIGATED CLAIMS SAMPLE Loss/ALAE Severity*			Closed LITIGATED CLAIMS Loss/ALAE Severity**		
	Statewide	South East	Rest	Statewide	South East	Rest
Y	\$15,822	\$16,152	\$14,718	\$37,677	\$38,544	\$26,099
N	\$8,507	\$9,280	\$6,807	\$30,526	\$31,083	\$19,804
Total	\$11,677	\$12,450	\$9,658	\$32,882	\$33,506	\$22,380

*Based on random sample of 983 claims reported in 2015

**Based on claims reported in 2014 & 2015 as of 9-30-2015

STRATEGIC UPDATE

CLAIMS COMMITTEE MEETING MARCH 9, 2016
BOARD OF GOVERNORS MEETING MARCH 16, 2016

EXHIBIT 4

Reported Water Claims in South East Florida as of 9/30/2015

Report Year*	% of Claims Litigated	Loss Severity		ALAE Severity	
		Litigated	Non-litigated	Litigated	Non-litigated
2010	15.8%	\$19,972	\$8,256	\$7,450	\$700
2011	18.3%	\$21,673	\$8,889	\$8,695	\$874
2012	21.1%	\$22,544	\$8,239	\$8,219	\$1,050
2013	29.6%	\$24,547	\$8,741	\$7,337	\$1,106
2014	38.4%	\$26,580	\$9,099	\$6,813	\$1,050
2015**	21.2%	\$27,631	\$9,028	\$6,391	\$868

* Undeveloped Report Year info. It is expected the most recent years will increase.

** Incomplete and immature Report Year

EXHIBIT 5

% of Claims Reported with Representation at FNOL

Report Year	Statewide	South East	Rest of State
2014	31.9%	39.3%	3.0%
2015	45.6%	56.0%	5.5%

% of Claims in Litigation that were reported with Representation

Report Year	Statewide	South East	Rest of State
2014	65.5%	66.4%	27.0%
2015*	88.6%	90.0%	27.3%