

# Finance and Investment Committee

## Depopulation and Clearinghouse Update

December 15, 2020



## 2020 YTD Depopulation Results

Personal Lines Depopulation Results						
Month	OIR Approved <sup>1</sup>	Requested by Insurers <sup>2</sup>	Policyholder Choice Letters Mailed <sup>3</sup>	Assumed <sup>4</sup>	Assumption Rate <sup>5</sup>	Exposure Removed <sup>6</sup>
February	19,577	2,995	2,965	986	33%	\$271,249,805
April	19,500	663	663	278	42%	\$68,191,460
June	3,447	2,271	2,271	1,635	72%	\$625,556,111
August	0	0	0	0	0%	\$0
October	27,500					
December						
<b>YTD Totals</b>	<b>70,024</b>	<b>5,929</b>	<b>5,899</b>	<b>2,899</b>	<b>49%</b>	<b>\$964,997,376</b>

<sup>1</sup>OIR approval is maximum number of policies permitted to be assumed by insurers.

<sup>2</sup>Sum of all policies requested by insurers, including duplicate offers from multiple carriers.

<sup>3</sup>Total letters mailed, one (1) per policy. Multiple offers may be contained in a single mailing.

<sup>4</sup>Policies assumed by insurers on Assumption Date.

<sup>5</sup>Quotient of 'Assumed' divided by 'Policyholder Choice Letters Mailed'.

<sup>6</sup>Exposure Removed as of Assumption Date.

### Commercial Lines Depopulation Results

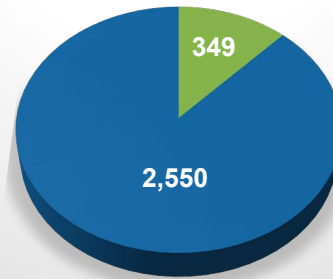
At this time there are no OIR approvals for participation in 2020 Commercial Lines assumptions.



## 2020 YTD Depopulation Results

### Participating Takeout Companies

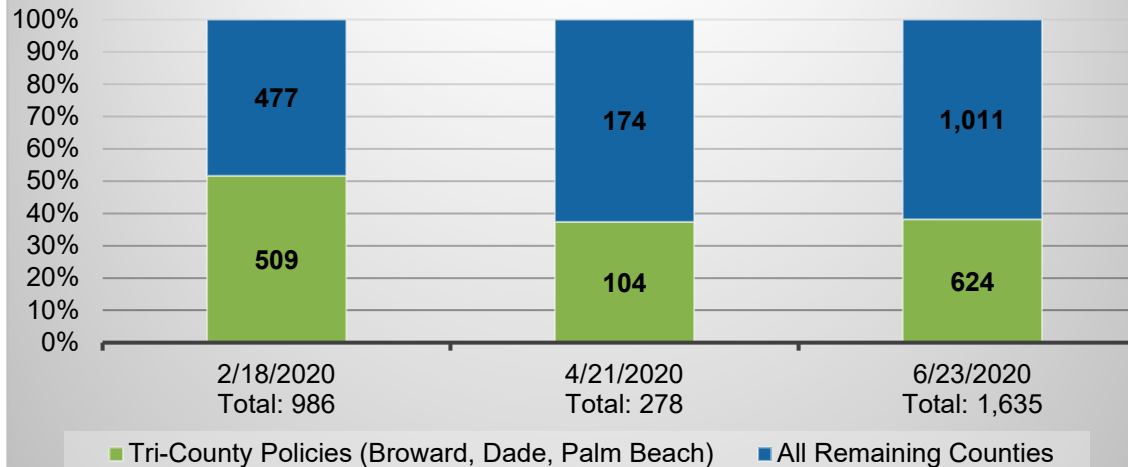
2,899 policies assumed



■ Southern Oak (PL)

■ Weston (PL)

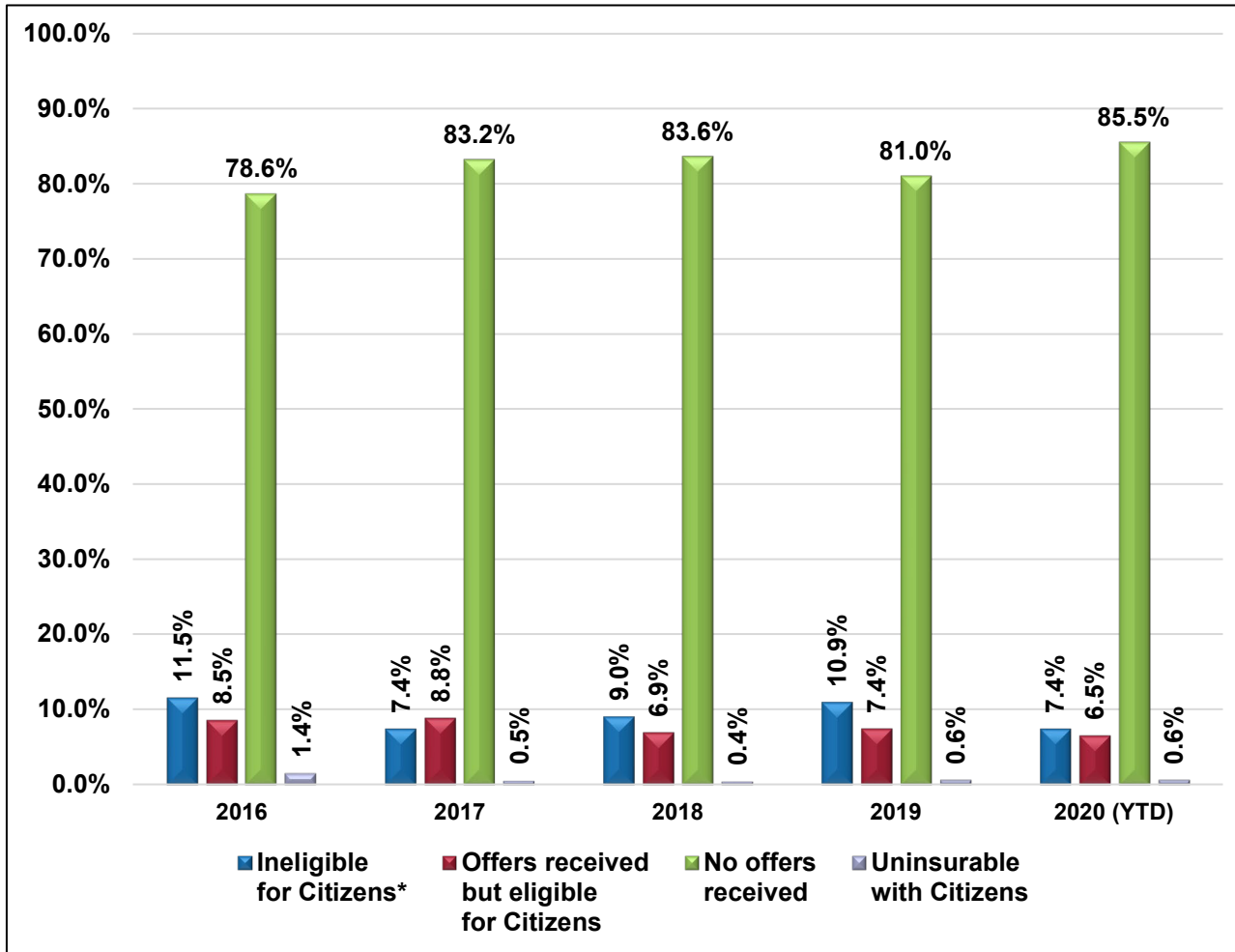
### Tri-County Policies Assumed



■ Tri-County Policies (Broward, Dade, Palm Beach)

■ All Remaining Counties

## New Business Update



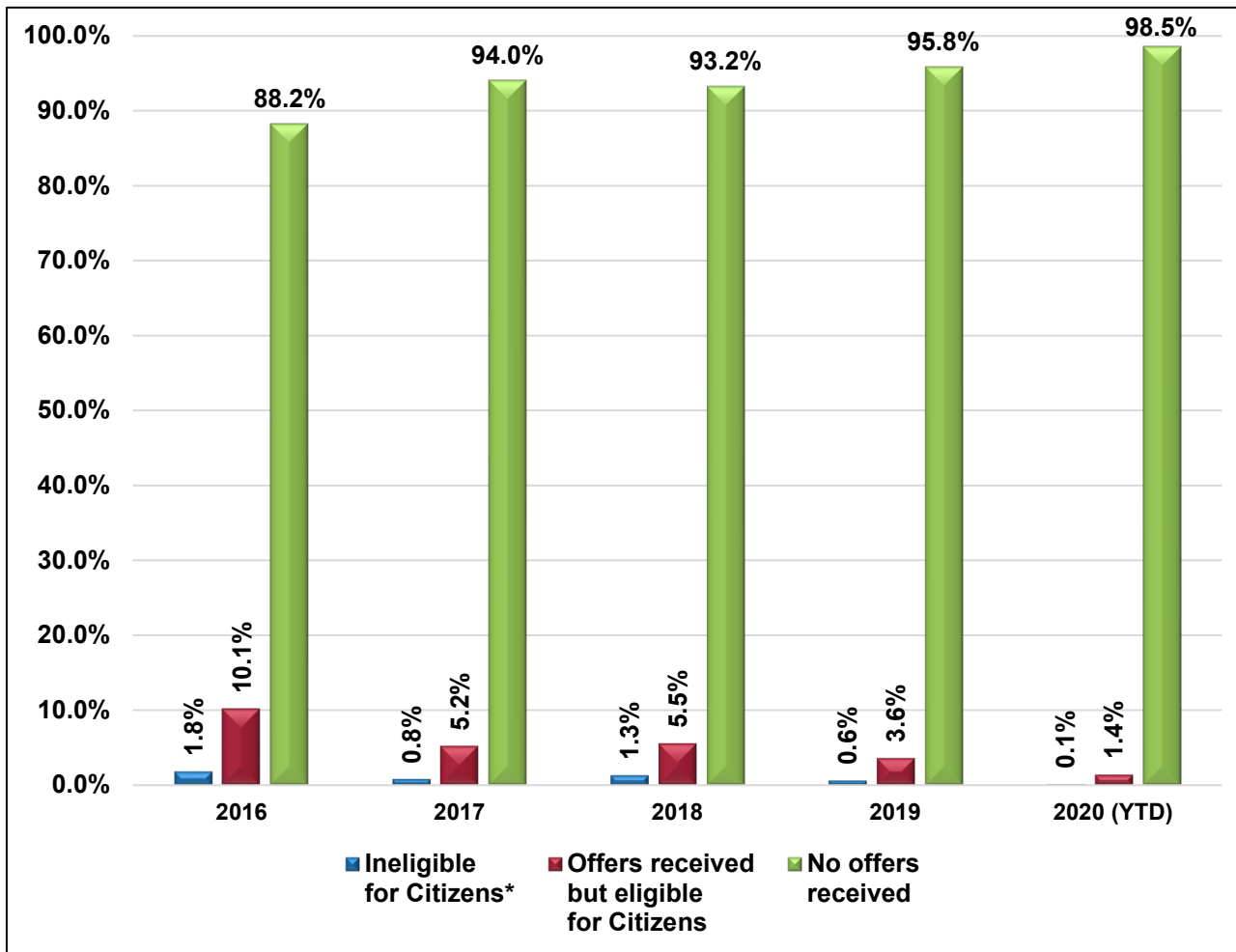
### Number of risks averted (all lines):

- 2016 – 20,710
- 2017 – 13,262
- 2018 – 20,700
- 2019 – 20,994
- 2020 (YTD) – 15,630

### Amount of Coverage A averted:

- 2016 – \$5.3B
- 2017 – \$3.3B
- 2018 – \$5.2B
- 2019 – \$5.7B
- 2020 (YTD) - \$5B

## Renewal Update



### Risk Removed (All Lines)

Amount of Coverage A removed:

- 2016 – \$529M
- 2017 – \$305.6M
- 2018 – \$651.3M
- 2019 – \$221.5M
- 2020 (YTD) - \$100M

15,117 policies have been non-renewed by Citizens as a result of offers made at renewal through the Clearinghouse.

\*Ineligible means a comparable offer of coverage was received through the Clearinghouse that had a premium that was equal to or less than the Citizens renewal premium.

## 2019 Risk Averted Summary

### **New Business**

20,994 risks deemed ineligible for Citizens representing \$5.7B in Coverage A averted

### **Renewal Business**

1,273 risks deemed ineligible for Citizens representing \$221.5M in Coverage A averted

### **Total**

22,267 risks deemed ineligible for Citizens representing \$6B in Coverage A averted

## Updates for 2020

- Mobile Home policy forms (New-Business and Renewal) added to the Clearinghouse platform.
- New private market insurer, American Integrity, to join the Clearinghouse platform late 2020.