

Florida Insurance Guaranty Association (FIGA) 2022 Assessment – Effective July 1, 2022

ACTION ITEM

New Contract

Contract Amendment

Other:

CONSENT ITEM

Contract Amendment

Existing Contract Extension

Existing Contract Additional Spend

Previous Board Approval _____

Other _____

Action Items: Items requiring detailed explanation to the Board. When a requested action item is a day-to-day operational item or unanimously passed through committee it may be moved forward to the board on the Consent Index.

Move forward as Consent: This Action item is a day-to-day operational item, unanimously passed through committee or qualifies to be moved forward on the Consent Index.

Consent Items: Items not requiring detailed explanation to the Board of Governors. Consent items are contract extensions, amendments or additional spending authorities for items previously approved by the Board.

Purpose/Scope	<p>The Florida Insurance Guaranty Association (FIGA) Board of Directors certified the need for a 1.3% regular assessment on its member insurers at its February 28, 2022, meeting. The assessment is necessary to secure funds for the payment of covered claims related to new insolvencies in FIGA’s Other Account. Pending approval, the Florida Office of Insurance Regulation (FL OIR) will levy a 1.30% regular assessment on all covered lines of business except auto pursuant to Section 631.55 (2)(b), Florida Statutes. Citizens and member insurers will be required to collect an equivalent surcharge on new and renewal policies with effective dates beginning July 1, 2022, through June 30, 2023 (Assessment Year).</p> <p>The approval and supporting Order from the FL OIR are expected to be issued before March 31, 2022. Citizens must initiate changes immediately to collect the surcharge from policyholders as described above.</p>
Contract ID	Florida Insurance Guaranty Association (FIGA) 2022 Assessment -Effective July 1, 2022
Budgeted Item	<p><input type="checkbox"/> Yes</p> <p><input checked="" type="checkbox"/> No</p> <p>N/A</p>
Procurement Method	N/A
Contract Amount	N/A

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Contract Terms	N/A
Committee Recommendation	Staff proposes that the Actuarial and Underwriting Committee review and, if approved, recommend the Board of Governors: a) Provide approval for staff to take appropriate actions necessary to implement the policyholder surcharge and submit payments as described in this Florida Insurance Guaranty Association (FIGA) Action Item and as required by FIGA and the Florida Office of Insurance Regulation (FL OIR). Changes include filing with the FL OIR, system change implementations, updates to supporting documents or forms and other relevant activities.
Board Recommendation from Committee	If approved at its March 22, 2022 meeting, the Actuarial and Underwriting Committee recommends that the Board of Governors: a) Provide approval for staff to take appropriate actions necessary to implement the policyholder surcharge and submit payments as described in this Florida Insurance Guaranty Association (FIGA) Action Item and as required by FIGA and the Florida Office of Insurance Regulation (FL OIR). Changes include filing with the FL OIR, system change implementations, updates to supporting documents or forms and other relevant activities.
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