

on earnings, no impact to net position.

Board Chair Beruff: So, you move it to both sides.

Brian Smith: Correct.

Governor Thomas: Thanks.

Brian Smith: And the reason it was negative, that was large payments related to Hurricane Ian, claims payments at the end of the year. So, understand how it got there.

There was one uncorrected misstatement during the year which was not reported. This related to premiums receivable, and so as of September 28th and through November 28th, there was a moratorium placed on the ability to cancel policies related to Hurricane Ian. And because of that there were policies that were uncollected at the end of the year. We had the ability of hindsight to go back and look to identify those policies during the moratorium where they collected or where they canceled. There is \$23 million of policies that were uncollected. We identified that as an uncorrected misstatement. We agreed with management, it is immaterial. There is an offsetting result to unearned premium as well. The net impact to net position is \$3 million. So immaterial for 2022. As far as control standpoint, we did not identify any material weaknesses during the year. And that concludes my report.

Chair Leznoff: Are there questions? Thank you.

Brian Smith: You are welcome.

Chair Leznoff: Next, we have the Office of Inspector General's quarterly report. That is for information. It is in your packet. Does anybody want to hear? Is there any new business?

Chair Leznoff: Is there a motion to adjourn?

Governor Thomas: So, moved.

Chair Leznoff: We are adjourned. Thank you.

Board Chair Beruff: Thank you.

(Whereupon, the meeting was concluded)