



Attachment B

Management Representation Letter & Uncorrected Misstatements

CITIZENS PROPERTY INSURANCE CORPORATION

2101 MARYLAND CIRCLE
TALLAHASSEE, FLORIDA 32303-1001



Representation of:
Citizens Property Insurance Corporation (the "Company")
2101 Maryland Circle
Tallahassee, FL 32302

Provided to:

Forvis Mazars, LLP
Certified Public Accountants
400 N. Ashley Drive, Suite 2540
Tampa, FL 33602

The undersigned ("We") are providing this letter in connection with Forvis Mazars' audit of our statutory financial statements as of and for the year ended December 31, 2025.

Our representations are current and effective as of the date of Forvis Mazars' report: May 22, 2026.

Our engagement with Forvis Mazars is based on our contract for services dated: December 2, 2025.

Our Responsibility & Consideration of Material Matters

We confirm that we are responsible for the fair presentation of the statutory financial statements subject to Forvis Mazars' report in conformity with statutory accounting principles ("SAP") as prescribed or permitted by the Florida Department of Financial Services, Office of Insurance Regulation (the "Office").

We are also responsible for adopting sound accounting policies; establishing and maintaining effective internal control over financial reporting, operations, and compliance; and preventing and detecting fraud.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

Confirmation of Matters Specific to the Subject Matter of Forvis Mazars' Report

We confirm, to the best of our knowledge and belief, the following:

Broad Matters

1. We have fulfilled our responsibilities, as set out in the terms of our contract, for the preparation and fair presentation of the statutory financial statements in accordance with SAP, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America ("GAAP").

Carlos Beruff, Chairman, Manatee County • Josh Becksmith, St. Johns County • Jason Butts, Pinellas County
LeAnna Cumber, Duval County • Erin Knight, Miami-Dade County • Charlie Lydecker, Volusia County
Jamie Shelton, Duval County • Robert A. Spottswood, Monroe County • Frank White, Escambia County
Tim Cerio, President/CEO and Executive Director

2. We acknowledge our responsibility for the design, implementation, and maintenance of:
 - a. Internal control relevant to the preparation and fair presentation of the statutory financial statements that are free from material misstatement, whether due to fraud or error.
 - b. Internal control to prevent and detect fraud.
3. We have provided you with:
 - a. Access to all information of which we are aware that is relevant to the preparation and fair presentation of the statutory financial statements, such as financial records and related data, documentation, and other matters.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the Company from whom you determined it necessary to obtain audit evidence.
 - d. All minutes of directors' and committee of directors meetings held through the date of this letter or summaries of actions of recent meetings for which minutes have not yet been prepared. All unsigned copies of minutes provided to you are copies of our original minutes approved by the board, if applicable, and maintained as part of our records.
 - e. All significant contracts.
4. We have disclosed to you all instances in which artificial intelligence ("AI") systems or tools were used related to financial reporting, internal controls, and other processes relevant to the statutory financial statements. We acknowledge our responsibility for the design, implementation, and maintenance of internal controls related to the use of AI.
5. We have responded fully and truthfully to all your inquiries.

Misappropriation, Misstatements, & Fraud

6. We have informed you of all current risks of a material amount that are not adequately prevented or detected by our procedures with respect to:
 - a. Misappropriation of assets.
 - b. Misrepresented or misstated assets, liabilities, accumulated surplus, and revenues or expenses.
7. We have no knowledge of fraud or suspected fraud affecting the Company involving:
 - a. Management or employees who have significant roles in internal control over financial reporting, or
 - b. Others when the fraud could have a material effect on the statutory financial statements.
8. We understand that the term "fraud" includes misstatements arising from fraudulent financial reporting and misstatements arising from misappropriation of assets. Misstatements arising from fraudulent financial reporting are intentional misstatements, or omissions of amounts or disclosures in statutory financial statements to deceive financial statement users. Misstatements arising from misappropriation of assets involve the theft of an entity's assets where the effect of the theft causes the statutory financial statements not to be presented in conformity with SAP.

9. We have no knowledge of any allegations of fraud or suspected fraud affecting the Company received in communications from employees, former employees, policyholders, regulators, or others.
10. We have assessed the risk that the statutory financial statements may be materially misstated as a result of fraud and disclosed to you any such risk identified.

Ongoing Operations

11. We have evaluated whether there are conditions or events known or reasonably knowable, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern within one year of the date of this letter without consideration of potential mitigating effects of management's plans not yet fully implemented and concluded substantial doubt does not exist.

Related Parties

12. We have disclosed to you the identity of all of the Company's related parties and all the related-party relationships of which we are aware.

In addition, we have disclosed to you all related-party transactions and amounts receivable from or payable to related parties of which we are aware, including any modifications during the year that were made to related-party transaction agreements which existed prior to the beginning of the year under audit, as well as new related-party transaction agreements that were executed during the year under audit.

Related-party relationships and transactions have been appropriately accounted for and disclosed in accordance with SAP.

13. We understand that the term related party refers to:

- Affiliates
- Entities for which investments are accounted for by the equity method
- Trusts for the benefits of employees, such as pension and profit-sharing trusts that are managed by or under the trusteeship of management
- Principal owners and members of their immediate families
- Management and members of their immediate families
- Any other party with which the Company may deal if one party can significantly influence the management or operating policies of the other to an extent that one of the transacting parties might be prevented from fully pursuing its own separate interests.

Another party is also a related party if it can significantly influence the management or operating policies of the transacting parties or if it has an ownership interest in one of the transacting parties and can significantly influence the other to an extent that one or more of the transacting parties might be prevented from fully pursuing its own separate interests.

The term affiliate refers to a party that directly or indirectly controls, or is controlled by, or is under common control with, the Company.

Litigation, Laws, Rulings & Regulations

14. We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the statutory financial statements. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with SAP.
15. We have no knowledge of communications, other than those specifically disclosed, from regulatory agencies, governmental representatives, employees, or others concerning investigations or allegations of noncompliance with laws and regulations, deficiencies in financial reporting practices, or other matters that could have a material adverse effect on the statutory financial statements.
16. We have disclosed to you all known instances of violations or noncompliance or possible violations or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements or as a basis for recording a loss contingency.
17. There are no regulatory examinations currently in progress for which we have not received examination reports.

Nonattest Services

18. You have provided nonattest services, including the following, during the period of this engagement:
 - Assistance in preparing the statutory financial statements and related notes and supplementary information
 - Advise management about appropriate accounting principles and their application.
19. With respect to these services:
 - a. We have designated a qualified management-level individual to be responsible and accountable for overseeing the nonattest services.
 - b. We have established and monitored the performance of the nonattest services to ensure they meet our objectives.
 - c. We have made any and all decisions involving management functions with respect to the nonattest services and accept full responsibility for such decisions.
 - d. We have evaluated the adequacy of the services performed and any findings that resulted.
 - e. We have established and maintained internal controls, including monitoring ongoing activities.
 - f. When we receive final deliverables from you, we will store those deliverables in information systems controlled by us. We have taken responsibility for maintaining internal control over these deliverables.

Financial Statements & Reports

20. We have reviewed and approved a draft of the statutory financial statements and related notes referred to above, which you assisted with preparing in connection with your audit of our statutory financial statements. We acknowledge that we are responsible for the fair presentation of the statutory financial statements and related notes.

21. With regard to supplementary information:
 - a. We acknowledge our responsibility for the presentation of the supplementary information in accordance with the applicable criteria.
 - b. We believe the supplementary information is fairly presented, both in form and content, in accordance with the applicable criteria.
 - c. The methods of measurement and presentation of the supplementary information are unchanged from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
 - d. We believe the significant assumptions or interpretations underlying the measurement and/or presentation of the supplementary information are reasonable and appropriate.
22. We do not issue an annual report, nor do we have plans to issue an annual report at this time.

Transactions, Records, & Adjustments

23. All transactions have been recorded in the accounting records and are reflected in the statutory financial statements.
24. We have everything we need to keep our books and records.
25. We have disclosed any significant unusual transactions the Company has entered into during the period, including the nature, terms, and business purpose of those transactions.
26. We believe the rollover effects of the prior year uncorrected statutory financial statement misstatements summarized in the attached schedule and aggregated by you during the current engagement are immaterial, both individually and in the aggregate, to the statutory financial statements taken as a whole.
27. There are no omitted disclosures.

Insurance Company Matters

28. We understand that you will render a general use opinion, which gives an adverse opinion on the statutory financial statements due to lack of conformity with accounting principles generally accepted in the United States of America and gives an unmodified opinion as to the conformity with the statutory requirements prescribed or permitted by the Office.
29. We have provided you with copies of the most recently received regulatory audit reports. To our knowledge, there are no significant unresolved matters or contingencies that need to be accrued for or disclosed in the statutory financial statements for the year ended December 31, 2025, as a result of these reports. Also, we have provided you with all communications from regulatory agencies concerning noncompliance with, or deficiencies in, statutory financial reporting practices. All required tax returns and statutory reporting requirements have been filed on a timely basis with the appropriate regulatory bodies.

30. We represent that we have complied, as applicable, with the following Statements of Statutory Accounting Principles ("SSAP"):
- a. The Company has properly disclosed and recorded all changes in accounting principles in accordance with SSAP No. 3, *Accounting Changes and Corrections of Errors*.
 - b. The Company has properly classified all assets as admitted or nonadmitted in accordance with SSAP No. 4, *Assets and Nonadmitted Assets*.
 - c. There are no material unasserted claims or assessments that are probable of assertion or other gain/loss contingencies requiring accrual or disclosure in accordance with SSAP No. 5R, *Liabilities, Contingencies and Impairments of Assets*.
 - d. The Company has properly classified goodwill in accordance with SSAP No. 68, *Business Combinations and Goodwill*.
 - e. Investment securities are properly valued and there has not been a significant decline in the market value since year-end. Investments are recorded based on the following principles and interpretations thereof, as follows:
 - i. Bonds are recorded and disclosed in accordance with SSAP No. 26R, *Bonds*, and SSAP No. 43R, *Loan Backed and Structured Securities*.
 - ii. Investments in subsidiaries and affiliated or controlled companies is recorded and disclosed in accordance with SSAP No. 97, *Investments in Subsidiary, Controlled and Affiliated Entities*.
 - iii. Short term investments are recorded and disclosed in accordance with SSAP No. 2R, *Cash, Drafts, and Short-term Investments*.
 - f. The Company has recorded and disclosed pension benefits in accordance with SSAP No. 102, *Accounting for Pensions*.
 - g. The Company has evaluated subsequent events in accordance with SSAP No. 9, *Subsequent Events*, through the date of this letter. There were no subsequent events that merit disclosure or would have a material effect on the statutory financial condition of the Company, except as communicated to you and disclosed in the statutory financial statements.
31. As a property and casualty insurer, we represent:
- a. The Company has recognized premium revenue, including properly disclosed and recorded premium deficiency reserve, in accordance with SSAP No. 53, *Property Casualty Contracts – Premiums*.
 - b. All material reinsurance transactions have been recorded and disclosed in accordance with SSAP No. 62R, *Property and Casualty Reinsurance* ("SSAP No. 62R").
 - c. All reinsurance contracts properly transfer risk in accordance with SSAP No. 62R, and the Company has proper documentation on hand to prove as such.

- d. The Company's actuary has certified to the propriety of the basis and amounts at which the claim reserves and all actuarial liabilities are stated. The Company's liabilities for unpaid losses and loss adjustment expenses ("LAE") are based upon and recorded at management's best estimate in accordance with SSAP No. 55, *Unpaid Claims, Losses and Loss Adjustment Expenses* ("SSAP No. 55). We believe the assumptions and methods used by the actuary are appropriate, and we agree with the actuary's findings. The losses and LAE paid data, case basis reserve data, subrogation data, and the discounted reserve data that we have provided to the actuary for the purpose of determining a reasonable loss reserve was complete and accurate at the time it was provided. The Company also includes estimates for litigated claims within its actuarial reserving process and are included within the Company's liabilities for unpaid losses and LAE.
- e. We agree with the actuarial methods and assumptions that the actuary used for determining the loss reserve and know of nothing that would make such methods of assumptions inappropriate in the circumstances.
- f. The Company's liabilities for unpaid losses and LAE are based on, and recorded at, management's best estimate in accordance with SSAP No. 55.
- g. Agents' balances or uncollected premiums have been recorded and disclosed in accordance with SSAP No. 6, *Uncollected Premium Balances, Bills Receivable for Premiums, and Amounts Due from Agents and Brokers*.

Accounting & Disclosure

- 32. All transactions entered into by the Company are final. We are not aware of any unrecorded transactions, side agreements or other arrangements (either written or oral) that are in place.
- 33. Except as reflected in the statutory financial statements, there are no:
 - a. Plans or intentions that may materially affect carrying values or classifications of assets, liabilities, accumulated surplus, and revenues or expenses.
 - b. Material transactions omitted or improperly recorded in the financial records.
 - c. Events occurring subsequent to the balance sheet date through the date of this letter, which is the date the statutory financial statements were available to be issued, requiring adjustment or disclosure in the statutory financial statements.
 - d. Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances, lines of credit, or similar arrangements.
 - e. Guarantees, whether written or oral, under which the Company is contingently liable.
 - f. Supplier finance arrangements.
- 34. Except as disclosed in the statutory financial statements, the Company has:
 - a. Satisfactory title to all recorded assets, and those assets are not subject to any liens, pledges, or other encumbrances.

- b. Complied with all aspects of contractual agreements, for which noncompliance would materially affect the statutory financial statements.
35. We agree with the findings of specialists in evaluating the unpaid losses and LAE reserves and have adequately considered the qualification of the specialists in determining the amounts and disclosures used in the statutory financial statements and underlying accounting records. We did not give or cause any instructions to be given to the specialists with respect to the values or amounts derived in an attempt to bias their work, and we are not otherwise aware of any matters that have had impact on the independence or objectivity of the specialists.

Estimates

36. We have identified all accounting estimates that could be material to the statutory financial statements and we confirm the appropriateness of the methods and the consistency in their application, the accuracy and completeness of data, and the reasonableness of significant assumptions used by us in making the accounting estimates, including those measured at fair value reported in the statutory financial statements.
37. Significant estimates that may be subject to a material change in the near term have been properly disclosed in the statutory financial statements. We understand that “near term” means the period within one year of the date of the statutory financial statements. In addition, we have no knowledge of concentrations, which refer to volumes of business or premiums, existing at the date of the statutory financial statements that would make the Company vulnerable to the risk of severe impact in the near term that have not been properly disclosed in the statutory financial statements.

Fair Value

38. With respect to the fair value measurements of financial and nonfinancial assets and liabilities, if any, recognized in the statutory financial statements or disclosed in the notes thereto:
- a. The underlying assumptions are reasonable and they appropriately reflect management’s intent and ability to carry out its stated course of action.
 - b. The measurement methods and significant assumptions used in determining fair value are appropriate in the circumstances for statutory financial statement measurement and disclosure purposes and have been consistently applied.
 - c. The significant assumptions appropriately reflect market participant assumptions.
 - d. The disclosures related to fair values are complete, adequate, and in conformity with SSAP No. 100R, *Fair Value*.
 - e. There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the statutory financial statements.

Off-Balance-Sheet Risk

39. The following information about financial instruments with off-balance-sheet risk and financial instruments with concentrations of credit risk have been properly disclosed in the statutory financial statements:
- a. The extent, nature, and terms of financial instruments with off-balance-sheet risk.

- b. The amount of credit risk of financial instruments with off-balance-sheet risk and information about the collateral supporting such statutory financial statements.
- c. Significant concentrations of credit risk arising from all financial instruments and information about the collateral of such financial instruments.
- d. The common activity, region, or characteristic that identified the concentration.
- e. The maximum loss that could result if the counterparties completely failed to perform their obligations and any collateral for the amounts due were worthless.
- f. The Company's policy of requiring collateral to minimize the risk, the nature of this collateral, and information about the Company's access to collateral.

Long-Lived Assets to Be Held & Used

- 40. We have reviewed long-lived assets and certain identifiable intangibles to be held and used for impairment whenever events or changes in circumstances have indicated that the carrying amount of the assets might not be recoverable and have appropriately recorded the adjustment.

Tax Matters

- 41. We understand the potential penalties for failure to disclose reportable tax transactions to the taxing authorities and have fully disclosed to Forvis Mazars any and all known reportable tax transactions.

New Accounting Standards

- 42. On January 1, 2025, we adopted the NAIC's principles based bond definition guidance. We have evaluated all debt securities for proper classification under the principles based bond definition. As a result of adopting the revised guidance on January 1, 2025, investments previously reported as bonds were evaluated to determine whether they continue to meet the definition of a bond under SSAP 26 or SSAP 43. Investments that did not meet the revised bond definition were reclassified to other invested assets as of January 1, 2025. At December 31, 2025, all debt securities are appropriately classified as either bonds or other invested assets in accordance with the principles based bond definition.

Other Matters

- 43. The Company has no plans or intentions to discontinue the operations of any subsidiary or division or to discontinue any significant product lines.
- 44. Regarding the Company's Information Systems ("IS") function, we have made available to you all information and documentation responsive to your review of the IS function; and we have, to the best of our knowledge and belief, answered all questions and inquiries fully and accurately.
- 45. None of the Company's third party service providers, upon which the Company relies, has known problems which would be likely to threaten the reliability of Company's information systems and/or the systems' internal controls, or which could have a material impact on Company's statutory financial statements.

46. In accordance with Section 627.351(6) of the Florida Statutes, the Company is not subject to Risk-Based Capital requirements or required to have a pledged deposit on file with the State of Florida.
47. There are no known or expected circumstances, as of the date of this letter that would either threaten the solvency of the Company under applicable insurance regulations, or require significant capital infusions to the Company in order to comply with applicable regulations.



Timothy M. Cerio, President, CEO, and Executive Director

Jennifer Montero

Jennifer Montero (May 22, 2026 14:33:37 EDT)

Jennifer Montero, Chief Financial Officer

Brian Donovan

Brian Donovan (May 22, 2026 14:23:19 EDT)

Brian Donovan, Chief Actuary



Andrew Woodward (May 22, 2026 13:16:32 EDT)

Andrew Woodward, Controller

Attachment:

Schedule of Uncorrected Misstatements

Citizens Property Insurance Corporation
Summary of Uncorrected Misstatements
As of and for the Year Ended December 31, 2025

Financial Statement Impact

	Debit (Credit)			
	As Reported	Misstatements	Subsequent to Misstatements	% Change
Total Assets	9,281,824,255	-	9,281,824,255	- %
Total Liabilities	(4,122,034,472)	-	(4,122,034,472)	- %
Retained Earnings	-	-	-	- %
Capital and Other Equity	(5,159,789,783)	-	(5,159,789,783)	- %
Total Equity	(5,159,789,783)	-	(5,159,789,783)	- %
Revenues	2,053,456,695	(14,532,769)	2,038,923,926	(0.71)%
Expenses	(1,074,294,701)	-	(1,074,294,701)	- %
Net (Income) Loss	979,161,994	(14,532,769)	964,629,225	(1.48)%

Uncorrected misstatements from prior periods

Prior Period Uncorrected Misstatement (debit/credit from prior year)	Assets	Liabilities	Equity	Revenue	Expenses	Net (Income) Loss
To reclass the Defeasance earned investment fees on escrows that were recorded on Regions books in 2024 and Citizens in 2025.	10,081,548	-	10,081,548)	10,081,548)	-	10,081,548)
To record premiums cancelled subsequent to year end	17,854,490)	22,305,711	(4,451,221)	(4,451,221)	-	(4,451,221)
Total pre tax Income Statement				14,532,769)	-	14,532,769)
Total pre tax Balance Sheet	(7,772,942)	22,305,711	14,532,769)			











Citizens Property- STAT-MRL-Final-05.22.26


Final Audit Report

2026-05-22

Created:	2026-05-22
By:	April Berry (april.berry@us.forvismazars.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAADxNFEPiLaN4OrVDnRTEMiP9Ji0QFw

"Citizens Property- STAT-MRL-Final-05.22.26" History

-  Document created by April Berry (april.berry@us.forvismazars.com)
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-  Document emailed to Andrew Woodward (andrew.woodward@citizensfla.com) for signature
2026-05-22 - 5:13:16 PM GMT
-  Email viewed by Andrew Woodward (andrew.woodward@citizensfla.com)
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-  Document e-signed by Andrew Woodward (andrew.woodward@citizensfla.com)
Signature Date: 2026-05-22 - 5:16:32 PM GMT - Time Source: server- IP address: 46.110.208.159 - Signature Appearance Selected: MOBILE_DRAW
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Signature Date: 2026-05-22 - 6:23:19 PM GMT - Time Source: server- IP address: 208.72.200.200 - Signature Appearance Selected: TYPE
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2026-05-22 - 6:33:12 PM GMT- IP address: 69.243.237.79
-  Document e-signed by Jennifer Montero (jennifer.montero@citizensfla.com)
Signature Date: 2026-05-22 - 6:33:37 PM GMT - Time Source: server- IP address: 69.243.237.79 - Signature Appearance Selected: MOBILE_TYPE

 Document emailed to tim.cerio@citizensfla.com for signature


2026-05-22 - 6:33:39 PM GMT

 Email viewed by tim.cerio@citizensfla.com

2026-05-22 - 6:53:29 PM GMT - IP address: 104.47.56.254

 Signer tim.cerio@citizensfla.com entered name at signing as Timothy M. Cerio

2026-05-22 - 6:54:38 PM GMT - IP address: 65.58.75.164

 Document e-signed by Timothy M. Cerio (tim.cerio@citizensfla.com)

Signature Date: 2026-05-22 - 6:54:40 PM GMT - Time Source: server- IP address: 65.58.75.164 - Signature Appearance Selected: IMAGE

 Agreement completed.

2026-05-22 - 6:54:40 PM GMT

CITIZENS PROPERTY INSURANCE CORPORATION
2101 MARYLAND CIRCLE
TALLAHASSEE, FLORIDA 32303-1001



Representation of:
Citizens Property Insurance Corporation (the "Company")
2101 Maryland Circle
Tallahassee, FL 32302

Provided to:
Forvis Mazars, LLP
Certified Public Accountants
400 North Ashley Drive, Suite 2540
Tampa, FL 33602

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Our representations are current and effective as of the date of Forvis Mazars' report: May 22, 2026.

Our engagement with Forvis Mazars is based on our contract for services dated: December 2, 2025.

Our Responsibility & Consideration of Material Matters

We confirm that we are responsible for the fair presentation of the audited financial statements subject to Forvis Mazars' report in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), as established by the Government Accounting Standards Board ("GASB"), and include all properly classified funds and other financial information of the primary government and all component units required by GASB to be included in the financial reporting entity.

We are also responsible for adopting sound accounting policies; establishing and maintaining effective internal control over financial reporting, operations, and compliance; and preventing and detecting fraud.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

Confirmation of Matters Specific to the Subject Matter of Forvis Mazars' Report

We confirm, to the best of our knowledge and belief, the following:

Broad Matters

1. We have fulfilled our responsibilities, as set out in the terms of our contract, for the preparation and fair presentation of the audited financial statements in accordance with U.S. GAAP.
2. We acknowledge our responsibility for the design, implementation, and maintenance of:
 - a. Internal control relevant to the preparation and fair presentation of audited financial statements that are free from material misstatement, whether due to fraud or error.
 - b. Internal control to prevent and detect fraud.

Carlos Beruff, Chairman, Manatee County • Josh Becksmith, St. Johns County • Jason Butts, Pinellas County
LeAnna Cumber, Duval County • Erin Knight, Miami-Dade County • Charlie Lydecker, Volusia County
Jamie Shelton, Duval County • Robert A. Spottswood, Monroe County • Frank White, Escambia County
Tim Cerio, President/CEO and Executive Director

3. We have provided you with:
 - a. Access to all information of which we are aware that is relevant to the preparation and fair presentation of the audited financial statements, such as financial records and related data, documentation, and other matters.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the Company from whom you determined it necessary to obtain audit evidence.
 - d. All minutes of directors' and committee of directors meetings, if any, held through the date of this letter or summaries of actions of recent meetings for which minutes have not yet been prepared. All unsigned copies of minutes provided to you are copies of our original minutes approved by the board, if applicable, and maintained as part of our records.
 - e. All significant contracts.
4. We have disclosed to you all instances in which artificial intelligence ("AI") systems or tools were used related to financial reporting, internal controls, and other processes relevant to the financial statements. We acknowledge our responsibility for the design, implementation, and maintenance of internal controls related to the use of AI.
5. We have responded fully and truthfully to all your inquiries.

Misappropriation, Misstatements, & Fraud

6. We have informed you of all current risks of a material amount that are not adequately prevented or detected by our procedures with respect to:
 - a. Misappropriation of assets.
 - b. Misrepresented or misstated assets, liabilities, net position, and revenues or expenses.
7. We have no knowledge of fraud or suspected fraud affecting the Company involving:
 - a. Management or employees who have significant roles in internal control over financial reporting, or
 - b. Others when the fraud could have a material effect on the audited financial statements.
8. We understand that the term "fraud" includes misstatements arising from fraudulent financial reporting and misstatements arising from misappropriation of assets. Misstatements arising from fraudulent financial reporting are intentional misstatements, or omissions of amounts or disclosures in financial statements to deceive financial statement users. Misstatements arising from misappropriation of assets involve the theft of an entity's assets where the effect of the theft causes the financial statements not to be presented in conformity with U.S. GAAP.
9. We have no knowledge of any allegations of fraud or suspected fraud affecting the Company received in communications from employees, former employees, customers, regulators, policyholders, or others.
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Ongoing Operations

11. We have evaluated whether there are conditions or events known or reasonably knowable, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern within one year of the date of this letter without consideration of potential mitigating effects of management's plans not yet fully implemented and concluded substantial doubt does exist.

Related Parties

12. We have disclosed to you the identity of all of the Company's related parties and all the related-party relationships of which we are aware.

In addition, we have disclosed to you all related-party transactions and amounts receivable from or payable to related parties of which we are aware, including any modifications during the year that were made to related-party transaction agreements which existed prior to the beginning of the year under audit, as well as new related-party transaction agreements that were executed during the year under audit.

Related-party relationships and transactions have been appropriately accounted for and disclosed in accordance with U.S. GAAP.

13. We understand that the term related party refers to:

- Affiliates
- Entities for which investments are accounted for by the equity method
- Trusts for the benefits of employees, such as pension and profit-sharing trusts that are managed by or under the trusteeship of management
- Principal owners and members of their immediate families
- Management and members of their immediate families
- Any other party with which the Company may deal if one party can significantly influence the management or operating policies of the other to an extent that one of the transacting parties might be prevented from fully pursuing its own separate interests.

Another party is also a related party if it can significantly influence the management or operating policies of the transacting parties or if it has an ownership interest in one of the transacting parties and can significantly influence the other to an extent that one or more of the transacting parties might be prevented from fully pursuing its own separate interests.

The term affiliate refers to a party that directly or indirectly controls, or is controlled by, or is under common control with, the Company.

Litigation, Laws, Rulings & Regulations

14. We have disclosed to you all known actual or possible litigation and claims whose effects should be considered when preparing the audited financial statements. The effects of all known actual or possible litigation and claims have been accounted for and disclosed in accordance with U.S. GAAP.

15. We have no knowledge of communications, other than those specifically disclosed, from regulatory agencies, governmental representatives, employees, or others concerning investigations or allegations of noncompliance with laws and regulations, deficiencies in financial reporting practices, or other matters that could have a material adverse effect on the audited financial statements.
16. We have disclosed to you all known instances of violations or noncompliance or possible violations or suspected noncompliance with laws and regulations whose effects should be considered when preparing financial statements or as a basis for recording a loss contingency.
17. There are no regulatory examinations currently in progress for which we have not received examination reports.

Nonattest Services

18. You have provided nonattest services, including the following, during the period of this engagement:
 - Assistance in preparing the audited financial statements and related notes and supplementary information.
 - Advise management about appropriate accounting principles and their application.
19. With respect to these services:
 - a. We have designated a qualified management-level individual to be responsible and accountable for overseeing the nonattest services.
 - b. We have established and monitored the performance of the nonattest services to ensure they meet our objectives.
 - c. We have made any and all decisions involving management functions with respect to the nonattest services and accept full responsibility for such decisions.
 - d. We have evaluated the adequacy of the services performed and any findings that resulted.
 - e. We have established and maintained internal controls, including monitoring ongoing activities.
 - f. When we receive final deliverables from you, we will store those deliverables in information systems controlled by us. We have taken responsibility for maintaining internal control over these deliverables.

Financial Statements & Reports

20. We have reviewed and approved a draft of the audited financial statements and related notes referred to above, which you prepared in connection with your audit of our audited financial statements. We acknowledge that we are responsible for the fair presentation of the audited financial statements and related notes.
21. With regard to supplementary information:
 - a. We acknowledge our responsibility for the presentation of the supplementary information in accordance with the applicable criteria.

- b. We believe the supplementary information is fairly presented, both in form and content, in accordance with the applicable criteria.
 - c. The methods of measurement and presentation of the supplementary information are unchanged from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
 - d. We believe the significant assumptions or interpretations underlying the measurement and/or presentation of the supplementary information are reasonable and appropriate.
22. We do not issue an annual report, nor do we have plans to issue an annual report at this time.

Transactions, Records, & Adjustments

23. All transactions have been recorded in the accounting records and are reflected in the audited financial statements.
24. We have everything we need to keep our books and records.
25. We have disclosed any significant unusual transactions the Company has entered into during the period, including the nature, terms, and business purpose of those transactions.
26. We believe the rollover effects of the prior year uncorrected audited financial statement summarized in the attached schedule and aggregated by you during the current engagement are immaterial, both individually and in the aggregate, to the audited financial statements taken as a whole.
27. There are no omitted disclosures.

General Government Matters

28. The audited financial statements properly classify all funds and activities in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as amended ("GASB No. 54").
29. All funds that meet the quantitative criteria in GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, as amended, and GASB Statement No. 37, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments: Omnibus—an Amendment of GASB Statements No. 21 and No. 34*, for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
30. Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
31. We have appropriately disclosed that the Company is following either its established accounting policy regarding which governmental fund resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available or is following paragraph 18 of GASB No. 54 to determine the fund balance classifications for financial reporting purposes and have determined that fund balance is properly recognized under the policy.

Accounting & Disclosure

32. All transactions entered into by the Company are final. We are not aware of any unrecorded transactions, side agreements or other arrangements (either written or oral) that are in place.
33. Except as reflected in the audited financial statements, there are no:
- a. Plans or intentions that may materially affect carrying values or classifications of assets, liabilities, net position, and revenues or expenses.
 - b. Material transactions omitted or improperly recorded in the financial records.
 - c. Events occurring subsequent to the balance sheet date through the date of this letter, which is the date the audited financial statements were available to be issued, requiring adjustment or disclosure in the audited financial statements.
 - d. Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances, lines of credit, or similar arrangements.
 - e. Guarantees, whether written or oral, under which the Company is contingently liable.
 - f. Supplier finance arrangements.
34. Except as disclosed in the audited financial statements, the Company has:
- a. Satisfactory title to all recorded assets, and those assets are not subject to any liens, pledges, or other encumbrances.
 - b. Complied with all aspects of contractual agreements, for which noncompliance would materially affect the audited financial statements.
35. We agree with the findings of specialists in evaluating the unpaid losses and loss adjustment expense reserves and have adequately considered the qualification of the specialists in determining the amounts and disclosures used in the audited financial statements and underlying accounting records. We did not give or cause any instructions to be given to the specialists with respect to the values or amounts derived in an attempt to bias their work, and we are not otherwise aware of any matters that have had impact on the independence or objectivity of the specialist.

Revenue and Accounts Receivable

36. Adequate provisions and allowances have been accrued for any material losses from:
- a. Uncollectible receivables.

Estimates

37. We have identified all accounting estimates that could be material to the audited financial statements and we confirm the appropriateness of the methods and the consistency in their application, the accuracy and completeness of data, and the reasonableness of significant assumptions used by us in making the accounting estimates, including those measured at fair value reported in the audited financial statements.

38. Significant estimates that may be subject to a material change in the near term have been properly disclosed in the audited financial statements. We understand that “near term” means the period within one year of the date of the audited financial statements. In addition, we have no knowledge of concentrations, which refer to volumes of business or premiums, existing at the date of the audited financial statements that would make the company vulnerable to the risk of severe impact in the near term that have not been properly disclosed in the audited financial statements.

Fair Value

39. With respect to the fair value measurements of financial and nonfinancial assets and liabilities, if any, recognized in the audited financial statements or disclosed in the notes thereto:
- a. The underlying assumptions are reasonable and they appropriately reflect management’s intent and ability to carry out its stated course of action.
 - b. The measurement methods and significant assumptions used in determining fair value are appropriate in the circumstances for financial statement measurement and disclosure purposes and have been consistently applied.
 - c. The significant assumptions appropriately reflect market participant assumptions.
 - d. The disclosures related to fair values are complete, adequate, and in conformity with U.S. GAAP.
 - e. There are no subsequent events that require adjustments to the fair value measurements and disclosures included in the audited financial statements.

Off-Balance-Sheet Risk

40. The following information about financial instruments with off-balance-sheet risk and financial instruments with concentrations of credit risk have been properly disclosed in the audited financial statements:
- a. The extent, nature, and terms of financial instruments with off-balance-sheet risk.
 - b. The amount of credit risk of financial instruments with off-balance-sheet risk and information about the collateral supporting such financial instruments.
 - c. Significant concentrations of credit risk arising from all financial instruments and information about the collateral of such financial instruments.
 - d. The common activity, region, or characteristic that identified the concentration.
 - e. The maximum loss that could result if the counterparties completely failed to perform their obligations and any collateral for the amounts due were worthless.
 - f. The Company’s policy of requiring collateral to minimize the risk, the nature of this collateral, and information about the Company’s access to collateral.

Long-Lived Assets to Be Held & Used

41. We have reviewed long-lived assets and certain identifiable intangibles to be held and used for impairment whenever events or changes in circumstances have indicated that the carrying amount of the assets might not be recoverable and have appropriately recorded the adjustment.

Tax Matters

42. We understand the potential penalties for failure to disclose reportable tax transactions to the taxing authorities and have fully disclosed to Forvis Mazars any and all known reportable tax transactions.

Other Matters

43. Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances or similar arrangements have been properly disclosed.
44. The Company has made available all communications from regulators. There have been no communications from regulatory agencies concerning noncompliance with or deficiencies in financial reporting practices.
45. Regarding the Company's Information Systems ("IS") function, we have made available to you all information and documentation responsive to your review of the IS function; and we have, to the best of our knowledge and belief, answered all questions and inquiries fully and accurately.
46. None of the Company's third-party service providers, upon which the Company relies, have known problems which would be likely to threaten the reliability of the Company's information systems and/or the systems' internal controls, or which could have a material impact on the Company's audited financial statements.
47. There are no known or expected circumstances, as of the date of this letter that would either threaten the solvency of the Company under applicable insurance regulations, or require significant capital infusions to the Company in order to comply with applicable regulations applicable to their individual domiciliary states or countries.
48. As a property and casualty insurer, we represent:
 - a. All material reinsurance transactions have been recorded and disclosed.
 - b. All reinsurance contracts properly transfer risk.
 - c. The Company's actuary has certified to the propriety of the basis and amounts at which the claim reserves and all actuarial liabilities are stated. The Company's liabilities for unpaid claims and claim adjustment expenses are based upon and recorded at management's best estimate. We believe the assumptions and methods used by the actuary are appropriate, and we agree with the actuary's findings. The losses and loss adjustment expense paid data, case basis reserve data, subrogation data, and the discounted reserve data that we have provided to the actuary for the purpose of determining a reasonable loss reserve was complete and accurate at the time it was provided. The Company also includes estimates for litigated claims within its actuarial reserving process and are included within the Company's liabilities for unpaid claims and claim adjustment expenses.

- d. We agree with the actuarial methods and assumptions that the actuary used for determining the loss reserve and know of nothing that would make such methods of assumptions inappropriate in the circumstances.
- e. The Company's liabilities for unpaid losses and loss adjustment expenses are based on, and recorded at, management's best estimate.



Timothy M. Cerio, President, CEO, and Executive Director

Jennifer Montero

Jennifer Montero (May 22, 2026 14:32:56 EDT)

Jennifer Montero, Chief Financial Officer

Brian Donovan

Brian Donovan (May 22, 2026 14:22:44 EDT)

Brian Donovan, Chief Actuary



Andrew Woodward (May 22, 2026 13:20:52 EDT)

Andrew Woodward, Controller

Attachment:

Schedule of Uncorrected Misstatements

Citizens Property Insurance Corporation
Summary of Uncorrected Misstatements
As of and for the Year Ended December 31, 2025

Financial Statement Impact

	Debit (Credit)			
	As Reported	Misstatements	Subsequent to Misstatements	% Change
Current Assets	\$ 2,630,071,000	\$ -	\$ 2,630,071,000	- %
Non-Current Assets	6,559,511,000	-	6,559,511,000	- %
Current Liabilities	(4,114,840,000)	-	(4,114,840,000)	- %
Non-Current Liabilities	(232,915,000)	-	(232,915,000)	- %
Current Ratio	(0.64)		(0.64)	- %

Total Assets	9,189,582,000	-	9,189,582,000	- %
Total Liabilities	(4,347,755,000)	-	(4,347,755,000)	- %
Total Equity	(4,841,827,000)	-	(4,841,827,000)	- %

Revenues	2,287,824,000	(14,532,769)	2,273,291,231	(0.64)%
Expenses	(1,073,138,000)	-	(1,073,138,000)	- %
Net (Income) Loss	1,214,686,000	(14,532,769)	1,200,153,231	(1.20)%

Uncorrected misstatements from prior periods

Prior Period Uncorrected Misstatement (debit/credit from prior year)	Assets	Liabilities	Equity	Revenue	Expenses	Net (Income) Loss
To reclass the Defeasance earned investment fees on escrows that were recorded on Regions books in 2024 and Citizens in 2025.	10,081,548	-	10,081,548)	10,081,548)	-	10,081,548)
To record premiums cancelled subsequent to year end	17,854,490)	22,305,711	(4,451,221)	(4,451,221)	-	(4,451,221)
Total pre tax Income Statement				14,532,769)	-	14,532,769)
Total pre tax Balance Sheet	(7,772,942)	22,305,711	14,532,769)			











Citizens Property- GAAP-MRL-Final-05.22.26


Final Audit Report

2026-05-22

Created:	2026-05-22
By:	April Berry (april.berry@us.forvismazars.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAAibphLrZY6kkrqMJOCdm4-Jirkgo4i0BO

"Citizens Property- GAAP-MRL-Final-05.22.26" History

-  Document created by April Berry (april.berry@us.forvismazars.com)
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-  Document emailed to Andrew Woodward (andrew.woodward@citizensfla.com) for signature
2026-05-22 - 5:19:48 PM GMT
-  Email viewed by Andrew Woodward (andrew.woodward@citizensfla.com)
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Signature Date: 2026-05-22 - 6:32:56 PM GMT - Time Source: server- IP address: 69.243.237.79 - Signature Appearance Selected: MOBILE_TYPE

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2026-05-22 - 6:48:49 PM GMT - IP address: 104.47.57.254

 Signer tim.cerio@citizensfla.com entered name at signing as Timothy M. Cerio

2026-05-22 - 6:52:51 PM GMT - IP address: 65.58.75.164

 Document e-signed by Timothy M. Cerio (tim.cerio@citizensfla.com)

Signature Date: 2026-05-22 - 6:52:53 PM GMT - Time Source: server- IP address: 65.58.75.164 - Signature Appearance Selected: IMAGE

 Agreement completed.

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