

2023 Projected Payout Multiple (Updated 9/30/23)

The Projected Payout Multiple is used to calculate an insurer's projected payout for the FHCF coverage pursuant to Section 215.555(4)(d)2, Florida Statutes.

The Projected Payout Multiple is derived by dividing the estimated single season Claims-Paying Capacity of the FHCF by the total industry Reimbursement Premium for the FHCF for the Contract Year billed as of 12/31 of the Contract Year. The Company's Reimbursement Premium, as paid to the SBA for the Contract Year, is multiplied by the Projected Payout Multiple to estimate the Company's coverage from the FHCF for the Contract Year. The SBA is not obligated to reimburse for any losses under the Reimbursement Contract unless the Company incurs losses from Covered Events for Covered Policies in excess of its retention.

The final Payout Multiple is not determined until reimbursement premiums have been billed as of 12/31 and the amount of bond proceeds has been determined. The final payout multiple will equal \$17.000 billion divided by the total reimbursement premiums billed as of 12/31.

The current projected Payout Multiple for the mandatory FHCF coverage is calculated as follows:

<u>Projected Maximum Claims Paying Capacity</u>		<u>Projected Aggregate 2023 FHCF Premium</u>		<u>Projected Payout Multiple</u>
\$17,000,000,000	/	\$1,511,897,154	=	11.2441