

# MARKET BULLETIN

REF: Y3998

Title	Florida: Residual market – Citizens Property Insurance Corporation (“CPIC”)
Purpose	Further update concerning the requirement that insurers adjust wind losses for CPIC
Type	Event
From	James Walmsley, Senior Manager, Lloyd’s International Market Access Contact details: 020 7327 5131 / james.walmsley@lloyds.com
Date	4 April 2007
Deadline	
Related links	<a href="#">Lloyd’s market bulletin Y3983</a> , dated 19 March 2007

## Purpose of bulletin

The purpose of this bulletin is to update the market as to developments relating to the Florida residual market, Citizens Property Insurance Corporation (“CPIC”), specifically, the requirement that ex-wind insurers adjust wind losses for CPIC. This requirement is referred to in Lloyd’s [market bulletin Y3983](#), dated 19 March, 2007. Managing agents were advised not to take any action with respect to the CPIC adjusting requirement at this time, pending further clarification.

## CPIC - Requirement to provide claims adjusting services to CPIC

Legislation enacted in 2006 requires CPIC’s Plan of Operation to provide that, from 1 June 2007, CPIC will contract with each insurer providing the non-wind coverage for risks insured by CPIC in the high-risk account, requiring that the insurer provide claims adjusting services for CPIC’s wind coverage. An insurer will be required to enter into this contract as a condition of providing non-wind coverage for a risk insured by CPIC in the high-risk account. CPIC may waive this requirement if it finds, after a hearing, that the insurer is not capable of providing adjusting services at an acceptable level of quality.

Lloyd's office in the US has been in contact with CPIC's representatives, and will be submitting a response to CPIC on behalf of the Lloyd's Market. Managing agents are advised not to take any action in respect to the CPIC requirement at this time.

Should managing agents, or coverholders acting on their behalf, receive any correspondence directly from CPIC concerning this requirement we would request that this be forwarded to the email address shown below.

### **Further Information**

In you have any queries about this market bulletin, please contact Lloyd's International Trading Advice:

Lloyd's International Trade Advice

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