

VOLUNTARY DISCLOSURE BY THE STATE OF FLORIDA REGARDING HURRICANES HELENE AND MILTON

Hurricane Helene made landfall in the Big Bend area of the Florida gulf coast on September 26, 2024. Hurricane Milton made landfall near Siesta Key on the Florida gulf coast on October 9, 2024. The storms are not anticipated to have a material impact on the State's budget or financial position. Additionally, the estimated losses for the Florida Hurricane Catastrophe Fund ("FHCF") and Citizens Property Insurance Corporation ("Citizens") from Hurricanes Helene and Milton are expected to be covered with currently available resources.

The current fiscal impact on the State's General Revenue Fund for expenses associated with responding to Hurricanes Helene and Milton is approximately \$2.3 billion. The State has sufficient reserves and liquidity to fund disaster response efforts in advance of future FEMA reimbursements. Future expenditures associated with Hurricanes Helene and Milton and FEMA reimbursements for such expenditures is unknown.

The Florida Hurricane Catastrophe Fund's independent actuary, Paragon Strategic Solutions, currently projects that FHCF's share of losses will range from \$18 million to \$441 million, with an initial point estimate of \$100 million for Hurricane Helene and range from \$1.6 billion to \$5.8 billion with an initial point estimate of \$4.5 billion for Hurricane Milton. These estimates are based on forecasting model estimates and interim loss reports, and subject to material change as losses develop and companies begin reporting actual loss information. Due to the preliminary nature of these estimates, a reserve has not yet been established. ***Based on current modeled losses, the FHCF expects that loss reimbursement payments from Hurricanes Helene and Milton will be paid from existing internal resources and will not require assessments or financings.*** Additionally, total FHCF losses from Hurricane Ian are currently projected to be \$9.5 billion, with approximately \$4.7 billion paid to date and \$4.8 billion fully reserved to pay the remaining estimated losses.

Citizens' average modeled losses from Hurricane Helene are \$60.4 million. Citizens' average modeled losses from Hurricane Milton are \$3.5 billion. Citizens' total average modeled losses from both hurricanes is \$3.6 billion. These loss estimates are preliminary, based only on models, exclude loss adjustment expense, and subject to material change as losses develop. ***Based on the current modeled losses, Citizens expects that the losses from Hurricanes Helene and Milton will be paid from existing internal resources and will not trigger surcharges or assessments.***

Dated this 30th day of October, 2024.