



MEMORANDUM

DATE: August 17, 2009

TO: All Agents

FROM: James W. Oliver
General Manager

RE: Hurricane Binding Procedures

I am attaching a memo dated June 24, 2009, written by Randy Wipf, Vice President of Underwriting/Agency Services for TWIA. As you can see from the memo, Mr. Wipf outlines procedures with regard to binding coverage when a hurricane is threatening the Texas coast.

Tropical storm activity has picked up considerably in the Atlantic basin within the last week. As a result, we believe that it is important to notify all agents that they need to review TWIA hurricane binding procedures. As Mr. Wipf stated in his previous memo, "Please remember that no new or additional coverages can be written on the day a storm is declared a hurricane and is within the boundaries of 80 degrees longitude and 20 degrees north latitude, or is in the Gulf of Mexico".

Please distribute this memo and the attached memo from Mr. Wipf to everyone in your office who might work with a TWIA policy.

After Hurricane Ike we found too many occasions when agents failed to send premiums for new and/or renewal policies. As a result, many coastal residents were without insurance when Hurricane Ike hit the Texas coast. It is important that each agent talk with his/her clients and urge them to secure policies immediately rather than wait until the last minute and take the chance of being caught by the TWIA hurricane moratoriums.

If anyone has a question, please call the TWIA underwriting department and talk with your underwriter.

Attachment

Texas Windstorm Insurance Association

5700 South MoPac Expressway, Building E, Suite 530, Austin, Texas 78749 • P.O. Box 99090, Austin, Texas 78709-9090
512-899-4900 / Fax 512-899-4950



Randy Wipf, CIC
Vice President – Underwriting / Agent Services

MEMORANDUM

DATE: June 24, 2009
TO: All Agents
RE: **Hurricane Binding Procedures**

Hurricane Binding Procedures

The 2009 hurricane season officially started June 1st. To assist agents, we are attaching the TWIA procedures for binding coverages when a hurricane is threatening the Texas coast. Please remember that no new or additional coverages can be written on the day a storm is declared a hurricane and is within the boundaries of 80 degrees west longitude and 20 degrees north latitude, or is in the Gulf of Mexico. In addition, if a storm identified as a hurricane is downgraded from hurricane status, but still poses a threat to the Texas coast, TWIA will not allow any new or additional coverages until the TWIA General Manager determines that a threat to the Texas coast no longer exists.

Excerpt from T.W.I.A. Plan of Operation

Binding Exception:

No new or increased coverage applications will be accepted on the day (beginning at 12:01 A.M.) or after a windstorm designated as a hurricane by the United States Weather Bureau is in the Gulf of Mexico or within the boundaries of 80 degrees west longitude and 20 degrees north latitude until the General Manager determines that the storm no longer threatens property within the designated catastrophe area of the Texas Windstorm Insurance Association. This exception does not apply to any new or increased coverage application that meets underwriting criteria that is submitted as follows: delivered in person to the Texas Windstorm Insurance Association's Austin office during its normal business hours prior to a windstorm designated as a hurricane by the United States Weather Bureau being in the Gulf of Mexico or within the boundaries of 80 degrees west longitude and 20 degrees north latitude; or mailed prior to the first day that a windstorm designated as a hurricane by the United States Weather Bureau is in the Gulf of Mexico or within the boundaries of 80 degrees west longitude and 20 degrees north latitude by registered or certified mail or United States Postal Service Express Mail or regular mail that is hand-cancelled by the United States Postal Service or such other mailing procedure as approved by the Board of Directors. Such applications will be accepted and become effective on the date delivered in person or mailed or a later date if stipulated on the applications. This exception also does not apply to any renewal policy affording windstorm coverage if the expiring policy was written by the Texas Windstorm Insurance Association and if the application for renewal was received by the Texas Windstorm Insurance Association on or before the expiration of the existing Texas Windstorm Insurance Association policy or if mailed by registered or certified mail or United States Postal Service Express Mail or by regular mail that is hand-cancelled by the United States Postal Service, or if sent by such other similar mailing procedure as approved by the Board of Directors, prior to the expiration of the existing Texas Windstorm Insurance Association policy.

Please distribute this reference document to everyone in your office who might work with T.W.I.A.

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