

**Meeting of Board of Directors  
Texas Windstorm Insurance Association  
Teleconference**

December 10, 2019

Omni Hotel

900 North Shoreline Blvd.

Corpus Christi, TX 78401

8:30 a.m.



TEXAS WINDSTORM  
INSURANCE ASSOCIATION

Interested parties can listen to the meeting live by going to [www.twia.org](http://www.twia.org).

Go to “About Us/Board Meetings” and click on the audio link.

1. Call to Order – Reminder of the Anti-Trust Statement and Disclosure of and Statement Regarding Potential Conflicts of Interest – *Bryan Shofner* *5 minutes*
2. Introductions – *Bryan Shofner* *5 minutes*
3. Consideration and Action to:  
Approve the Minutes from Prior Board of Directors’ Meetings – *Bryan Shofner\** *5 minutes*
4. TWIA Operational Highlights – *John Polak* *5 minutes*
5. Financial *20 minutes*  
Consideration and Possible Action on the Following Financial Topics:
  - A. Report of the Secretary/Treasurer – *Corise Morrison\**
    1. Income Statement
    2. Management Discussion and Analysis
  - B. Financial Statement Review by Staff – *Jerry Fadden*
    1. Income Statement and Expense Statement
    2. Balance Sheet
    3. Cash & Short-Term Investments
    4. Cash Flow Statement
    5. Historical Data
  - C. Funding
    1. Hurricane Harvey Funding – Member Assessment\*
    2. Series 2014 Bond Refinancing
    3. 2020-2021 Reinsurance Program
6. Public Comment *30 minutes*
7. Presentation and Review of TWIA Actuarial and Underwriting Committee Recommendation Regarding Rate Adequacy – *Debbie King\** *20 minutes*

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| 8. Actuarial – <i>Jerry Fadden</i><br>Consideration and Possible Action on the Following Actuarial Topics:<br>A. Reserve Adequacy<br>B. Policy Count/Exposures<br>C. Maximum Liability Limits Filing - Update   | <i>20 minutes</i>  |
| 9. Internal Audit – <i>Bruce Zaret - Weaver</i><br>Consideration and Possible Action on the Following Audit Topics:<br>A. Internal Audit Status Report  | <i>10 minutes</i>  |
| 10. Underwriting – <i>Denise Larzalere</i><br>A. Operational Review Update  | <i>10 minutes</i>  |
| 11. Claims<br>Consideration and Possible Action on the Following Claims Topics:<br>A. Claims Operations – Overview – <i>Dave Williams</i><br>B. Claims Litigation – <i>David Durden</i>   | <i>20 minutes</i>  |
| 12. TWIA Operations<br>Consideration and Possible Action on the Following Operations Topics:<br>A. IT Systems Update – <i>John Polak</i><br>B. Depopulation – <i>John Polak</i><br>C. Communications Update – <i>Jennifer Armstrong</i><br>D. Review and Approval of 2020 Budget – <i>John Polak*</i> | <i>60 minutes</i>  |
| 13. Closed Session ( <b>Board Only</b> )<br>A. Personnel Issues<br>B. Legal Advice  | <i>60 minutes</i>  |
| 14. Consideration of Issues Related to Matters Deliberated in Closed Session<br>That May Require Action, if any, of the Board of Directors*   | <i>5 minutes</i>   |
| 15. Committees – <i>Bryan Shofner</i>   | <i>5 minutes</i>   |
| 16. Future Meetings – <i>John Polak</i> <ul style="list-style-type: none"> <li>• February 18, 2020 – Marriott South – Austin</li> <li>• May 12, 2020 – Hyatt Regency – Austin</li> <li>• August 4, 2020 – Tremont House – Galveston</li> </ul>  | <i>5 minutes</i>   |
| 17. Lunch break   | <i>30 minutes</i>  |
| 18. Board Training Program  | <i>120 minutes</i> |
| 19. Adjourn   |                    |

Estimated Total Length of Meeting

7 hours 20 minutes

\*Indicates item on which General Manager believes the Board of Directors may take action.