

Meeting of Board of Directors
Texas Windstorm Insurance Association
Teleconference
July 31, 2018
Tremont House
2300 Ship's Mechanic Row
Galveston, Texas 77550
9:00 a.m.



TEXAS WINDSTORM
INSURANCE ASSOCIATION

Interested parties can listen to the meeting live by going to 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
– <i>Josh Fields</i> | <i>5 minutes</i> |
| 2. Introduction of New Board Member – <i>Josh Fields</i> | <i>5 minutes</i> |
| 3. Introductions – <i>Josh Fields</i> | <i>5 minutes</i> |
| 4. Consideration and Action to:
Approve the Minutes from Prior Board of Directors’ Meetings
– <i>Josh Fields*</i> | <i>5 minutes</i> |
| 5. Public Comment | <i>15 minutes</i> |
| 6. TWIA Operational Highlights – <i>John Polak</i> | <i>5 minutes</i> |
| 7. Financial
Consideration and Possible Action on the Following Financial Topics: | <i>20 minutes</i> |
| A. Report of the Secretary/Treasurer – <i>Debbie King*</i> | |
| 1. Income Statement | |
| 2. Management Discussion and Analysis | |
| B. Financial Statement Review by Staff – <i>Jerry Fadden</i> | |
| 1. Income Statement and Expense Statement | |
| 2. Balance Sheet | |
| 3. Cash & Short-Term Investments | |
| 4. Cash Flow Statement | |
| 5. Historical Data | |
| C. Financial Forecast – <i>Jerry Fadden</i> | |
| D. Hurricane Harvey and Member Assessment – <i>Jerry Fadden*</i> | |
| E. 2018 Storm Season Funding – <i>Jerry Fadden</i> | |
| F. Credit Facility – <i>Jerry Fadden*</i> | |
| G. Investment Trust Fund Balances (Sec. 2210.4521) – <i>Jerry Fadden*</i> | |
| H. Selection of Auditors/Accountants for 2018 and Authorization
of Non-Audit Services – <i>Jerry Fadden*</i> | |

- | | |
|--|-------------------|
| 8. Internal Audit – <i>Bruce Zaret – Weaver</i>
Consideration and Possible Action on the Following Audit Topics:
A. Internal Audit Status & Update
B. Review of IT Security Audit (Closed Session) | <i>5 minutes</i> |
| 9. Actuarial – <i>Jerry Fadden</i>
Consideration and Possible Action on the Following Actuarial Topics:
A. Reserve Adequacy
B. Hurricane Harvey Ultimate Loss Estimate
C. Annual Rate Filing*
D. Statutory Limits of Liability*
E. Policy Count/Exposures | <i>20 minutes</i> |
| 10. Underwriting – <i>Denise Larzalere</i>
A. Operational Review Update | <i>10 minutes</i> |
| 11. Claims
Consideration and Possible Action on the Following Claims Topics:
A. Claims Operations – Overview – <i>Dave Williams</i>
B. Claims Litigation – <i>David Durden</i> | <i>20 minutes</i> |
| 12. TWIA Operations
Consideration and Possible Action on the Following Operations Topics:
A. IT Systems Update – <i>John Polak</i>
B. Depopulation – <i>John Polak</i>
C. TWIA Expert Panel – <i>Dave Williams</i>
D. Communications Update – <i>Jennifer Armstrong</i> | <i>30 minutes</i> |
| Lunch break, 11:00 | <i>30 minutes</i> |
| 13. Closed Session (Board Only)
A. Personnel Issues
B. Legal Advice | <i>60 minutes</i> |
| 14. Consideration of Issues Related to Matters Deliberated in Closed Session
That May Require Action, if any, of the Board of Directors* | <i>5 minutes</i> |
| 15. Committees – <i>Josh Fields</i>
A. Election of Officers | <i>5 minutes</i> |
| 16. Future Meetings – <i>John Polak</i>
<ul style="list-style-type: none"> • December 11, 2018 – Omni Corpus Christi • February 2019 – TBD • May 2019 – TBD | <i>5 minutes</i> |
| 17. Adjourn | |

Estimated Total Length of Meeting 4 hours 10 minutes

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