

PROGRAM DIVISION BULLETIN

2007-17

June 4, 2007

Florida Citizens Emergency Assessment

In March of this year, we distributed information concerning the 1.4% Citizens' Property Insurance Corporation emergency assessment to be applied as an emergency surcharge on admitted policies, effective July 1, 2007.

The following additional information has come to our attention. (See information in **bold font**.)

- **Business Lines:** The business lines subject to assessment under the CPIC High Risk Account are: Monoline Fire and allied lines; Homeowners; Commercial multi-peril/property and liability. **In addition, please note that farmowners' premium, earthquake premium and mobile home premium reported as private passenger automobile physical damage premium are also subject to the surcharge.**
- **Package Policies:** **If the package portion of the policy includes coverage for one or more of the subject lines, the entire package premium is subject to the 1.4% surcharge.**
- **Multiyear Policies:** **For policies rated once during a multiyear premium period, the emergency surcharge of 1.4% is to be charged once based upon the entire direct written premium. For multiyear policies that are rered each year, the emergency surcharge is to be applied each year based upon the current surcharge rate in effect at that time.** The surcharge rate is subject to review and possible adjustment on July 1st of each year by the CPIC.

For proprietary systems, if the automobile premium is split out on your package policy, then you do not have to charge the 1.4% of the auto premium. If you cannot split the premium, then you will need to charge the 1.4%.

If you have any questions, please direct them to your Program Manager.

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