

**Meeting of Board of Directors**  
**Texas Windstorm Insurance Association**  
**Teleconference**  
May 10, 2016  
Hilton Garden Inn  
500 North Interstate 35  
Austin, Texas 78701  
8:00 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 *5 minutes*  
– *Georgia Neblett*
2. Introductions – *Georgia Neblett* *5 minutes*
3. Consideration and Action to:  
Approve the Minutes from Prior Board of Directors’ Meetings *5 minutes*  
– *Georgia Neblett\**
4. Public Comment *15 minutes*
5. TWIA Operational Highlights – *John Polak* *5 minutes*
6. Financial *45 minutes*  
Consideration and Possible Action on the Following Financial Topics:
  - A. Report of the Secretary/Treasurer – *Debbie King\**
    1. Income Statement
    2. Management Discussion and Analysis
  - B. Financial Statement Review by Staff – *Pete Gise*
    1. Income Statement and Expense Statement
    2. Balance Sheet
    3. Cash & Short Term Investments
    4. Cash Flow Statement
    5. Historical Data
  - C. Investment Plan Review – *Pete Gise*
  - D. Financial Audit by Calhoun, Thomson + Matza – *Clark Thomson/Pete Gise*
    1. Audit Wrap-Up Report
    2. Statutory Report\*
    3. GASB\*
    4. Internal Control Letter
7. Internal Audit *20 minutes*  
Consideration and Possible Action on the Following Audit Topics:
  - A. Internal Audit Status & Update – *Darrell Rupert*
  - B. Management Report on Internal Controls Over Financial Reporting – *Pete Gise*
  - C. Consider Executive Committee Recommendations Regarding Internal Audit Function– *John Polak/Georgia Neblett\**

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| 8. Actuarial – <i>Jim Murphy</i><br>Consideration and Possible Action on the Following Actuarial Topics:<br>A. Reserve Adequacy<br>B. Policy Count/Exposures<br>C. 2016 Funding, Including Reinsurance Placement*<br>D. Reinsurance Broker Selection Process   | 20 minutes |
| 9. Underwriting – <i>Lou Cusano</i><br>A. Underwriting Operations – Overview<br>B. Amendatory Endorsement – Storm Door<br>C. TDI Forms Filing – Loss Funding Premium Surcharge<br>D. TWIA Windstorm Inspections – Completed Construction   | 10 minutes |
| 10. 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>  | 20 minutes |
| 11. TWIA Operations<br>Consideration and Possible Action on the Following Operations Topics:<br>A. TDI Oversight Update – <i>John Polak</i><br>B. IT – <i>John Polak</i><br>C. Depopulation – <i>John Polak</i><br>D. TWIA Expert Panel – <i>Dave Williams</i><br>E. Communications Update – <i>Jennifer Armstrong</i> | 30 minutes |
| Lunch break, 11:00   | 30 minutes |
| 12. Closed Session ( <b>Board Only</b> )<br>A. Personnel Issues<br>B. Legal Advice<br>C. Executive Committee Report Regarding Legal Counsel Performance Review   | 60 minutes |
| 13. Consideration of Issues Related to Matters Deliberated in Closed Session That May Require Action, if any, of the Board of Directors  | 5 minutes  |
| 14. Committees – <i>Georgia Neblett</i>  | 5 minutes  |
| 15. Future Meetings – <i>John Polak</i><br><ul style="list-style-type: none"> <li>• August 2, 2016 – Tremont House, Galveston</li> <li>• December 6, 2016 – Omni Hotel, Corpus Christi</li> </ul>  | 5 minutes  |
| 16. Adjourn  |            |

Estimated Total Length of Meeting

4 hours 45 minutes

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