

James C. Murphy, FCAS, MAAA Vice President - Actuary

October 17, 2012

Marilyn Hamilton Property & Casualty Associate Commissioner Texas Department of Insurance P.O. Box 149104 M/C 104-PC Austin, TX 78701

RE: Texas Windstorm Insurance Association Filing P-1012-07

Dear Marilyn:

The Texas Windstorm Insurance Association would like to amend the above-referenced filing as follows:

	Filed	Amended
Dwellings and individually owned townhouses	\$1,809,000	\$1,821,000
Contents of an apartment, condominium, or townhouse	\$379,000	\$381,000
Commercial structures and associated contents	\$4,508,000	\$4,536,000

The Association requests this amendment to correct a calculation error in the original submission that resulted in the filed limits not accurately reflecting the change in the BOECKH index as required by Section 2210.502(a) of the Texas Insurance Code.

Amended supporting documents are attached.

We look forward to the Commissioner's approval of the proposed limits. If you or your staff have any questions or comments, please contact John Polak or me.

Respectfully,

James C. Murphy

Encl. (2)



371,000

381,000

Type of	Ratio of Total TWIA	<u> </u>				<u>Boeckh Index as of May/June 2012</u> Corpus		
Construction	Business	Christi	Houston	Average	Christi	Houston	Average	
Dwelling, including individually owned townhouse unit, & associated corporeal movable property								
Frame	98.24%	2021.9	2144.	3 2083.1	2114.4	2171.8	2143.1	
Brick	1.76%	2055.1	2213.4	4 2134.3	2135.4	2245.1	2190.3	
Weighted Average Factor				2084.0			2143.9	
Indicated Change							2.9%	
Calculated Limit of Liability (Based on 2011 Analysis) Indicated Limit of Liability							1,770,000 1,821,000	
Individually-owned corporeal movable property located in an owner-occupied apartment, residential condominium, or townhouse unit								
Frame	50.48%	2021.9	2144.	3 2083.1	2114.4	2171.8	2143.1	
Brick	49.52%	2055.1	2213.4	4 2134.3	2135.4	2245.1	2190.3	
Weighted Average Factor				2108.4			2166.4	
Indicated Change							2.8%	

Calculated Limit of Liability (Based on 2011 Analysis) Indicated Limit of Liability

Structure other than a dwelling or public building and the corporeal movable property located in that structure

Apartments - Brick, Wood	31.32%	2103.3	2184.3	2143.8	2194.4	2212.6	2203.5
,							
Apartments - Brick, Concrete	3.00%	2046.5	2307.8	2177.2	2123.3	2330.3	2226.8
Apartments - Brick, Steel	6.83%	2028.1	2322.6	2175.4	2144.6	2358.5	2251.6
Commercial - Frame	14.83%	2157.7	2290.3	2224.0	2242.9	2310.9	2276.9
Commercial - Steel	3.56%	2132.8	2314.9	2223.9	2213.2	2341.7	2277.5
Commercial - Brick, Wood	6.17%	2238.7	2349.7	2294.2	2327.3	2377.6	2352.5
Commercial - Brick, Steel	13.00%	2268.6	2701.9	2485.3	2384.4	2742.1	2563.3
Commercial - Brick, Concrete	21.30%	2003.3	2384.4	2193.9	2082.4	2411.1	2246.8
Weighted Average Factor				2226.2			2286.4
Indicated Change							2.7%
Calculated Limit of Liability (Based on 2011 Analysis) Indicated Limit of Liability						4,417,000 4,536,000	

Statutory Limits of Liability

	Current	Proposed	Increase	
Dwelling	1,773,000	381,000	48,000	
Contents	374,000		7,000	
Non-Dwelling	4,424,000		112,000	

	Risks at Statutory Limits	_	<u>Exposure</u> Current	Proposed	Increase
Dwelling Contents Non-Dwelling	3	0	150,705,000 11,220,000 685,720,000	154,785,000 11,430,000 703,080,000	4,080,000 210,000 17,360,000
Total	27	08	847,645,000	869,295,000	21,650,000
Total TWIA E	xposure				74,271,847,772
% Increase in	0.03%				

