



**James C. Murphy, FCAS, MAAA**  
**Chief Actuary**  
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October 4, 2016

Marianne Baker  
Texas Department of Insurance  
P.O. Box 149104 M/C 104-PC  
Austin, TX 78701

RE: Texas Windstorm Insurance Association Adjustments to Maximum Liability Limits

Dear Marianne:

Section 2210.502(a) of the Texas Insurance Code states that the Texas Windstorm Insurance Association shall propose to the Commissioner inflation adjustments to its maximum liability limits at a rate that reflects any change in the BOECKH index.

On August 2, 2016, the Board of Directors of the Association voted to propose no change in its maximum liability limits, due to a deflation in the BOECKH index. Current and proposed limits are as follows:

	Current <u>2016</u>	Proposed <u>2017</u>
Dwellings and individually owned townhouses	\$1,773,000	\$1,773,000
Contents of an apartment, condominium, or townhouse	\$374,000	\$374,000
Commercial structures and associated contents	\$4,424,000	\$4,424,000

The limit of liability for governmental buildings and corporeal movable property shall be indexed and adjusted as provided for commercial structures and associated contents, per Texas Insurance Code Section 2210.502(d).

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)

