

Claims Success Story

RISK COVERED: Hurricane

CLIENT PROFILE: Commercial

INSURED LOCATION: West Coast Florida



Case Overview

Triggers for commercial policies start at windspeeds of 74 mph. A restaurant on the west coast had a claim paid by NormanMax Insurance Solutions for a dual-trigger structure, with the maximum payout determined by the event payout percentage tables shown below.

Hurricane Milton made landfall with a wind speed of 76 mph at the proxy location, triggering a 6% payout based on the payout tables. However, since Hurricane Milton did not intersect the cat-in-a-circle (CAT) trigger, no payout was applied. The following section provides a detailed overview.

Policy Details

POLICY TYPE: Commercial

STRUCTURE: Dual Trigger – Proxy and 15-mile Circle

LIMIT: \$200,000

MAX PAYOUT %: 6%

TOTAL AVAILABLE RECOVERY:

Limit X Max Payout = \$200,000 X 6% = \$12,000

AMOUNT RECOVERED/PAID AS OF 11/25/24 = \$9,000

Trigger Type	Proxy @ Insured Location	Cat-in-a-Circle (15-mile radius)	Max Payout %
Windspeed	76.8 mph	Track does not intersect Circle	
Payout %	6.0%	0.0%	6.0%

Payout

The path of the storm as shown below, did not intersect the circle, however the proxy wind speed measurement did register a 76.8 mph for 60-second sustained wind speed which equated to a 6.0% payout on a \$200,000 limit which amounted to \$12,000 available to pay claims. Thus far, \$9,000 has been paid.

Wind Speed (MPH)	74	75	76	77	78	Escalating to 119
Payout %	5.0%	5.5%	6.0%	6.5%	7.0%	100.0%

