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MICHAEL YAWORSKY  
COMMISSIONER

July 11, 2023

Victoria McCarthy  
Head of Regulatory Strategy and Analytics

6303 Owensmouth Avenue  
Woodland Hills, CA 91367

Re: Discontinuance of Farmers-Branded Homeowner and Auto Lines of Business

Dear Victoria McCarthy:

This letter is in response to the market reduction notice Farmers Insurance Group (Farmers)

submitted to the Florida Office of Insurance Regulation (OIR) on July 10, 2023. We've reviewed the initial notification and wanted to discuss our concerns regarding Farmers' decision to reduce their presence in Florida's property insurance market and the impacts it will have on policyholders.

As communicated earlier today, Florida's leaders have stepped up to the plate by delivering historic reforms to Florida's property insurance market to ensure competitiveness and increase consumer choice. Based on the discussions we have had with your company today, we understand that this decision was made independently of these reforms going into effect as part of a broader series of actions Farmers is making across the country and not solely focused on Florida.

As the impacts of these reforms continue to take effect, there are positive signs emerging in the market. For instance, following these legislative reforms we've seen reports of increased reinsurer capacity, a reduction in reinsurance cost, greater interest from companies wanting to participate in the Citizens Denomination Program and additional companies expressing their desire to expand

Moving forward, we hope Farmers takes these concerns into consideration and understands the need to better serve Florida's policyholders.

Finally, on a phone call with Farmers representatives this morning, Farmers committed to

[REDACTED]

Sincerely,



Michael Yaworsky  
Insurance Commissioner