The Committee on Banking and Insurance (Boyd) recommended the following:

Senate Substitute for Amendment (232144) (with title amendment)

Delete lines 70 - 112 and insert:

Section 2. Paragraph (f) is added to subsection (5) of section 627.7011, Florida Statutes, to read:

627.7011 Homeowners’ policies; offer of replacement cost coverage and law and ordinance coverage.—

(5) This section does not:
(f) Prohibit an insurer, notwithstanding paragraph (1)(a), from providing limited coverage on a personal lines residential property insurance policy by including a roof surface reimbursement schedule. If included in the policy, a roof surface reimbursement schedule must do all of the following:

1. Provide reimbursement for repair, replacement, and installation based on the annual age of a roof surface type.

2. Provide full replacement coverage for any roof surface type less than 10 years old.

3. Unless otherwise demonstrated to the office to be actuarially justified, provide for reimbursement amounts of no less than:
   a. Seventy percent for a metal roof type.
   b. Forty percent for a concrete tile and clay tile roof type.
   c. Forty percent for a wood shake and wood shingle roof type.
   d. Twenty-five percent for all other roof types.

4. Include at the top of the schedule, in bold type no smaller than 12 points, the following statement:

"PLEASE DISCUSS WITH YOUR INSURANCE AGENT. YOU ARE ELECTING TO PURCHASE COVERAGE ON YOUR ROOF ACCORDING TO A ROOF SURFACE REIMBURSEMENT SCHEDULE. IF YOUR ROOF IS DAMAGED BY A COVERED PERIL, YOU WILL RECEIVE A PAYMENT AMOUNT FOR YOUR ROOF ACCORDING TO THE SCHEDULE BELOW. BE ADVISED THAT THIS MAY RESULT IN YOU HAVING TO PAY SIGNIFICANT COSTS TO REPAIR OR REPLACE YOUR ROOF. PLEASE DISCUSS WITH YOUR INSURANCE AGENT."
5. Allow for all actuarially sound methods of s. 627.062 to apply.

6. Be approved by the office.

7. Be provided to the insured with the policy documents at issuance and renewal.

A roof surface reimbursement schedule may not be applied to a roof if there is a total loss to a primary structure in accordance with the valued policy law under s. 627.702 which is caused by a covered peril.

And the title is amended as follows:

Delete line 16 and insert:

schedules; prohibiting application of a roof surface reimbursement schedule