



**Connecticut Foundation Solutions
Indemnity Company, Inc.**



*Crumbling Foundations Caucus Update:
Summarizing the Success...Predicting the Future*

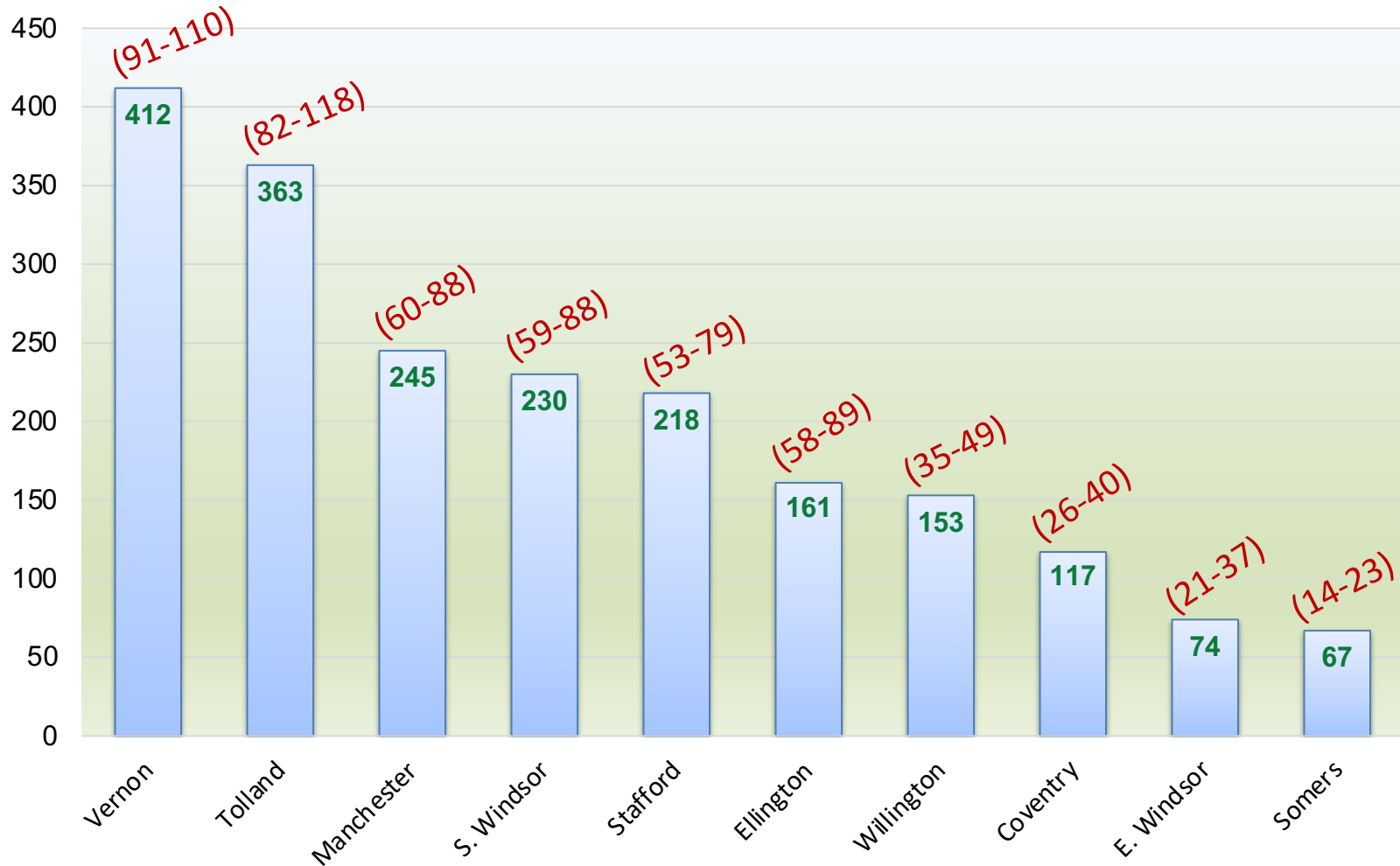
February 6, 2025

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Michael Maglaras & Company
Superintendent, CFSIC

www.crumblingfoundations.org

The First 10 Towns...

*The Crisis **Now**; The Crisis **in the Future** in The Top Twenty Towns (est. range 585-866)*



Current actual claimant count inception through 12/31/24; projected range of new claimants through 6/30/30.

The Next 10 Towns...

The Crisis Now; The Crisis in the Future in The Top Twenty Towns (est. range 585-866)

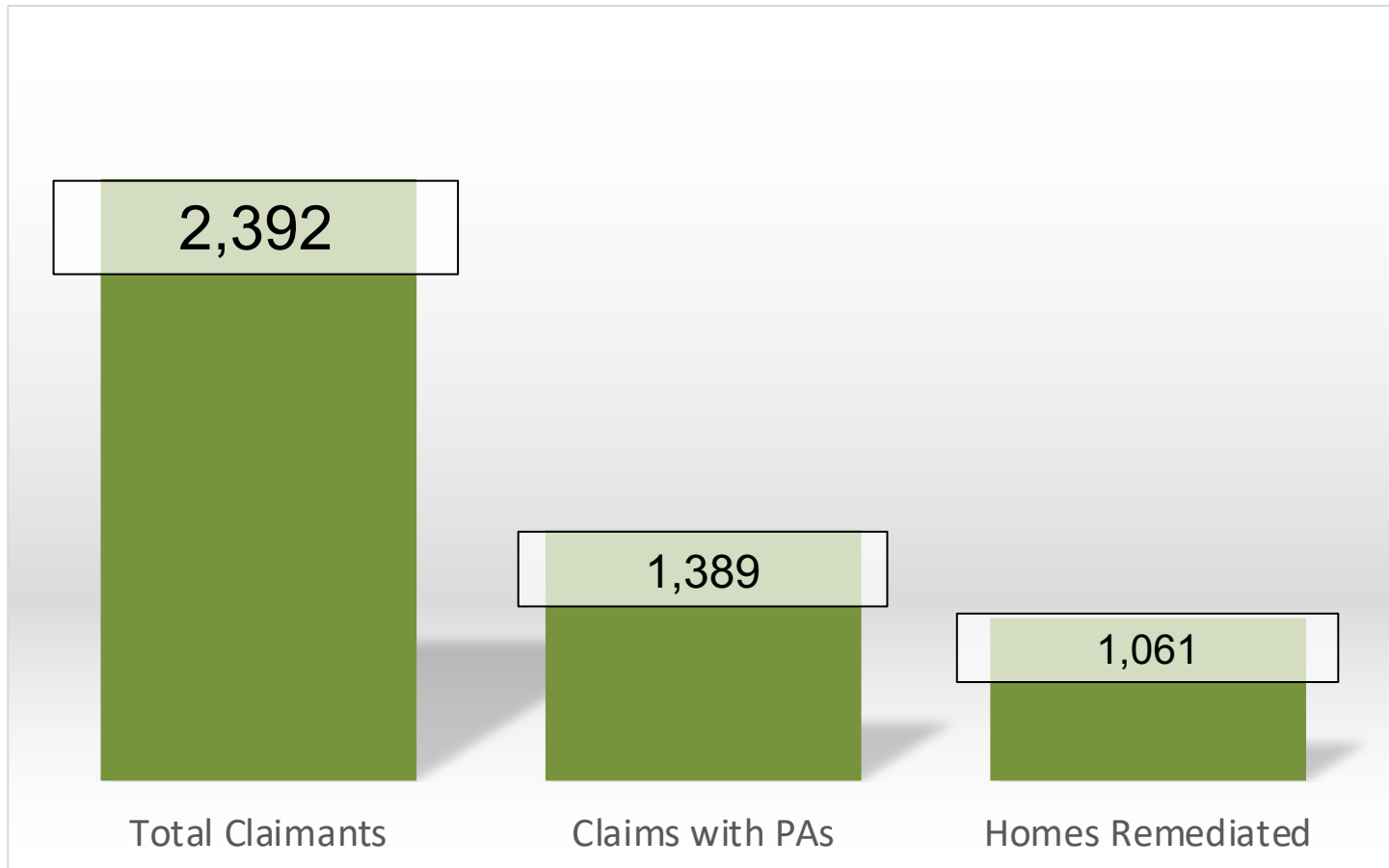


Current actual claimant count inception through 12/31/24; projected range of new claimants through 6/30/30.

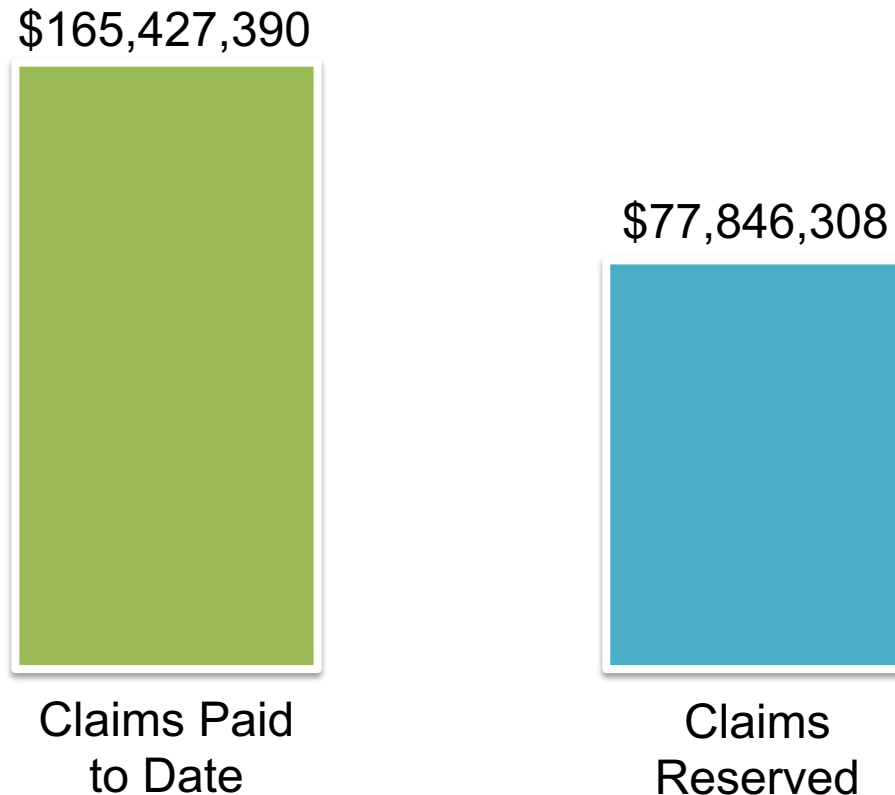
What's the Estimated Extent of the Crumbling Foundations Crisis?

- ✓ We have received to date \$230,233,366 in revenue.
- ✓ We have received 2,392 applications for assistance.
- ✓ We have estimated that between now and the end of our known funding stream on 6/30/30 we will get between 585 and 866 new applications in the “top twenty towns.”
- ✓ This creates a “mean” future application enrollment expectation of 725 new claimants...\$100M of minimum additional funding.
- ✓ We believe that this crisis will level off at between 3,200 and 3,700 total claimants.
- ✓ CFSIC's position is that we must manage the company with an eye to ending state governmental support and putting the crisis to bed as quickly as possible.

Known Claimants in the System 1/31/25

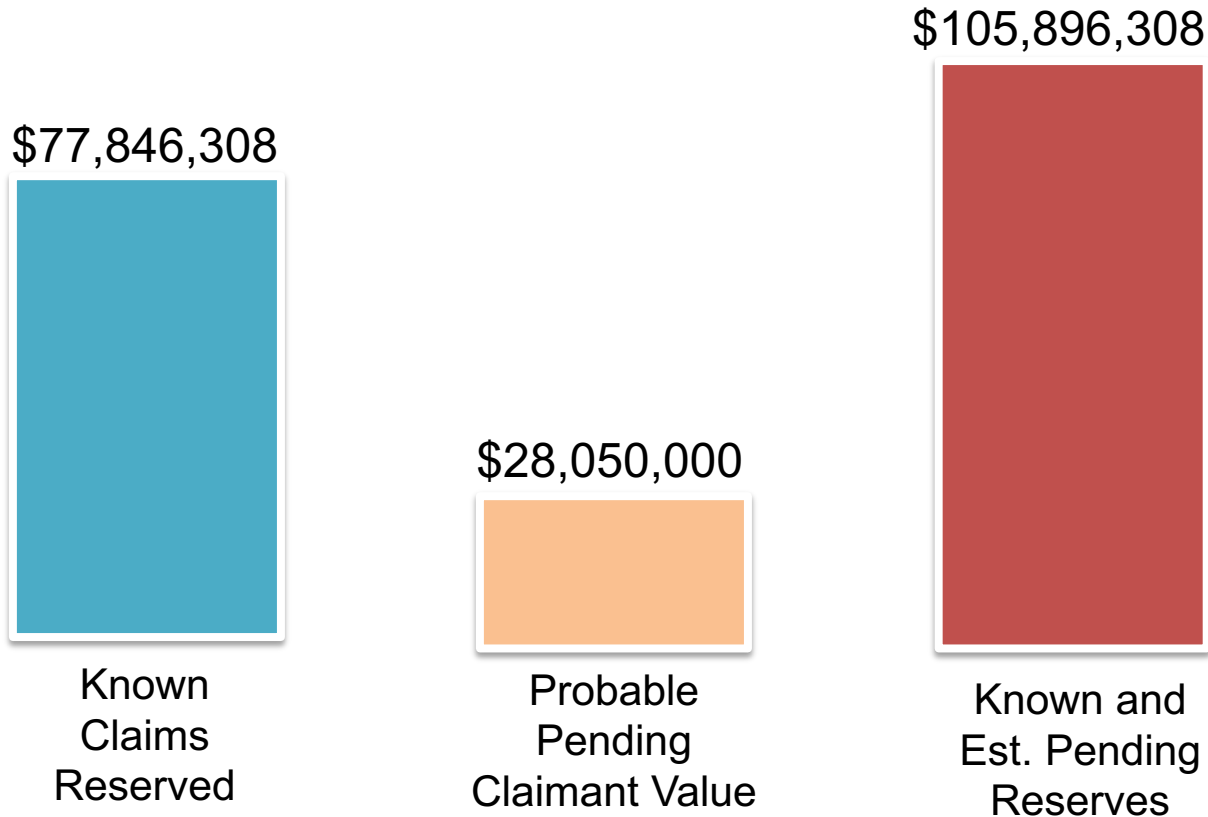


*Paid Claims/In Reserve to be Paid (1/31/25 valuation)**



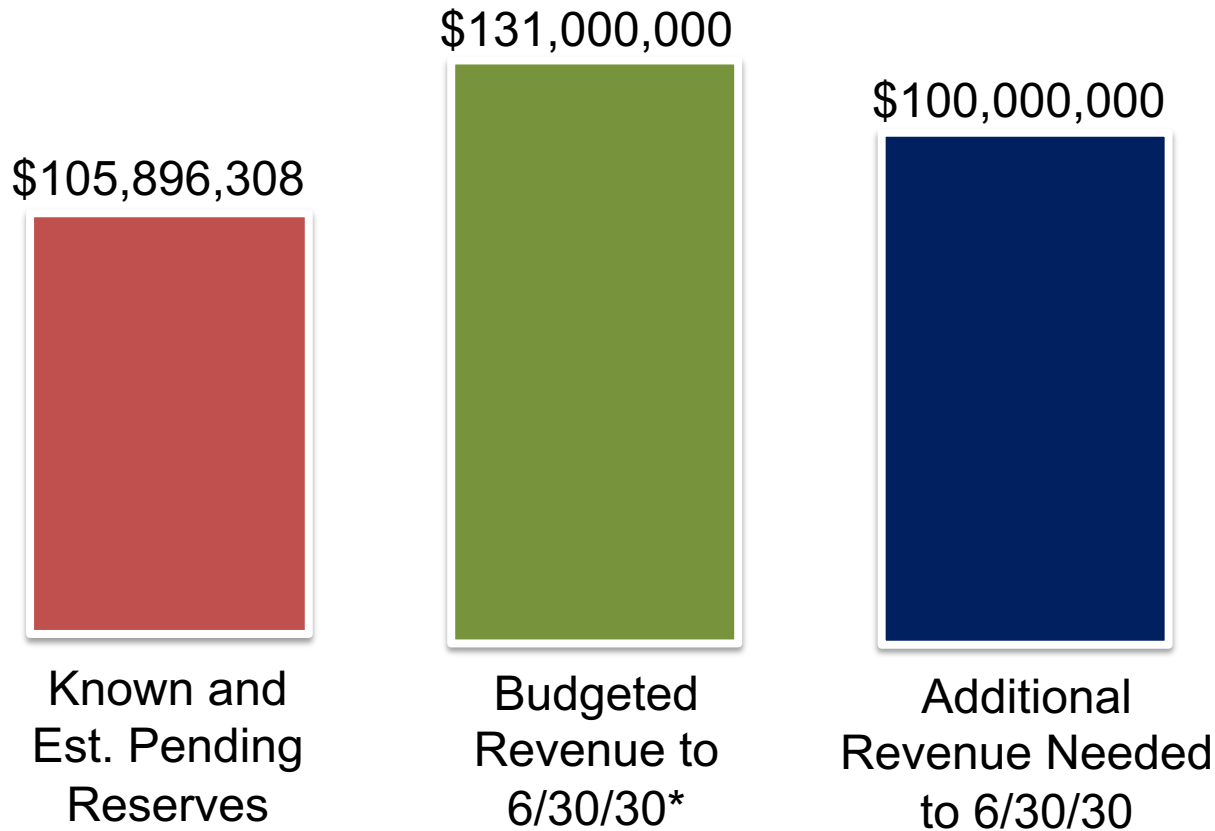
* Includes both Type 1 and Type 2 claims; reserved claims for Active/Inactive Severity Class 3/2/1 claimants (does not include "Pending claimants")

*Known Reserves Including Probable Pending Reserve
Valuations (1/31/25 valuation)**



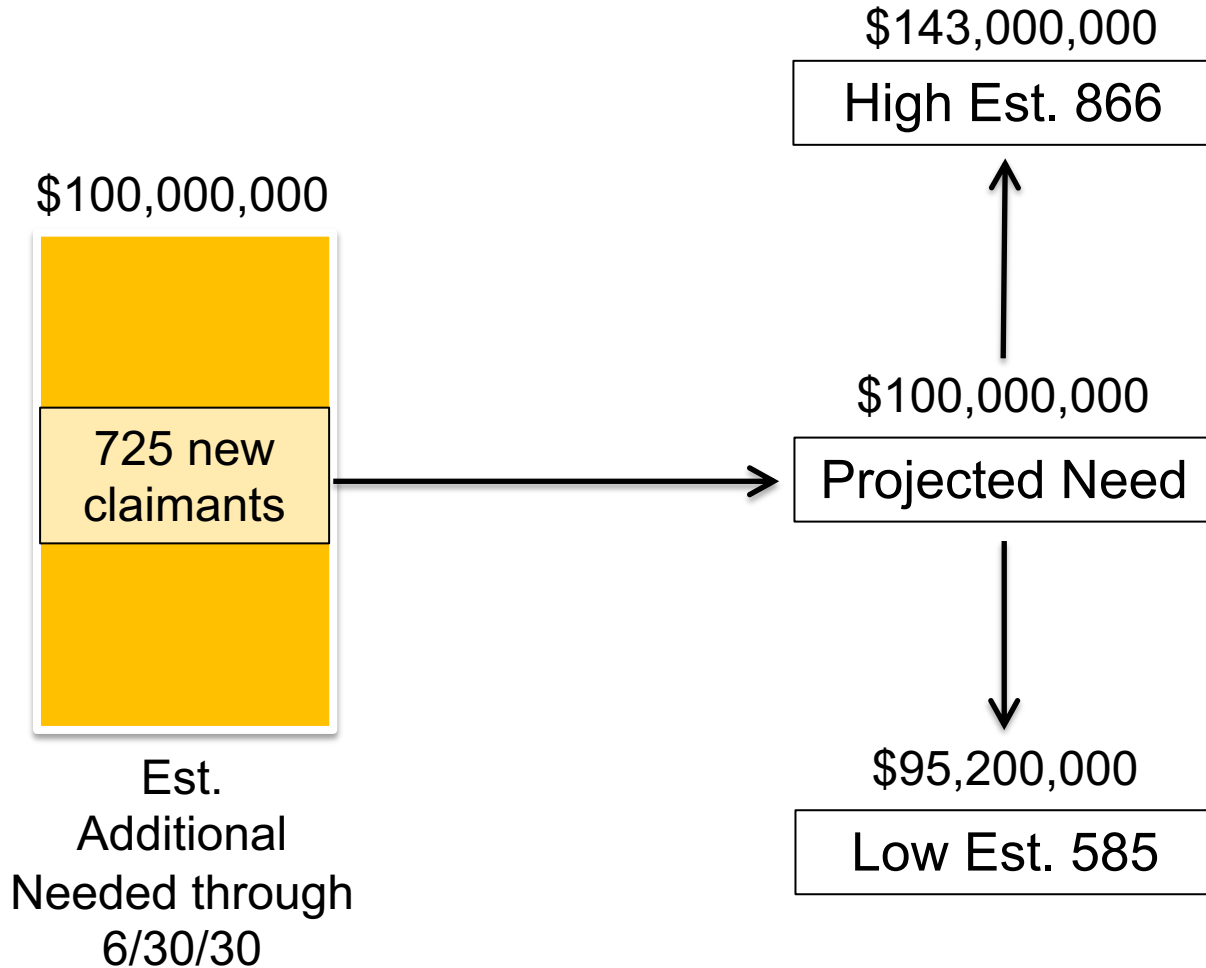
* Pending claimants carry no CFSIC balance sheet liabilities until made Active.

Comparison of Existing Reserves to Total Expected Revenue/ Future Needs



* Includes \$40M in positive cash balance as estimated on 12/31/24 (unaudited financials) + \$25M in last bond allotment + \$66M in Healthy Homes funds through 6/30/30.

Estimate of the Remaining Crisis through 6/30/30





What Are We Asking For?

Four more new revenue bond allotments of \$25M each, totaling \$100M beginning with fiscal year 7/1/26 and ending on 6/30/30...no legislated change to the existing Healthy Homes budgeted revenue through 6/30/30