
National Meeting Preview

TO: NAIC Members, State Insurance Regulators and Interested Parties

FROM: NAIC Committee Support Staff

DATE: July 12, 2017

SUBJECT: Preview of NAIC Committee and Task Force Activities for the Summer National Meeting in Philadelphia, Pennsylvania.

The NAIC appreciates your active involvement and input. Our open meetings policy ensures the broadest access possible, while reserving the right to close a meeting for specific purposes as outlined in the NAIC Policy Statement on Open Meetings. To make your meeting experience as valuable as possible, we present this information to help you plan your schedule and make travel arrangements.

The *Preview* highlights key actions planned by the NAIC membership during its upcoming national meeting. The information should only be used as a general reference. These sessions are subject to change to reflect developments between the time this was written and the start of the national meeting.

Important Note: Before making travel arrangements to attend a national meeting, we strongly encourage you to check the detailed program agenda posted on the NAIC website at www.naic.org/meetings_home.htm for the most current dates and times of all meeting sessions, as well as any events prior to or post the national meeting.

SPECIAL MEETINGS AND/OR EVENTS

STATE LEGISLATOR/GOVERNMENT OFFICIAL PROGRAM

The 10th annual **STATE LEGISLATOR/GOVERNMENT OFFICIAL PROGRAM** is being held in Philadelphia. The NAIC is hosting sessions specifically designed to educate state legislators/governmental officials about the fundamentals of state-based insurance regulation, provide an overview of NAIC services to the states, and engage them in discussions regarding key policy developments. Sessions are also planned regarding important NAIC initiatives and model laws.

CIPR EVENT: *Enhancing Protections and Empowering Consumers for a Secure*

Please plan to join the NAIC Center for Insurance Policy and Research (CIPR) for its upcoming summer event, “Enhancing Protections and Empowering Consumers for a Secure Retirement.” The event is tentatively scheduled for Tuesday, August 8, 2017, 3:00–5:00 p.m.

The event includes a presentation and panel discussion aimed at identifying consumer knowledge gaps and protection needs related to retirement security, including long-term care insurance and Medicare. The panel discussion will include surfacing potential strategies to improve consumer protections and empower consumers to prepare for a secure retirement, including how to manage unexpected circumstances.

REGULARLY SCHEDULED MEETINGS

The **EXECUTIVE (EX) COMMITTEE** will consider adoption of the report of the joint meeting of the **Executive (EX) Committee and the Internal Administration (EX1) Subcommittee**, as well as reports of its task forces. The Committee may consider adoption of model law development requests that are currently pending with sponsoring letter committees. The Committee will receive progress reports regarding work on NAIC models currently under development and hear updates from the Interstate Insurance Product Regulation Commission (IIPRC) and National Insurance Producer Registry (NIPR). A draft agenda and materials for this meeting will be made available for review on the “Meetings and Events” page on the NAIC website at www.naic.org/meetings_events.htm.

During the joint meeting of the **EXECUTIVE (EX) COMMITTEE AND PLENARY**, members will consider adoption of reports from the Executive (EX) Committee and its seven standing committees, as well as the minutes from the Spring National Meeting. Members also will consider adoption of: 1) interim meeting minutes; 2) amendments to the *Valuation Manual*; 3) Amendments to *Actuarial Guideline XXXVIII—The Application of the Valuation of Life Insurance Policies Model Regulation* (AG 38); 4) amendments to the *Standard Nonforfeiture Law for Individual Deferred Annuities* (#805); 5) a new actuarial guideline—The Application of Asset Adequacy Testing to Long-Term Care Insurance Reserves; 6) the Title Insurance Consumer Tool; 8) the 2009 revisions to the *Standard Valuation Law* (#820) as an addition to the Part A accreditation standards; and 9) Technical Edits to *Investments of Insurers Model Act* (Defined Limits Version) (#280) (pending approval by E Committee).

Progress reports will be provided on the states’ implementation efforts on the following NAIC-adopted model laws, regulations and/or amendments: 1) *Annuity Disclosure Model Regulation* (#245); 2) *Suitability in Annuity Transactions Model Regulation* (#275); 3) *Advertisements of Life Insurance and Annuities Model Regulation* (#570); 4) *Life Insurance and Annuities Replacement Model Regulation* (#613); 5) *Health Insurance Reserves Model Regulation* (#10); 6) *Individual Market Health Insurance Coverage Model Regulation* (#26); 7) *Health Benefit Plan Network Access and Adequacy Model Act* (#74); 8) *Small Group Market Health Insurance Coverage Model Regulation* (#126); 9) *Long-Term Care Insurance Model Regulation* (#641); 10) *Model Regulation to Implement the NAIC Medicare Supplement Insurance Minimum Standards Model Act* (#651); 11) *Synthetic Guaranteed Investment Contracts Model Regulation* (#695); 12) *Annual Financial Reporting Model Regulation* (#205); 13) *Credit for Reinsurance Model Law* (#785); 14) *Corporate Governance Annual Disclosure Model Act* (#305); 15) *Corporate Governance Annual Disclosure Model Regulation* (#306); 16) *Insurance Holding Company System Regulatory Act* (#440); 17) *Separate Accounts Funding Guaranteed Minimum Benefits Under Group Contracts Model Regulation* (#200); 18) *Life and Health Insurance Guaranty Association Model Act* (#520); 19) *Long-Term Care Insurance Model Act* (#640); 20) *Term and Universal Life Insurance Reserve Financing Model Regulation* (#787); and 21) *Privacy of Consumer Financial and Health Information Regulation* (#672).

The **FINANCIAL STABILITY (EX) TASK FORCE** will discuss the compilation and presentation of macro prudential analytical tools and the formation of a subgroup to explore issues related to liquidity.

The **INNOVATION AND TECHNOLOGY (EX) TASK FORCE** will consider adoption of reports from the **Big Data (EX) Working Group**, **Cybersecurity (EX) Working Group** and **Speed to Market (EX) Working Group**. The Task Force will hear presentations from guest innovators. The **Big Data (EX) Working Group** will discuss a proposed structure for the sharing of state resources in the review of insurers’ complex rating models. The draft proposal includes the creation of a Predictive

Preview

NAIC 2017 Summer National Meeting

Analytics Team consisting of NAIC employees with predictive analytics modeling, insurance, and actuarial experience and the appointment of a Predictive Analytics Working Group consisting of 5 to 10 regulatory actuaries. The **Cybersecurity (EX) Working Group** will receive updates regarding cybersecurity legislation. The Working Group will discuss the fifth version of the draft Insurance Data Security Model Law and receive comments from interested parties. The Working Group will hear a report regarding the 2016 cybersecurity data collection. The **Speed To Market (Ex) Working Group** will consider adoption of the report of the **Operational Efficiencies (EX) Subgroup**. The Working Group also will hear reports from the SERFF Advisory Board and the IIPRC, as well as receive an update on the projects underway in 2017.

The **INFORMATION SYSTEMS (EX1) TASK FORCE** will receive a Project Portfolio Summary Report for active and closed technical projects, including: 1) Health Market Conduct Annual Statement (MCAS); 2) Information Technology Infrastructure Library (ITIL) Phase I/II: Change and Incident Management; 3) Job Scheduler; 4) Load Rewrite for State Data Collection System; 5) Online Content Management System (CMS); 6) Private Letter Rating on Insurer Investments; 7) Regulatory Data Collection – Phase II; 8) Risk-Focused Handbook and Analysis Enhancements; 9) State Based Systems (SBS) Arizona Licensing and Market Regulation Product Implementation; 10) SBS New Mexico Licensing and Market Regulation Product Implementation; 11) SBS Software Enhancement and Technology Compliance Initiative – Transition Phase; 12) Security; and 13) TeamMate Expanded Hosting Pilot. Additionally, the Task Force will receive an Information Technology (IT) Operational Summary Report on key NAIC-supported state-based technology initiatives, including: 1) Product Highlights; 2) Key Data Collection Metrics; 3) Process Improvements; 4) Technology Adoption and System Usage; 5) Innovation and New Technology; and 6) 2017 Insurance Summit – Technology Segment.

The **PRINCIPLE-BASED RESERVING IMPLEMENTATION (EX) TASK FORCE** will: consider adoption of its Spring National Meeting minutes and discuss the activities of its **PBR Review Working (EX) Group** and the **Life Actuarial (A) Task Force**. The **PBR Review (EX) Working Group** will provide an overview of the work completed on recommending updates to the Financial Condition Examiners Handbook. The Working Group will provide an update on the progress the NAIC has made on collection of the Company Experience Data. The Working group will also discuss a project that will review the requirements and methodologies for generating Economic Scenarios to be used in PBR calculations for reserves and capital.

The **LIFE INSURANCE AND ANNUITIES (A) COMMITTEE** will consider adoption of its task force and working group reports. The **Annuity Disclosure (A) Working Group** will not meet at the Summer National Meeting, but it plans to meet via conference call to continue discussion regarding its charge to review and revise, as necessary, Section 6—Standards for Illustrations in Model #245 to take into account disclosures necessary to inform consumers in light of the innovations in products currently in the marketplace. The **Annuity Suitability (A) Working Group** plans to meet at the Summer National Meeting to continue its discussion on potential revisions to Model #275. The **Life Insurance Buyer's Guide (A) Working Group** will not meet at the Summer National Meeting, but it plans to meet via conference call to continue discussions regarding its charge to revise, as necessary, the *Life Insurance Buyer's Guide*. The **Life Insurance Illustration Issues (A) Working Group** will not meet at the Summer National Meeting, but it plans to meet via conference call to continue discussions regarding the

Preview

NAIC 2017 Summer National Meeting

development of a one- to two-page policy overview document to fulfill its charge to enhance the consumer readability and understandability of the narrative summary required by Section 7B of the *Life Insurance Illustrations Model Regulation* (#582) and the policy summary required by Section 5A(2) of the *Life Insurance Disclosure Model Regulation* (#580). The **Promoting Appropriate Sales Practices in Life Insurance and Annuities (A) Working Group** will not meet at the Summer National Meeting, but it plans to meet via conference call to continue discussions regarding its charge to review the *Model Regulation on the Use of Senior-Specific Certifications and Professional Designations in the Sale of Life Insurance and Annuities* (#278), as well as the producer and insurer bulletin and the NAIC Consumer Alert, “Preventing Abusive Practices: The Misuse of Senior Designations and ‘Free Lunch’ Seminars.” The **Model Law Review (A) Subgroup** will not meet at the Summer National Meeting, but it plans to meet via conference call to begin to review issues identified during the Subgroup’s completion of the Request for NAIC Model Law Development relative to the *Modified Guaranteed Annuity Regulation* (#255) and the *Annuity Nonforfeiture Model Regulation* (#806). The **Unclaimed Life Insurance Benefits (A) Working Group** will not meet at the Summer National Meeting, but, as directed, will submit a report to the Committee on the top three controversial issues related to the proposed draft Unclaimed Life Insurance and Annuities Model Act on which it has failed to reach consensus and could potentially impact the ability of the Committee to obtain the necessary two-thirds vote to adopt the proposed model as a NAIC model law.

The **LIFE ACTUARIAL (A) TASK FORCE** will work on and consider amendments to the *Valuation Manual* (for implementation in 2018.) The Task Force will discuss efforts to support and coordinate with the **Principle-Based Reserving Implementation (EX) Task Force**. The Task Force also will receive reports from its subgroups and an update on International insurance regulatory requirements. The Society of Actuaries (SOA) will propose the 2018 Generally Recognized Expense Tables for Task Force consideration.

The **HEALTH INSURANCE AND MANAGED CARE (B) COMMITTEE** will consider adoption of its task force, working group and subgroup reports. In addition, the Committee plans to hear a presentation from the Blue Cross and Blue Shield Association on what the Blue Cross and Blue Shield system is doing to help address the opioid issue. The Committee also will hear a presentation from FAIR Health about the company and the services it provides to the insurance industry and consumers. The **Consumer Information (B) Subgroup** will not meet at the Summer National Meeting. The Subgroup will continue its discussions via conference call concerning the development of consumer-based pieces to help with health insurance literacy. The **Medical Loss Ratio Quality Improvement Activities (B) Subgroup** will not meet at the Summer National Meeting. The Subgroup will continue to meet via conference call when necessary. The **CO-OP Solvency and Receivership (B) Subgroup** also will not meet at the Summer National Meeting and will continue to meet in regulator-to-regulator session, pursuant to paragraph 3 (specific companies, entities or individuals) of the NAIC Policy Statement on Open Meetings, when necessary. The **Health Care Reform Regulatory Alternatives (B) Working Group** plans to hear from several states on their waiver activities pursuant to Section 1332 of the federal Affordable Care Act (ACA).

The **HEALTH ACTUARIAL (B) TASK FORCE** will discuss actuarial issues related to health care reform. The **Long-Term Care Actuarial (B) Working Group** will discuss long-term care insurance (LTCI) pricing and valuation issues.

The **REGULATORY FRAMEWORK (B) TASK FORCE** will consider adoption of its working group and subgroup reports. The Task Force plans to continue its discussion of its potential activities regarding

NAIC models that could be affected by ACA repeal and replace federal legislation. The **Model #22 (B) Subgroup** will not meet at the Summer National Meeting. It continues to meet via conference call to discuss proposed revisions to the *Health Carrier Prescription Drug Benefit Management Model Act* (#22). The **Accident and Sickness Insurance Minimum Standards (B) Subgroup** will not meet at the Summer National Meeting, but it will continue via conference call its discussions of proposed revisions to the *Accident and Sickness Insurance Minimum Standards Model Act* (#170) and the *Model Regulation to Implement the Accident and Sickness Insurance Minimum Standards Model Act* (#171). The **ERISA (B) Working Group** hopes to discuss the comments received on a revised draft of proposed revisions to the *Health and Welfare Plans Under the Employee Retirement Security Act: Guidelines for State and Federal Regulation* (ERISA Handbook) and, perhaps, review a revised draft based on those comments. The Working Group then will adjourn into regulator-to-regulator session, pursuant paragraph 3 (specific companies, entities or individuals) of the NAIC Policy Statement on Open Meetings, to discuss investigations into specific plans.

The **SENIOR ISSUES (B) TASK FORCE** will continue to discuss issues relating to LTCI and Medicare supplement insurance (Medigap); continue work on guidance related to improvements to LTC insurance rate stabilization standards; discuss LTC insurance consumer disclosures and partnership plan reporting; and receive updates on other topics of interest. The Task Force will adopt reports from the **Long-Term Care Innovation (B) Subgroup** and the **Short Duration Long-Term Care Policies (B) Subgroup**. The **Long-Term Care Innovation (B) Subgroup** has been meeting via conference call to discuss the future of LTCI and the private LTCI market with a particular focus on breaking down barriers to pursue concrete solutions that can pave the way for the private market to play a more meaningful role in financing the LTC needs of our society and to develop actionable, realistic policy options (for consideration by the NAIC, individual states and the U.S. Congress) that might result in an increase in the take-up rate of private insurance, providing additional asset protection options for middle-income Americans, through an examination of potential product modifications, reduction of regulatory barriers and appropriate incentives to create a stronger market. The Subgroup has completed a document of federal policy options for congressional consideration. The Government Relations (EX) Leadership Council approved this document on April 27. The **Short Term Duration Long-Term Care Policies (B) Subgroup** has been meeting via conference call to develop a model to address short-term duration policies that are excluded from the *Long-Term Care Insurance Model Act* (#640) and the *Long-Term Care Insurance Model Regulation* (#641) but do not quite fit under Model #170 or Model #171. The Task Force will hear a presentation from the federal Centers for Medicare & Medicaid Services (CMS) about the Social Security Number Removal Initiative (SSNRI). The Task Force will hear a federal legislative update.

The **PROPERTY AND CASUALTY INSURANCE (C) COMMITTEE** will consider adoption of its task force and working group reports. The Committee will: 1) hear a presentation related to the development of private insurance products; 2) hear a federal update on property/casualty (P/C) insurance issues; 3) receive a presentation on the Title Insurance Consumer Tool; 4) hear a presentation on mitigation discounts; and 5) discuss the modernization of commercial insurance regulation. The **Advisory Organization Examination Oversight (C) Working Group** will meet in regulator-to-regulator session, pursuant to paragraph 3 (specific companies, entities or individuals) of the NAIC Policy Statement on Open Meetings and discuss progress on open examinations and conduct planning for future examinations. The **Auto Insurance (C/D) Working Group** will discuss next steps related to an auto insurance data call. The **Catastrophe Insurance (C) Working Group** will receive an update on the National Flood Insurance Program (NFIP) and current catastrophe legislation and discuss status of the NFIP data-collection efforts. The **Catastrophe Response (C) Working Group** will hear updates

from the states that have recently experienced disasters. The Working Group also will discuss the “Catastrophic Event/Emergency Measures” document, as well as items drafted for the *State Disaster Response Plan*. The **Climate Change and Global Warming (C) Working Group** will hear presentations from Munich Re on climate related extreme event losses and Willis Towers Watson on financing ideas related to community resilience. The **Earthquake (C) Study Group** will hear a presentation from Risk Management Solutions on how its updated model incorporates newly available seismic hazard information and how these updates differ from other catastrophe models. The **Risk Retention (C) Working Group** will not meet at the Summer National Meeting. The **Terrorism Insurance Implementation (C) Working Group** will discuss issues related to the collection of terrorism risk insurance data and hear a report on federal activities. The **Transparency and Readability of Consumer Information (C) Working Group** will not meet at the Summer National Meeting. The **Travel Insurance (C) Working Group** will continue to get feedback on and discuss the development of language for the proposed Travel Insurance Model Law.

The **CASUALTY ACTUARIAL AND STATISTICAL (C) TASK FORCE** will: 1) consider adoption of its interim minutes; 2) discuss the actuarial credential/qualifications study; 3) discuss the generalized linear models (GLMs) in rate filings; 4) discuss regulatory training on predictive modeling; 5) discuss NAIC activities related to casualty actuarial issues; 6) consider adoption of the reports from its working groups; and 7) hear reports from the American Academy of Actuaries (Academy), the Casualty Actuarial Society (CAS) and the Society of Actuaries (SOA).

The **TITLE INSURANCE (C) TASK FORCE** will: 1) consider adoption of its Spring National Meeting minutes; 2) consider adoption of its Working Group reports; 3) discuss the report from the **Title Affiliated Business Process Review (C) Working Group** regarding its charge to determine the feasibility of developing effective consumer disclosures related to affiliated business arrangements and reverse competition; and 4) hear a presentation from the American Land Title Association regarding wire transfer fraud.

The **SURPLUS LINES (C) TASK FORCE** will: 1) consider adoption of a report from the **Surplus Lines (C) Working Group**; 2) discuss results received on a non-admitted excess disability survey; 3) hear an update on 2016 surplus lines financial results; and 4) hear an update on the federal Flood Insurance Market Parity and Modernization Act (H.R. 2901).

The **WORKERS’ COMPENSATION (C) TASK FORCE** will hear a presentation from the National Council on Workers’ Compensation (NCCI) on the state of the standard and residual workers’ compensation markets. It will also hear a progress report on the effort by its **NAIC/IAIABC Joint (C) Working Group** that is updating the 2008 study, *An Overview of Workers’ Compensation Independent Contractor Regulatory Approaches*. It will hear a report from FAIR Health on its data-collection work in the workers’ compensation arena.

The **MARKET REGULATION AND CONSUMER AFFAIRS (D) COMMITTEE** will consider adoption of reports from its task forces and working groups. The **Market Analysis Procedures (D) Working Group** will discuss the merger of the Market Analysis Review System (MARS) Level 1 and Level 2 reviews, the next proposed MCAS line of business and possible improvements to the market analysis framework. The **Pre-Dispute Mandatory Arbitration Clauses (D) Working Group** will discuss whether regulatory action is needed to address the inclusion of mandatory arbitration, choice-of-venue and choice-of-law provisions in insurance contracts. The **Market Regulation Certification (D) Working Group** will discuss the pilot program of the Voluntary Market Regulation Certification

Program. The **Public Adjuster (C/D) Working Group** will discuss the development of a consumer brochure discussing the role of public adjusters and a model bulleting addressing the unauthorized practice of public adjusting. The **Market Conduct Annual Statement Blanks (D) Working Group** will not meet at the Summer National Meeting. The **Market Conduct Examination Standards (D) Working Group** will not meet at the Summer National Meeting.

THE **ANTIFRAUD (D) TASK FORCE** will consider adoption of reports from the **Antifraud Education Enhancement (D) Working Group** and the **Antifraud Technology (D) Working Group**. In addition, the Task Force will discuss the development of NAIC antifraud education/training courses to potentially lead to the development of an NAIC Fraud Designation Program. The Task Force will discuss the development of a new fraud guideline that can be used by new regulators entering into state fraud departments. The Task Force also will hear updates from interested parties about their recent activities to address insurance fraud.

The **MARKET INFORMATION SYSTEMS (D) TASK FORCE** will consider adoption of the report from the **Market Information Systems Research and Development (D) Working Group** and discuss next steps to address its charge to make public data more meaningful and widely available.

The **PRODUCER LICENSING (D) TASK FORCE** will: 1) consider adoption of a formal position on whether to eliminate pet insurance as a limited line of insurance; 2) consider adoption of the reports from the **Uniformity (D) Working Group**, the **Uniform Education (D) Working Group** and the **Independent Adjuster Licensing (D) Working Group**; 3) receive an update on the state entry of Financial Industry Regulatory Authority (FINRA) regulatory actions to the NAIC Regulatory Information Retrieval System (RIRS); 4) receive an update on the implementation of the 1033 State Decision Repository; and 5) hear a report from the NIPR Board of Directors.

The **FINANCIAL CONDITION (E) COMMITTEE** will consider adoption of the reports from its task forces and working groups, as well as continue discussions regarding a proposal for additional mid-year investment report. The **Group Capital Calculation (E) Working Group** will continue its discussion related to the development of a group capital calculation using an inventory method, including an update on the baseline exercise, the use of scalars for non-U.S. insurers and the treatment of non-insurance affiliates. The **Long-Term Care Insurance (B/E) Task Force** will receive oral updates from various NAIC working groups and task forces that are working on various issues related to LTC insurance. The **Variable Annuities Issues (E) Working Group** will not meet at the Summer National Meeting.

The **ACCOUNTING PRACTICES AND PROCEDURES (E) TASK FORCE** will consider adoption of reports from its working group. The **Blanks (E) Working Group** will consider adoption of three previously exposed items, including the proposal to add a general interrogatory to identify insurers that assume reinsurance business covering risk in at least two states. The Working Group also will consider new agenda items affecting the financial reporting blanks and instructions. The **Statutory Accounting Principles (E) Working Group** will hear comments on exposed items and consider new agenda items affecting statutory accounting principles. Potential topics include health reinsurance risk transfer; variable annuity hedges; coordination policy statements; derivative issues, including deferred/financed premium; and central clearing house settlement. The Working Group also may discuss generally accepted accounting principles (GAAP) issuances and exposed technical edits to the *Investments of Insurers Model Act (Defined Limits Version)* (#280).

The **CAPITAL ADEQUACY (E) TASK FORCE** will consider adoption of reports from its working groups and subgroup. The **Health Risk-Based Capital (E) Working Group** will: 1) discuss the ACA; 2) consider adoption of its minutes; 3) discuss and consider agenda item 2017-08-H – Medicaid Pass-Through Payments; and 4) hear an update from the Investment Risk-Based Capital (E) Working Group. The **Investment Risk-Based Capital (E) Working Group** will discuss comments received related to the updated Academy report on bond factors in the RBC formulas and an industry proposal on the treatment of real estate in the life RBC formula. The Working Group will also discuss possible adjustments to the RBC factors for below-investment-grade bonds in the P/C and health RBC formulas. The **Life Risk-Based Capital (E) Working Group** will: 1) consider adoption of its minutes; 2) consider adoption of reports from its subgroups; and 3) discuss items to be addressed in 2017. The **Property and Casualty Risk-Based Capital (E) Working Group** will: 1) consider adoption of its minutes and the report of the Catastrophe Risk (E) Subgroup; 2) consider adoption of agenda item 2016-10-P – Credit Risk for Reinsurance Recoverables Implementation; 3) consider adoption of the 2017 P/C RBC newsletter; 4) discuss the 2017 overall impact analysis; 5) discuss the 2016 P/C RBC statistics; and 6) hear an update from the Investment Risk-Based Capital (E) Working Group. The **Catastrophe Risk (E) Subgroup** will: 1) consider adoption of its minutes; and 2) hear a presentation of severe thunderstorm catastrophe model from AIR Worldwide.

The **EXAMINATION OVERSIGHT (E) TASK FORCE** will consider adoption of reports from the **Analyst Team System Oversight (E) Working Group**, the **Electronic Workpaper (E) Working Group**, the **Financial Analysis Handbook (E) Working Group**, the **Financial Examiners Coordination (E) Working Group**, the **Financial Examiners Handbook (E) Technical Group** and the **IT Examination (E) Working Group**.

The **RECEIVERSHIP AND INSOLVENCY (E) TASK FORCE** will: 1) consider adoption of its minutes; 2) hear federal legislative and international updates; and 3) consider adoption of its working group reports. The **Receivership Model Law (E) Working Group** will continue discussions of guaranty association coverage and assessment for LTC insurance insolvencies.

The **REINSURANCE (E) TASK FORCE** will consider adoption of reports from the **Qualified Jurisdiction (E) Working Group** and the **Reinsurance Financial Analysis (E) Working Group**. The Task Force will also discuss the progress of the accreditation standard for the Model #787.

The **VALUATION OF SECURITIES (E) TASK FORCE** will consider adoption of minutes during which policy objectives for enhancing the administration of the filing exempt (FE) process were discussed. The discussions on policy objectives are related to previous discussions centering on instructions (and related amendments to the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual)) to modify the FE rule and transfer its administration to the Securities Valuation Office (SVO). The Task Force will review a staff evaluation of the impact a proposal of the Investment Risk-Based Capital (E) Working Group would have on Task Force operations. The proposal would expand the number of RBC categories from six to 22. The Task Force will consider adoption of amendments to the P&P Manual to add a power generation/renewable power methodology and to remove the certification procedure used to obtain NAIC 5* or NAIC 6* designations for certain securities to an interrogatory to the annual financial statement. The SVO will present proposals to the Task Force to add a clarifying instruction relative to fund investments; refer staff research on fund investments to the Statutory Accounting Principles (E) Working Group; and expand the eligibility criteria for the U.S. direct obligations and full faith and credit money market fund. The Task Force will also consider its response to a request that it comment on a proposed

Preview

NAIC 2017 Summer National Meeting

policy statement regarding interaction of SVO, NAIC Structured Securities Group (SSG) and NAIC Financial Regulatory Services (FRS) Division staff and to a request for identification of regulatory criteria to be considered by the SVO when evaluating transactions between related parties—both pertaining to activity between the Task Force and the Statutory Accounting Principles (E) Working Group.

The **FINANCIAL REGULATION STANDARDS AND ACCREDITATION (F) COMMITTEE** will consider adoption of Model #305, Model #306, the 2014 revisions to Model #205 and the 2014 revisions to Model #440 as additions to the accreditation standards. The Committee will discuss comments regarding a referral from the Reinsurance (E) Task Force regarding Model #787 for possible inclusion in the accreditation program. The Committee will also consider referrals from the Financial Analysis Handbook (E) Working Group regarding accreditation guidelines for the Own Risk and Solvency Assessment (ORSA) reports and accreditation guidelines for risk-focused enhancements to the analysis process.

The **INTERNATIONAL INSURANCE RELATIONS (G) COMMITTEE** will discuss progress on initiatives of the International Association of Insurance Supervisors (IAIS), including the status of Insurance Core Principle (ICP) revisions, the Common Framework for the Supervision of Internationally Active Insurance Groups (ComFrame), the global insurance capital standard (ICS) under development, financial stability issues and standards implementation issues. The Committee will hear a presentation from Argentina's insurance superintendent, the purpose of which is to provide an overview of Argentina's insurance sector, including changes undertaken by the current administration, and to discuss opportunities for collaboration between Argentinian and U.S. state insurance supervisors. The Committee also will receive a report on work in progress at the Organisation for Economic Co-operation and Development (OECD). The Committee will consider adoption of a report from the **International Regulatory Cooperation (G) Working Group**, which will include updates on ongoing activities to enhance cooperation with international regulators, including the status of participation by the states in the IAIS multilateral memorandum of understanding (MMoU) process. The Committee also will consider adoption of a report from the **ComFrame Development and Analysis (G) Working Group**, which will include a progress report on ComFrame; in particular, the ongoing field testing process and the development of the global ICS.

The **NAIC/CONSUMER LIAISON COMMITTEE** will: 1) discuss health insurance reforms and state efforts in market stabilization. The Committee also will discuss P/C insurance issues, such as insurance loss prevention partnerships in urban communities and regulatory innovation to create new shopping tools for consumers based on insurers' treatment and protection of consumer information, consumer market outcomes insurers' efforts for loss mitigation.

The **NAIC/AMERICAN INDIAN AND ALASKA NATIVE LIAISON COMMITTEE** will hear a presentation from Alaska Native Tribal Health Consortium and discuss: 1) outcomes of the May 2 meeting with National Congress of American Indians (NCAI); and 2) topics and speakers for the NCAI's 74th Annual Convention and Marketplace in Milwaukee, WI (Oct. 15–20).

The **NAIC/STATE GOVERNMENT LIAISON COMMITTEE** will discuss issues of common interest with participating state government officials, including state legislators. Regulators and state government officials will discuss key domestic and international policy developments.

The **NAIC/INDUSTRY LIAISON COMMITTEE** will continue dialogue between state insurance regulators and industry representatives on issues of common interest.

Preview

NAIC 2017 Summer National Meeting

The **JOINT MEETING OF THE IIPRC MANAGEMENT COMMITTEE AND COMMISSION** will convene to receive reports from its **Communications Committee, Finance Committee, Product Standards Committee** and **Rulemaking Committee**. The **Management Committee** expects to hold a public hearing to receive comments on a proposed amendment to annuity standards to add a provision for interest on death benefit proceeds and proposed amendments to its bylaws. The **Management Committee** and **Commission** may consider final action on the proposed five-year review amendments to certain life and annuity uniform standards published to the IIPRC docket on March 23.