

NAIC 2025 Budget**Reconciliation of Revenue/Expense Changes to the 2025 Budget**

| | <u>Revenue</u> | <u>Investment Income</u> | <u>Expense</u> | <u>Revenues Over/ (Under) Expenses</u> |
|--|----------------------|------------------------------|----------------------|--|
| 2025 Budget as approved by the Executive (EX) Committee on December 17, 2024 | \$163,701,292 | \$3,276,000 | \$173,629,950 | (\$6,652,658) |
| Amendments: | | | | |
| 1) Variable Annuity & Life Insurance Model Office Support - Updated GOES | | | 285,000 | (285,000) |
| 2) Credit Rating Provider Due Diligence | | | 664,000 | (664,000) |
| 3) RBC Model Governance Consultant | | | 632,200 | (632,200) |
| Revised NAIC 2025 Budget | <u>\$163,701,292</u> | <u>\$3,276,000</u> | <u>\$175,211,150</u> | <u>(\$8,233,858)</u> |

Notes:

- 1) On November 17, 2024, the NAIC Executive (EX) Committee approved a fiscal for consulting resources and staff travel to support model office testing and analysis on refinements made to GOES scenarios.
- 2) On March 25, 2025, the NAIC Executive (EX) Committee approved a fiscal for consulting resources to support and implement a due diligence framework to assess the credibility, transparency, and predictive value of CRP ratings.
- 3) On May 5, 2025, the NAIC Executive (EX) Committee approved a fiscal for consulting resources to support the Risk-Based Capital Model Governance (EX) Task Force with developing guiding principles for updating RBC formulas.