



NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS

Date: 7/13/2021

Virtual Meeting

FINANCIAL EXAMINERS HANDBOOK (E) TECHNICAL GROUP

Wednesday, July 28, 2021

2:00 – 3:00 p.m. ET / 1:00 – 2:00 p.m. CT / 12:00 – 1:00 p.m. MT / 11:00 a.m. – 12:00 p.m. PT

ROLL CALL

Susan Bernard, Chair	California	Justin Schrader	Nebraska
John Litweiler, Vice Chair	Wisconsin	Colin Wilkins	New Hampshire
Blase Abreo	Alabama	John Sirovetz	New Jersey
William Arfanis	Connecticut	Tracy Snow	Ohio
N. Kevin Brown	District of Columbia	Eli Snowbarger	Oklahoma
Cindy Andersen	Illinois	Matt Milford	Pennsylvania
Grace Kelly	Minnesota	John Jacobson	Washington
Shannon Schmoeger	Missouri		

NAIC Support Staff: Bailey Henning/Elise Klebba

AGENDA

1. Discuss 2021 Project Listing – *Susan Bernard (CA)* Attachment One
2. Discuss related working group activities – *Bailey Henning (NAIC)* Attachment Two
3. Discuss Any Other Matters Brought Before the Technical Group – *Susan Bernard (CA)*
4. Adjournment

2021 Projects for FEHTG**Last Updated :****7/12/2021**

Attachment One

2021 Project Listing

	Topic	Referral (If Applicable)	Request/Issue to be addressed
1	Enhancements to the Consideration of Fraud during an examination	NA	Consider updates to Exhibit G - Consideration of Fraud
2	Completeness and Accuracy of Reserve Data	NA	Consider updates to the Reserves repositories to enhance procedures for reviewing the completeness and accuracy of reserve data
3	Capital Model Review Procedures	NA	Consider updates to the Capital & Surplus repository to include high-level capital model review procedures

Group working on Issue	Topic
Risk-Focused Surveillance (E) Working Group	Updates to the Salary Range Guidelines. Expecting an incremental increase to the ranges, rather than conducting a full-blown salary study
	Consideration of additional procedures to assess the appropriateness of using a market-based expense in affiliated agreements
Group Solvency Issues (E) Working Group	Consideration of updates to incorporate relevant ComFrame elements into the examination process
Financial Examiners Coordination (E) Working Group	Consideration of updates to clarify and simplify guidance related to exam coordination
IT Examination (E) Working Group	Consideration of additional procedures to review the quality and portability of data as part of an IT review, specifically as it relates to transfer of claims and policyholder data in the event of receivership.
	Consider developing a mechanism and criteria for responding and investigating vulnerabilities that emerge in the period in between full-scope examinations.