



## NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS

*Virtual Meeting*

### **FINANCIAL EXAMINERS HANDBOOK (E) TECHNICAL GROUP**

Wednesday, July 28, 2021

#### **Summary Report**

The Financial Examiners Handbook (E) Technical Group met July 28, 2021. During this meeting, the Technical Group:

1. Discussed and prioritized its 2021 projects, which include consideration of revisions to *Financial Condition Examiners Handbook* (Handbook) guidance in the following areas: 1) the reserves and claims handling examination repositories; 2) the capital and surplus examination repositories; and 3) Exhibit G – Consideration of Fraud. The Technical Group prioritized the repository-related projects for 2021 and will consider possible updates to Exhibit G – Consideration of Fraud in 2022.
  
2. Received an update on related working group activity from NAIC staff regarding projects and activities currently in process by other NAIC working groups that will affect Handbook guidance. Projects include the following:
  - A. Updates to salary range guidelines and per diem rates, and updates to incorporate guidance for evaluating the appropriateness of market-based expense allocations being led by the Risk-Focused Surveillance (E) Working Group.
  - B. Updates to coordination-related guidance being led by Financial Examiners Coordination (E) Working Group.
  - C. Updates to incorporate elements from the Common Framework for the Supervision of Internationally Active Insurance Groups (ComFrame) into the examination process being led by the Group Solvency Issues (E) Working Group.
  - D. Updates to procedures for evaluating the quality and portability of policyholder data to ensure the ability to transfer such data in the event of receivership or liquidation and the development of a mechanism for departments of insurance (DOIs) to respond to emerging cyber vulnerabilities or exposures during the period in between full scope exams being led by the Information Technology (IT) Examination (E) Working Group.

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