



National Meeting Preview

TO: NAIC Members, State Insurance Regulators, and Interested Parties
FROM: NAIC Committee Support Staff
DATE: February 22, 2023
SUBJECT: Preview of NAIC Committee and Task Force Activities for the Spring National Meeting

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.

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: We strongly encourage you to check the detailed program agenda posted [here](#) on the NAIC website for the most current dates and times of all meeting sessions, as well as any events prior to or after the national meeting. Once the Event App is open, on-demand recordings for open interim meetings (Task Force and Working Groups) that were held in lieu of the Fall National Meeting will be available.

SPECIAL MEETINGS AND/OR EVENTS

CENTER FOR INSURANCE POLICY AND RESEARCH (CIPR) EVENT: *UNDERSTANDING AND ASSESSING INDIRECT IMPACTS FROM NATURAL DISASTERS – A FOCUS ON HEALTH*

Not only do natural disasters have significant direct property impacts to insurers, economies, and society, but they also may have long-lasting impacts on the health of consumers living in affected areas. These indirect health impacts can be difficult to measure, typically span long periods of time, and are not generally well understood. This session will explore the categorization of health impacts, how to measure them and existing evidence of their severity, what industry and regulators are doing to track and assist their capture, and to begin to think about how collaborative efforts can help identify and implement solutions.

The program is scheduled for Thursday, March 23, 12:00 – 1:30 p.m.

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 the reports of its task forces and the Special (EX) Committee on Race and Insurance. The Executive (EX) Committee may consider adoption of Requests for NAIC Model Law Development that are currently pending with sponsoring letter committees. The Committee will: 1) receive the 2022 Annual Report of NAIC Designation Program Advisory Board Activities; 2) receive an update on the *State Connected* strategic plan; 3) hear a report on the New Avenues to Insurance Careers (N.A.I.C.) Foundation; 4) receive progress reports regarding work on NAIC models currently under development; and 5) hear updates from the Interstate Insurance Product Regulation Commission (Compact) and the 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.

During the joint meeting of the **Executive (EX) Committee** and **Plenary**, NAIC members will consider adoption of reports from its eight standing committees, as well as minutes from the 2022 Fall National Meeting. Progress reports will be provided on the states' implementation efforts on NAIC-adopted model laws, regulations, and/or amendments. **Please Note:** An NAIC model law, regulation, bulletin, white paper, or other pertinent item for review and discussion by the **Executive (EX) Committee** and **Plenary** may be added to its agenda for consideration at any time prior to the Spring National Meeting. Please watch for updates on the Interactive Agenda on the [Meetings and Events page](#) on the NAIC website.

The **CLIMATE AND RESILIENCY (EX) TASK FORCE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) hear about flood risks, including how other countries handle flood risk; 3) receive an update on the development of the Catastrophe Modeling Center of Excellence (COE); 4) hear an international update; and 5) hear a federal update.

The **LONG-TERM CARE INSURANCE (EX) TASK FORCE** will meet in lieu of the Spring National Meeting to: 1) consider adoption of its minutes; 2) receive a report on the current activity and progress on its various workstreams; and 3) receive comments on the *Checklist for Premium Increase Communication*.

The **SPECIAL (EX) COMMITTEE ON RACE AND INSURANCE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) hear reports on the current activity and progress of its workstreams; and 3) hear an update on the Member Diversity Leadership Forum.

The **LIFE INSURANCE AND ANNUITIES (A) COMMITTEE** will: 1) consider adoption of its Feb. 24 minutes; and 2) consider adoption of its task force and working group reports. The **Accelerated Underwriting (A) Working Group** will not meet at the Spring National Meeting; it is still working on regulatory guidance for companies and regulators. The **Annuity Suitability (A) Working Group** will not meet at the Spring National Meeting; it is still reviewing and developing additional questions on the safe harbor provision for the frequently asked questions (FAQ) document. The Working Group developed the FAQ document as a guidance document for the states to use as they consider adoption and

implement provisions in the revised *Suitability in Annuity Transactions Model Regulation* (#275). The Working Group anticipates resuming its meetings sometime after the Spring National Meeting.

The **LIFE ACTUARIAL (A) TASK FORCE** will: 1) continue the development of requirements for principle-based reserving (PBR); 2) discuss the development of PBR for non-variable annuities in VM-22, Statutory Maximum Valuation Interest Rates for Income Annuities; 3) hear an update on the status of the economic scenario generator (ESG) field test; 4) hear an update on experience reporting; 5) hear an update on the impact of rising interest rates; and 6) consider adoption of its subgroup reports.

The **HEALTH INSURANCE AND MANAGED CARE (B) COMMITTEE** will: 1) hear presentations on issues of interest to the Committee; 2) consider adoption of its interim and 2022 Fall National Meeting minutes; and 3) consider adoption of its task force, working group, and subgroup reports. The **Consumer Information (B) Subgroup** will not meet at the Spring National Meeting. The **Health Innovations (B) Working Group** will meet at the Spring National Meeting to discuss and hear presentations on various topics of interest to the Working Group.

The **HEALTH ACTUARIAL (B) TASK FORCE** will: 1) consider adoption of the report of the Long-Term Care Actuarial (B) Working Group; 2) hear an update from the federal Center for Consumer Information and Insurance Oversight (CCIIO); 3) hear an update from the American Academy of Actuaries (Academy) Health Practice Council; and 4) hear an update from the Society of Actuaries (SOA) Research Institute.

The **REGULATORY FRAMEWORK (B) TASK FORCE** will: 1) hear an update on the work of the Georgetown University's Center on Health Insurance Reforms (CHIR); 2) consider adoption of its interim meeting and 2022 Fall National Meeting minutes; and 3) consider adoption of its working group and subgroup reports. The **Accident and Sickness Insurance Minimum Standards (B) Subgroup** will not meet at the Spring National Meeting. The Subgroup continues to meet about every two weeks to consider revisions to the *Model Regulation to Implement the Accident and Sickness Insurance Minimum Standards Model Act* (#171). The **Employee Retirement Income Security Act (ERISA) (B) Working Group** will not meet at the Spring National Meeting. The **Mental Health Parity and Addiction Equity Act (MHPAEA) (B) Working Group** will meet at the Spring National Meeting in open session and in regulator-to-regulator session, pursuant to paragraph 3 (specific companies, entities, or individuals) of the NAIC Policy Statement on Open Meetings, to continue discussion of its work to provide additional compliance tools for the states in determining MHPAEA plan compliance, particularly related to non-quantitative treatment limitations (NQTLs). The **Pharmacy Benefit Manager Regulatory Issues (B) Subgroup** will discuss its work to develop an initial draft of its white paper related to pharmacy benefit manager (PBM) business practices, including the impact, if any, of the U.S. Supreme Court's *Rutledge vs. Pharmaceutical Care Management Association (PCMA)* decision and other issues related to the prescription drug supply distribution system.

The **SENIOR ISSUES (B) TASK FORCE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) discuss its work plan and agenda for 2023; and 3) revise, as necessary, the NAIC models; consumer guides; and training material on Medicare supplement insurance, long-term

Preview

NAIC 2023 Spring National Meeting

care insurance (LTCI), senior counseling programs, and other insurance issues that affect older Americans.

The **PROPERTY AND CASUALTY INSURANCE (C) COMMITTEE** will: 1) consider adoption of its task force and working group reports; 2) consider adoption of edits to the *Nonadmitted Insurance Model Act (#870)*; 3) discuss its 2023 charges; and 4) discuss the availability of coverage for nonprofit organizations. The **Cannabis Insurance (C) Working Group** will meet Feb. 28 in lieu of the Spring National Meeting to: 1) consider adoption of its minutes; 2) discuss and consider exposure of the *Understanding the Market for Cannabis Insurance 2.0* white paper; 3) hear a report on cannabis-related legislative activities; and 4) discuss its work plan for the year. The **Catastrophe Insurance (C) Working Group** and the **NAIC/Federal Emergency Management Agency (FEMA) (C) Advisory Group** will meet in joint session to: 1) hear federal updates; 2) discuss progress made on updates to the *Catastrophe Modeling Primer*; 3) hear a panel discuss trends in storm deductibles; 4) hear a presentation regarding National Oceanic and Atmospheric Administration (NOAA) weather radios; and 5) hear updates from state and FEMA regional meetings held and planned. The **Terrorism Insurance Implementation (C) Working Group** will not meet at the Spring National Meeting. The **Transparency and Readability of Consumer Information (C) Working Group** will meet in March in lieu of the Spring National Meeting to: 1) consider adoption of the consumer education on premiums document and the rate/rule filing checklist; and 2) hear a presentation regarding a survey regarding a consumer's knowledge of insurance.

The **CASUALTY ACTUARIAL AND STATISTICAL (C) TASK FORCE** will meet in lieu of the Spring National Meeting to consider adoption of regulatory guidance on generalized additive models and the proposal to eliminate the expense constant (loss cost multiplier) form.

The **SURPLUS LINES (C) TASK FORCE** will: 1) consider adoption of the report of the **Surplus Lines (C) Working Group**; and 2) consider adoption of the *Nonadmitted Insurance Model Act (#870)*.

The **TITLE INSURANCE (C) TASK FORCE** will: 1) consider adoption of its minutes; 2) discuss next steps regarding Voxtur's Attorney Opinion Letter (AOL); 3) discuss if additional questions should be added to the *Survey of State Insurance Laws Regarding Title Data and Title Matters* before it is distributed for update; 4) discuss if the Task Force should open the *Title Insurers Model Act (#628)*; and 5) discuss what questions should be included in a survey to obtain information on consumer complaints submitted to states regarding title insurance.

The **WORKERS' COMPENSATION (C) TASK FORCE** will meet in March in lieu of the Spring National Meeting to discuss current workers' compensation issues, including the changing workforce.

The **MARKET REGULATION AND CONSUMER AFFAIRS (D) COMMITTEE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; and 2) consider adoption of its task force and working group reports. The **Market Actions (D) 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, to continue work on its goals. The **Advisory Organization (D) Working Group**, the **Market Analysis Procedures (D) Working Group**, the **Market Conduct Annual Statement Blanks (D) Working Group**, the **Market Conduct Examination Guidelines (D) Working Group**, the **Market Regulation**

Certification (D) Working Group, and the **Speed to Market (D) Working Group** will not meet at the Spring National Meeting.

The **ANTIFRAUD (D) TASK FORCE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) discuss its 2023 charges; 3) receive updates from the **Antifraud Technology (D) Working Group** and the **Improper Marketing of Health Insurance (D) Working Group**; and 4) hear updates from interested parties about their recent activities to address insurance fraud. The Task Force will also meet in regulator-to-regulator session, pursuant to paragraph 3 (specific companies, entities, or individuals) of the NAIC Policy Statement on Open Meetings, to continue work on its goals.

The **MARKET INFORMATION SYSTEMS (D) TASK FORCE** will not meet at the Spring National Meeting.

The **PRODUCER LICENSING (D) TASK FORCE** will meet in lieu of the Spring National Meeting to: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) discuss a template for the 1033 waiver process pursuant to the federal Violent Crime Control and Law Enforcement Act of 1994; and 3) hear a report from the National Insurance Producer Registry (NIPR) Board of Directors.

The **FINANCIAL CONDITION (E) COMMITTEE** will consider adoption of its task force and working group reports. The **Mortgage Guaranty Insurance (E) Working Group** will discuss comments received on the exposure of the *Mortgage Guaranty Insurance Model Act* (#630). The **Restructuring Mechanisms (E) Working Group** will not meet at the Spring National Meeting. The **Risk-Focused Surveillance (E) Working Group** will meet to discuss progress on its project to update regulatory guidance regarding the review of affiliated service agreements.

The **ACCOUNTING PRACTICES AND PROCEDURES (E) TASK FORCE** will consider adoption of its working group reports. The **Statutory Accounting Principles (E) Working Group** will hear comments on previously exposed items, including the following agenda items: 1) 2019-21: Proposed Bond Definition related to the ongoing work on updating the bond definition; 2) 2022-01: Conceptual Framework – Updates regarding the definition of liabilities for statutory accounting; 3) 2022-11: Collateral for Loans to clarify that invested assets pledged as collateral for admitted collateral loans must qualify as admitted invested assets; and 4) 2022-12: Review of INT 03-02: Modification to an Existing Intercompany Pooling Arrangement, which intends to nullify Interpretation (INT) 03-02 due to conflicts in guidance regarding economic and non-economic transactions between related parties and a conceptual exposure regarding negative interest maintenance reserve (IMR). Additionally, the Working Group is expected to: 1) consider adoption of several other clarifications to statutory accounting; and 2) consider new items for exposure. The **Blanks (E) Working Group** will not meet at the Spring National Meeting but will provide its report of interim activity.

The **CAPITAL ADEQUACY (E) TASK FORCE** will: 1) consider adoption of its working group and subgroup reports; 2) consider adoption of its minutes; 3) consider adoption of the following proposals: a) 2022-13-CA (Health Premiums and Underwriting Risk Premiums References); b) 2022-14-H (Trend Test Info Only Instruction); c) 2022-15-H (Renumbering); and d) 2022-09-CA (Revised Affiliated Investments Structure and Instructions); 4) receive a response letter from the Health Risk-Based Capital (E) Working Group regarding the issue of runoff companies; 5) receive a

referral regarding a proposed *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual) amendment to define and add guidance for structured equity and funds; and 6) consider adoption of its current working agenda. The **Health Risk-Based Capital (E) Working Group** will: 1) consider adoption of its minutes; 2) consider adoption of its revised working agenda; 3) consider adoption of proposal 2022-15-H (XR008 Renumbering); 4) discuss proposal 2022-16-CA (Underwriting Risk Factors – Investment Income Adjustment); 5) hear a presentation from the American Academy of Actuaries (Academy) on the H2 – Underwriting Review; 6) discuss stop loss; and 7) receive updates on the Excessive Growth Charge Ad Hoc Group and the Health Test Ad Hoc Group. The **Risk-Based Capital Investment Risk and Evaluation (E) Working Group** will: 1) consider adoption of its minutes; and 2) continue discussions to move forward with key projects. The **Life Risk-Based Capital (E) Working Group** will: 1) consider adoption of its minutes; and 2) discuss its working agenda. The **Property and Casualty Risk-Based Capital (E) Working Group** will: 1) consider adoption of its minutes and its subgroup’s minutes; 2) consider adoption of its subgroup’s report; 3) discuss any missing elements that should be included in the property/casualty (P/C) risk-based capital (RBC) formula; 4) discuss its revised working agenda; and 5) hear updates on current P/C RBC projects from the Academy. The **Catastrophe Risk (E) Subgroup** will: 1) consider adoption of its minutes; 2) receive an update from its Catastrophe Model Technical Review Ad Hoc Groups; 3) discuss impact analysis on wildfire; and 4) discuss its working agenda.

The **EXAMINATION OVERSIGHT (E) TASK FORCE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; and 2) consider adoption of its working group reports.

The **FINANCIAL STABILITY (E) TASK FORCE** and the **Macroprudential (E) Working Group** will meet in joint session to: 1) consider adoption of their joint 2022 Fall National Meeting minutes; 2) hear an update on Financial Stability Oversight Council (FSOC) developments; 3) receive a Macroprudential (E) Working Group update; 4) receive a Valuation Analysis (E) Working Group update; and 5) hear an international update.

The **RECEIVERSHIP AND INSOLVENCY (E) TASK FORCE** will: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) consider adoption of its working group and subgroup reports; 3) hear a recommendation for receivership training; and 4) hear updates on any federal and international resolution activities.

The **REINSURANCE (E) TASK FORCE** will meet in lieu of the Spring National Meeting to: 1) consider adoption of its minutes; 2) consider adoption of the report of the **Reinsurance Financial Analysis (E) Working Group**; 3) receive an update on the reinsurance activities of the **Mutual Recognition of Jurisdictions (E) Working Group**; and 4) discuss the progress of any other ongoing projects.

The **VALUATION OF SECURITIES (E) TASK FORCE** will: 1) consider adoption of its minutes; 2) discuss comments and consider adoption of proposed *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual) amendment to include instructions for structured equity and funds; 3) discuss comments received on proposed collateralized loan obligation (CLO) modeling methodology (excluding scenarios and probabilities); 4) receive and consider exposure of a proposed P&P Manual amendment to clarify the definition of an NAIC designation in Part One and Part Two; 5) receive and consider exposure of proposed CLO modeling methodology,

Preview

NAIC 2023 Spring National Meeting

scenarios and probabilities; 6) receive the annual report from Securities Valuation Office (SVO) on year-end carry-over filings; 7) receive staff reports on the Statutory Accounting Principles (E) Working Group's projects; and 8) consider any other matters.

The **FINANCIAL REGULATION STANDARDS AND ACCREDITATION (F) COMMITTEE** will: 1) discuss revisions adopted in 2022 to NAIC publications that are referenced in the accreditation standards, such as the *Accounting Practices and Procedures Manual* (AP&P Manual) and the *Financial Condition Examiners Handbook*; 2) discuss comments received on the exposed referral from the Financial Condition (E) Committee recommending that the 2020 revisions to the *Insurance Holding Company System Regulatory Act* (#440) and the *Insurance Holding Company System Model Regulation with Reporting Forms and Instructions* (#450), which are related to the group capital calculation (GCC) and the liquidity stress test (LST), be included as an update to the accreditation standards; and 3) hear an update on the Part A: Liabilities and Reserves accreditation standard and whether inclusion of *Actuarial Opinion and Memorandum Regulation* (#822) is still necessary now that the *Valuation Manual* is required for accreditation.

The **INTERNATIONAL INSURANCE RELATIONS (G) COMMITTEE** will: 1) discuss progress on initiatives of the International Association of Insurance Supervisors (IAIS), including: a) the implementation and the assessment of the updated Insurance Core Principles (ICPs), the Common Framework for the Supervision of Internationally Active Insurance Groups (ComFrame), and the holistic framework for systemic risk assessment; b) ongoing work on the global insurance capital standard (ICS), aggregation method (AM), and comparability; and c) plans for addressing emerging risks and trends; 2) hear an update on work in progress at other international organizations, including the Organisation for Economic Co-operation and Development (OECD) and the Sustainable Insurance Forum (SIF); and 3) receive updates on ongoing activities to enhance cooperation with international insurance regulators.

The **INNOVATION, CYBERSECURITY, AND TECHNOLOGY (H) COMMITTEE** will: 1) receive reports and hear significant updates from its working groups; 2) discuss other committee-level projects; and 3) continue the discussion among industry and regulators towards the development of a regulatory framework. The **Big Data and Artificial Intelligence (H) Working Group** will: 1) consider adoption of its 2022 Fall National Meeting minutes; 2) discuss the Working Group's anticipated deliverables for 2023; 3) discuss comments received on the draft "Model and Data Regulatory Questions," which regulators may use to review models and data used by insurance companies; and 4) receive updates on the status of the artificial intelligence (AI)/machine learning (ML) home survey and the AI/ML life survey. The **Privacy Protections (H) Working Group** will: 1) hear an update on privacy legislation; 2) receive comments on the exposure draft of the *Insurance Consumer Privacy Protection Model Law* (#674); and 3) discuss next steps of its work plan. The **Cybersecurity (H) Working Group** will meet March 6 in lieu of the Fall National Meeting to discuss its work plan for the year to: 1) continue to address cybersecurity threats; and 2) build a more secure and resilient infrastructure for the future. The **E-Commerce (H) Working Group** and the **Innovation in Technology and Regulation (H) Working Group** will not meet at the Spring National Meeting.

The **NAIC/CONSUMER LIAISON COMMITTEE** will: 1) hear an update on consumer liaison enhancement concepts; 2) discuss health insurance issues currently affecting consumers, such as the barriers to

Preview

NAIC 2023 Spring National Meeting

enrollment with an update on the unwinding of the public health emergency (PHE) and best practices for states, as well as obstacles to medically necessary care (delays and red tape due to prior authorization, as well as refusal of care and network adequacy); and 3) discuss non-health (e.g., life, annuity, property/casualty [P/C], etc.) insurance issues currently affecting consumers, such as: a) the dilemma of current assumption policy illustrations (not just index universal life); b) dark patterns in digital communications – addressing the perils of moving from paper to digital consumer interactions; and c) aftermarket auto parts where imitation often is not equal.

The **NAIC/AMERICAN INDIAN AND ALASKA NATIVE LIAISON COMMITTEE** will continue to discuss the lack of consumer education and outreach regarding tribal members' access to insurance products, which is complicated by tribal differences in experience, funding, internet, geographic locations, traditions, and tribal governments.

The **INTERSTATE INSURANCE PRODUCT REGULATION COMMISSION (COMPACT)** will meet in joint session with the Management Committee and Commission. During this meeting, the Commission will consider adoption of two individual disability income uniform standards. The Audit Committee will present the 2022 annual audit to the Commission. Additionally, the Compact may receive recommendations from the Product Standards Committee (PSC) and the Rulemaking Committee. The members will continue strategic planning discussions on priorities, objectives, and action items for the coming three years. The consent agenda will include the annual charters for the Compact's committees for consideration of adoption.