

EXECUTIVE (EX) COMMITTEE

Executive (EX) Committee, Aug. 12, 2025, Minutes

Executive (EX) Committee Interim Meeting Report (Attachment One)

Executive (EX) Committee Task Force Reports (Attachment Two)

Report of Model Law Development Requests (Attachment Three)

Draft Pending Adoption

Draft: 8/20/25

Executive (EX) Committee
Minneapolis, Minnesota
August 12, 2025

The Executive (EX) Committee met in Minneapolis, MN, Aug. 12, 2025. The following Committee members participated: Jon Godfread, Chair (ND); Scott A. White, Vice Chair (VA); Elizabeth Kelleher Dwyer, Vice President (RI); Jon Pike, Secretary-Treasurer (UT); Andrew N. Mais, Most Recent Past President (CT); Alan McClain (AR); Vicki Schmidt (KS); Sharon P. Clark (KY); Eric Dunning (NE); D.J. Bettencourt (NH); Justin Zimmerman (NJ); Michael Humphreys (PA); Larry D. Deiter (SD); Cassie Brown (TX); Tregenza A. Roach (VI); and Patty Kuderer (WA).

1. Adopted the Aug. 10 Report of the Executive (EX) Committee and the Internal Administration (EX1) Subcommittee

Commissioner Godfread reported that the Executive (EX) Committee and Internal Administration (EX1) Subcommittee met Aug. 10 in regulator-to-regulator session, pursuant to paragraph 4 (internal or administrative matters of the NAIC) and paragraph 6 (consultations with NAIC staff members) of the NAIC Policy Statement on Open Meetings, to adopt its June 24 and Spring National Meeting minutes.

The Committee and Subcommittee adopted the Executive (EX) Committee's May 5 minutes. During this meeting, the Committee took the following action: 1) approved the fiscal impact statement to retain a risk-based capital (RBC) model governance consultant.

The Committee and Subcommittee adopted the report of the Audit Committee, including its July 31 and May 12 minutes, which included the following action: 1) received the June 30 financial update; 2) heard an overview of proposed 2026 revenues; 3) reappointed RubinBrown as the financial audit firm to conduct the 2025 audit; 4) affirmed the Audit Committee charter; 5) heard an update on zone financials; 6) heard an update on the Enterprise Resource Planning (ERP) project; 7) heard an update on the 2026 budget calendar; 8) received the 2024/2025 Service Organization Control (SOC) 1 and SOC 2 audit reports; and 9) heard a presentation on the 2025 operating reserve analysis.

The Committee and Subcommittee adopted the report of the Internal Administration (EX1) Subcommittee, including its June 3 minutes, which included the following action: 1) received the March 31 Long-Term Investment Portfolio report; 2) received the March 31 Defined Benefit Portfolio report; 3) approved the investment policy statement (IPS) for the Long-Term Funds Portfolio; 4) approved the IPS for the defined contribution plan; and 5) heard an update on the termination of the Defined Benefit Pension Plan.

The Committee and Subcommittee also heard an update on the Financial Data Repository (FDR) re-engineering project.

Commissioner Brown made a motion, seconded by Commissioner Pike, to adopt the Aug. 10 report of the joint meeting of the Executive (EX) Committee and the Internal Administration (EX1) Subcommittee. The motion passed unanimously.

2. Adopted its June 24 and May 5 Meeting Reports

Commissioner Schmidt made a motion, seconded by Commissioner Clark, to adopt the Executive (EX) Committee's June 24 and May 5 meeting reports (Attachment One). The motion passed unanimously.

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3. Adopted the Report of its Task Forces

Commissioner White made a motion, seconded by Commissioner Mais, to adopt the reports of the: 1) Climate and Resiliency (EX) Task Force; 2) Government Relations (EX) Leadership Council; and 3) Risk-Based Capital Model Governance (EX) Task Force (Attachment Two). The motion passed unanimously.

4. Received a Status Report on Model Law Development Efforts

Commissioner Godfread presented a written report on the progress of ongoing model law development efforts (Attachment Three). These efforts included amendments to the *Privacy of Consumer Financial and Health Information Regulation* (#672).

5. Heard a Report from the NIPR Board of Directors

Director Deiter reported that the National Insurance Producer Registry (NIPR) Board of Directors met Aug. 10. During this meeting, the Board heard NIPR's accomplishments from 2025. NIPR has exceeded budgeted revenue by 6.2%. Through June 2025, revenue is \$44.3 million, which is 3.5% over budget, due to the increase in NIPR's revenue.

NIPR continues to expand its electronic solutions for states and industry, enabling efficient processing of licensee updates like name changes and Designated Responsible Licensed Producer (DRLP) changes. NIPR launched its redesigned website, NIPR.com, offering a streamlined user experience that makes it easier for producers to navigate applications and renewals.

NIPR also reported on the successful completion of its Midwest Zone producer licensing training, funded by NIPR and in collaboration with the NAIC, which was held June 10–12 in Chicago, IL. Staff from 12 of 13 Midwest Zone jurisdictions participated. This valuable program provides a unique opportunity for licensing regulators to address current and emerging industry issues and engage in peer dialogue. The training covers best practices, regulatory changes impacting producer licensing, and the evolving landscape of state insurance regulation.

The Southeast Zone and Northeast Zone training will occur in 2026.

6. Heard a Report from the Compact

Director Dunning reported that the Interstate Insurance Product Regulation Commission (Compact) met Aug. 13. Director Dunning announced that Commissioner Marie Grant (MD) has been appointed to fill an open Compact officer position and serve as its treasurer.

The Compact adopted six new Uniform Standards for group product lines and agreed to expose an amendment to its rulemaking rule to expedite the adoption of noncontroversial items.

The Compact's Adjunct Services Committee is ready to pilot a new structure within the Compact authority. The Committee has developed a framework for a consultation and advisory services office. States and companies will be able to use this office to collaborate on products within the Compact's lines of authority but outside the scope of the current Uniform Standards. There are many benefits to the one-stop location for discussing new product designs, leveraging the Compact office's product and actuarial expertise. One of the goals is to make the state-by-state filing process more streamlined and expeditious by having this pre-filing interaction.

The Compact is at 99% of its budgeted revenue and 21% under its budgeted expenses.

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The Compact welcomed Director of Regulatory Affairs Dan Bradford to lead a newly formed regulatory affairs team focused on excellent committee support, responsive member state relations, and in-depth regulator training and support.

Having no further business, the Executive (EX) Committee adjourned.

SharePoint/NAIC Support Staff Hub/Committees/EX/2025 Summer/Minutes – Executive (EX) Committee

*Virtual Meeting***EXECUTIVE (EX) COMMITTEE**

June 24, 2025 / May 5, 2025

Summary Report

The Executive (EX) Committee met June 24, 2025, in joint regulator-to-regulator session with the Internal Administration (EX1) Subcommittee, pursuant to paragraph 4 (internal or administrative matters of the NAIC or any NAIC member) of the NAIC Policy Statement on Open Meeting. It also met May 5, 2025, in regulator-to-regulator session, pursuant to paragraph 4 (internal or administrative matters of the NAIC or any NAIC member) of the NAIC Policy Statement on Open Meetings.

1. During its June 24 meeting, the Committee:
 - A. Received a 2025 financial update and an overview of the proposed 2026 budget.
 - B. Received an update on the Center for Insurance Policy and Research (CIPR) Advisory Council and the Consumer Participation Board of Trustees.
 - C. Received an update from the NAIC's chief information security officer.
 - D. Received an update on the work of its Task Forces.
2. During its May 5 meeting, the Committee:
 - A. Approved the fiscal impact statement to retain a risk-based capital (RBC) model governance consultant.

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REPORT OF THE EXECUTIVE (EX) COMMITTEE TASK FORCES

Climate and Resiliency (EX) Task Force—The Climate and Resiliency (EX) Task Force will meet Aug. 11 and anticipates the following action: 1) adopting its Spring National Meeting minutes; 2) receiving an update on the work of the Disaster Preparedness Guide Drafting Group; 3) receiving an update from the Center for Insurance Policy and Research (CIPR) on the Catastrophe Risk Management Center of Excellence (COE); 4) receiving an update on the natural catastrophe risk dashboard; 5) receiving an update on the Alabama Department of Insurance (DOI) and Center for Risk and Insurance Research (CRIR) report; 6) receiving an update on the property/casualty (P/C) reinsurance roundtable; and 7) hearing a presentation from Ceres on the climate risk disclosure survey dashboard.

Government Relations (EX) Leadership Council—The Government Relations (EX) Leadership Council did not meet at the Summer National Meeting. The Leadership Council meets weekly in regulator-to-regulator session, pursuant to paragraph 8 (consideration of strategic planning issues) of the NAIC Policy Statement on Open Meetings, to discuss federal legislative and regulatory developments affecting insurance regulation.

Risk-Based Capital Model Governance (EX) Task Force—The Task Force will meet Aug. 12 and anticipates the following action: 1) receiving and considering comments on its July 3 chair exposure of preliminary principles and questions.

NAICSupportStaffHub/Member Meetings/Summer 2025/EXCmte/Att 2 TF CombinedRpt.docx

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Model Law Development Report

Amendments to the *Privacy of Consumer Financial and Health Information Regulation (#672)*—During the 2022 Summer National Meeting, the Executive (EX) Committee approved a Request for NAIC Model Law Development for a new model that would replace existing ones. The change aimed to enhance consumer protections and corresponding obligations of entities licensed by insurance departments to reflect the extensive innovations made in communications and technology. The Privacy Protections (H) Working Group approved this request on Aug. 2, 2022. However, after working on a draft of a new privacy model, the Working Group determined that the better path forward would be to amend the existing NAIC privacy model, Model #672.

Steady progress is being made on amendments to Model #672. Most recently, the Privacy Protections (H) Working Group met Aug. 1, 2025, to discuss comments received on Article V of Model #672. The Working Group will continue to receive comments on additional sections until it is ready to expose a full draft of the amended Model #672.