

## Draft Pending Adoption

Draft: 8/17/25

Antifraud (D) Task Force  
Minneapolis, Minnesota  
August 12, 2025

The Antifraud (D) Task Force met in Minneapolis, MN, Aug. 12, 2025. The following Task Force members participated: Trinidad Navarro, Chair (DE); John F. King, Vice Chair (GA); Heather Carpenter represented by Alex Romero (AK); Maria Ailor (AZ); Ricardo Lara represented by Eric Charlick (CA); Andrew N. Mais represented by Kurt Swan (CT); Doug Ommen represented by Jordan Esbrook (IA); Dean L. Cameron represented by Shannon Hohl (ID); Vicki Schimdt represented by Monicka Richmeier (KS); Sharon P. Clark represented by Juan Garrett (KY); Timothy J. Temple represented by Nina Hunter (LA); Marie Grant represented by Robert Guynn (MD); Angela L. Nelson represented by Marjorie Thompson (MO); Grace Arnold represented by Jacqueline Olson (MN); Mike Chaney represented by Vanessa Miller (MS); Alice T. Kane represented by Devin Chapman (NM); Glen Mulready represented by Rick Wagnon (OK); Judith L. French represented by David Barney (OH); TK Keen represented Dorothy Bean (OR); Michael Humphreys represented by Joseph Garcia and David Buono (PA); Michael Wise represented Melissa Manning (SC); Larry D. Deiter represented by Diane Cooper, Justin Underwood, and Travis Jordan (SD); Cassie Brown represented by Rick Watson (TX); Jon Pike represented by Armand Glick (UT); Scott A. White represented by Juan A. Rodriguez Jr. and Richard Tozer (VA); Patty Kuderer represented by Christina Keeley (WA); and Nathan Houdek represented by Lela D. Ladd (WI). Also participating was Martin Swanson (NE).

### 1. Adopted its Spring National Meeting Minutes

Commissioner King made a motion, seconded by Tozer, to adopt the Task Force's March 25 minutes (*see NAIC Proceedings – Spring 2025, Antifraud (D) Task Force*). The motion passed unanimously.

### 2. Heard a Presentation from the UBC on Workers' Compensation Premium Fraud

Matthew Capece (United Brotherhood of Carpenters—UBC) provided a presentation on workers' compensation premium fraud. Capece highlighted the fraud schemes taking place within the construction industry and how the standard insurance practices enable these fraud schemes to take place. He explained that honest contractors are priced out of the market, and nefarious contractors dominate the market, so the status quo becomes unsustainable, and consumers suffer. The construction industry witnesses lucrative and successful fraud schemes, with premium fraud in this industry accounting for \$5 billion in lost compensation premiums. Capece said a change is needed to help protect the industry. To help fight against this type of fraud, a prototype of a secure, encrypted platform for insurers has been created to share employer audit data and return red flag reports. This data would be available to audit, special investigative unit (SIU), and underwriting units. Capece said the goal is to pilot the new service this fall.

The Task Force discussed the presentation and the efforts being made to fight workers' compensation premium fraud. Commissioner Navarro said the Task Force will discuss this further and would like to receive an update at future meetings.

### 3. Discussed the LTCI Category in the OFRS

Commissioner Navarro said in June, the Coalition Against Insurance Fraud (CAIF) presented a letter to the Task Force requesting the addition of long-term care insurance (LTCI) as a fraud category with the NAIC Online Fraud Reporting System (OFRS). He said the request to add this category would enable insurers to report long-term care (LTC)-specific fraud more accurately, improve national visibility into emerging LTC fraud trends, support targeted antifraud strategies and regulatory response, enhance state and industry collaboration on prevention and

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enforcement, and provide a more complete and credible data set for future policymaking and antifraud education initiatives. The Working Group discussed adding LTC as a fraud category and received a unanimous agreement for NAIC staff to add this category.

### 4. Received an Update from the Improper Marketing of Health Insurance (D) Working Group

Swanson said the Working Group met May 22 (Attachment One) and has continued to meet in monthly regulator-to-regulator sessions to discuss specific companies and market conduct practices. He said the Working Group has been working with the federal Centers for Medicare & Medicaid Services (CMS) regarding agent transfer schemes. He said these discussions will continue in the Working Group's regulator-only meetings that will continue on the fourth Thursday of each month throughout 2025. Swanson said the Working Group will continue to provide assistance and guidance in monitoring the improper marketing of health plans and coordinate appropriate enforcement action at the state and federal levels.

### 5. Heard Reports from Interested Parties

#### A. CAIF

Brent Walker (CAIF) provided updates on CAIF initiatives. Walker advised that during the Spring National Meeting, the CAIF shared results from the state of insurance fraud technology study, highlighting the adoption of technology among insurers and the challenges they face. Walker said the CAIF is also tracking several antifraud legislative efforts and researching artificial intelligence (AI) usage in antifraud efforts. He said the end-of-year meeting hosted by the CAIF will take place in December and encouraged Task Force members to attend.

#### B. NICB

Craig Sepich (National Insurance Crime Bureau—NICB) said NICB has been in existence for over 110 years with more than 1,200 members. He said the NICB helps facilitate fraud reporting in 48 states. Sepich said in 2024, the NICB assisted with 180,000 claims, identified 1,600 new organized crime rings, and recovered \$92 million. Its focus is to protect consumers against insurance fraud, as fraud reporting benefits every state by preventing and convicting bad actors. Sepich said the NICB has been seeing an uptick in insurance fraud concerning roofing, towing, and auto quality control. The NICB will be hosting its National Conference of Insurance Crime Attorneys on October 7–8 in Schaumburg, IL.

Having no further business, the Antifraud (D) Task Force adjourned.

SharePoint/NAIC Support Staff Hub/Committees/D CMTE/2025 Summer/AFTF Minutes 8.12.25