

National Meeting Preview

TO: NAIC Members, State Insurance Regulators, and Interested Parties
FROM: NAIC Committee Support Staff
DATE: July 19, 2024
SUBJECT: Preview of NAIC Committee and Task Force Activities for the Summer National Meeting

The NAIC appreciates your active involvement and input. We ensure the broadest possible access 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 before or after the national meeting.

SPECIAL MEETINGS AND/OR EVENTS

Center for Insurance Policy and Research (CIPR)

Measuring and Assessing (Homeowner) Insurance Affordability

Wednesday, August 14, 1:00 – 2:30 p.m. CT

Today it is difficult to not see news coverage highlighting growing U.S. insurance costs and affordability challenges. Here are some fairly recent examples – [“Even if you can afford to buy a home these days, Americans must ask themselves if they can afford to insure it.”](#); [“Majority of Americans say car insurance is becoming unaffordable”](#); [“Why is Health Insurance so Expensive?”](#). But importantly what is driving these insurance costs increases, given cost increases how does one measure and determine whether insurance is affordable versus unaffordable, and facing affordability challenges what options do consumers have at their disposal and are they deploying them? During this event we will address these questions with panelists drawing upon their own existing data, studies, and interactions with consumers to provide objective evidence to the discussion and highlight existing knowledge gaps in the measurement and assessment of insurance affordability.

The event will begin with a presentation of trends in the cost of insurance, focusing largely on homeowner property insurance. The presentation will then present some metrics of insurance affordability and how those have changed over time. Following the presentation will be a panel discussion. The panel will discuss the causes and consequences of cost trends and the implications for insurance affordability, including the best ways to measure affordability. The panel will also discuss what options consumers have when facing affordability of insurance issues and how often and/or well they are aware of and employ these options.

REGULARLY SCHEDULED MEETINGS

Executive (EX) Committee

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 a report on the New Avenues to Insurance Careers (N.A.I.C.) Foundation; 2) consider adoption of revisions to the NAIC Consumer Participation Plan of Operation; 3) receive progress reports regarding work on NAIC models currently under development; and 4) 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 the reports of its eight standing committees, as well as minutes from the Spring 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 Summer 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 Spring National Meeting minutes; 2) hear presentations on biodiversity and flood insurance technology; and 3) hear an update on a climate and natural catastrophe risk dashboard.

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

Life Insurance and Annuities (A) Committee

The **LIFE INSURANCE AND ANNUITIES (A) COMMITTEE** will: 1) consider adoption of the report of the Life Actuarial (A) Task Force and the Accelerated Underwriting (A) Working Group; and 2) receive an update from the Annuity Suitability (A) Working Group. The Committee also plans to hear two presentations: one on illustrations and another on small and medium-size company issues.

The **LIFE ACTUARIAL (A) TASK FORCE** will: 1) continue the development of requirements for principle-based reserving (PBR); 2) discuss findings from regulator reviews of company *Actuarial Guideline LIII–Application of the Valuation Manual for Testing the Adequacy of Life Insurer Reserves* (AG 53) reports; 3) discuss reinsurance asset adequacy testing (AAT); 4) hear an update on historical mortality improvement (HMI) and future mortality improvement (FMI) factors; 5) receive an update on the NAIC’s mortality experience collection project; 6) discuss the generator of economic scenarios (GOES) project; and 7) consider adoption of its subgroup reports.

Health Insurance and Managed Care (B) Committee

The **HEALTH INSURANCE AND MANAGED CARE (B) COMMITTEE** will: 1) hear presentations on issues of interest to the Committee, particularly issues Committee members have identified as of interest for discussion this year; 2) consider adoption of its Spring National Meeting and any interim meeting minutes; and 3) consider adoption of its task force, working group, and subgroup reports.

The **HEALTH ACTUARIAL (B) TASK FORCE** will: 1) receive an update from the Long-Term Care Actuarial (B) Working Group; 2) hear an update from the federal Center for Consumer Information and Insurance Oversight (CCIO); 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) consider adoption of its Spring National Meeting and any interim meeting minutes; 2) possibly receive an update on the work of the Accident and Sickness Insurance Minimum Standards (B) Subgroup; 3) possibly consider adoption of the revisions to the *Model Regulation to Implement the Accident and Sickness Insurance Minimum Standards Model Act* (#171); and 4) consider adoption of its working group and subgroup reports.

- The **Mental Health Parity and Addiction Equity Act (MHPAEA) (B) Working Group** will meet in open session and regulator-to-regulator session, pursuant to paragraph 3 (specific companies, entities, or individuals) of the NAIC Policy Statement on Open Meetings, to continue the discussion of its work to provide additional compliance tools for states in determining MHPAEA plan compliance, particularly related to non-quantitative treatment limitations (NQTLs).

The **SENIOR ISSUES (B) TASK FORCE** will: 1) consider adoption of its Spring National Meeting and interim meeting minutes; 2) hear a presentation from a State Health Insurance Assistance Program (SHIP) director; 3) possibly discuss the Medicare supplement insurance (Medigap) guarantee issue and provider withdrawals from Medicare Advantage plans; and 4) possibly discuss Section 1557 of the federal Affordable Care Act (ACA) and the application of non-discrimination rules to Medigap.

The **LONG-TERM CARE INSURANCE (B) TASK FORCE** will: 1) consider adoption of its Spring National Meeting minutes; 2) consider adoption of the report of the Long-Term Care Actuarial (B) Working Group; 3) discuss the single long-term care insurance (LTCI) multistate rate review approach; 4) hear an update on LTCI industry trends, and 5) hear an update on other LTCI activities.

- The **Long-Term Care Actuarial (B) Working Group** will hear an update on the single LTCI multistate rate review approach.

Property and Casualty Insurance (C) Committee

The **PROPERTY AND CASUALTY INSURANCE (C) COMMITTEE** will: 1) consider adoption of its task force and working group reports; 2) hear an industry presentation related to homeowners insurance markets; and 3) provide an update on the state insurance regulator property/casualty (P/C) insurance market intelligence data call regarding homeowners insurance.

- 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) hear presentations from FEMA; and 3) discuss the obstacles state insurance regulators face when implementing mitigation programs.

The **CASUALTY ACTUARIAL AND STATISTICAL (C) TASK FORCE** will discuss P/C actuarial issues and hear from professional actuarial associations.

The **SURPLUS LINES (C) TASK FORCE** will: 1) consider adoption of its working group report; 2) consider adoption of amendments to the International Insurers Department (IID) Plan of Operation; 3) discuss the Service of Process Drafting Group's draft surplus lines service of process form and consider exposure; 4) discuss a referral to the National Treatment and Coordination (E) Working Group regarding the surplus lines service of process form; 5) consider adoption of its 2025 proposed charges; and 6) discuss updates to the exempt commercial purchaser calculation.

The **TITLE INSURANCE (C) TASK FORCE** will: 1) consider adoption of its minutes; 2) hear an update on the administration of the *Survey of State Insurance Laws Regarding Title Data and Title Matters*; 3) hear an update from NAIC Government Relations staff on recent federal activities; 4) hear an update from the American Academy of Actuaries (Academy) on its soon-to-be initiated title-related research; and 5) hear a presentation from CertifID on its "2024 State of Wire Fraud" and "Wire Fraud Liability: Insights from 2020-2024 Court Battles" reports.

Market Regulation and Consumer Affairs (D) Committee

The **MARKET REGULATION AND CONSUMER AFFAIRS (D) COMMITTEE** will: 1) consider adoption of its Spring 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 **Market Analysis Procedures (D) Working Group** will meet in lieu of the Summer National Meeting to continue its discussion of data sources for market analysis.
- The **Market Regulation Certification (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: 1) conduct two mock certification reviews; and 2) discuss jurisdiction-specific concerns regarding the certification of their departments.
- The **Speed to Market (D) Working Group** will meet in lieu of the Summer National Meeting to: 1) hear a presentation on preparing to use machine learning (ML) for the P/C form review; 2) hear an update on the release of the 2024 *Product Filing Review Handbook*; 3) consider suggested changes to the product coding matrices (PCMs); and 4) receive a report on the System for Electronic Rates & Forms Filing (SERFF) modernization program.

The **ANTIFRAUD (D) TASK FORCE** will: 1) consider adoption of its Spring National Meeting minutes; 2) consider adoption of its working group reports; and 3) 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 **Improper Marketing of Health Insurance (D) Working Group** will discuss state and industry activity concerning lead generators.

The **PRODUCER LICENSING (D) TASK FORCE** will: 1) consider adoption of its May 9 minutes; 2) consider adoption of amendments to the *Public Adjuster Licensing Model Act* (#228); 3) consider adoption of a revised template for the 1033 waiver process pursuant to the federal Violent Crime Control and Law Enforcement Act of 1994; 4) consider adoption of changes to the NAIC's uniform producer licensing applications; 5) consider adoption of its working group reports; and 6) receive a report from the NIPR Board of Directors.

Financial Condition (E) Committee

The **FINANCIAL CONDITION (E) COMMITTEE** will: 1) consider adoption of its task force and working group reports; 2) continue discussion on its previously exposed Framework for Regulation of Insurer Investments; and 3) hear a presentation on commercial mortgage-backed securities (CMBS).

- The **Financial Analysis (E) 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 **Valuation Analysis (E) 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 **ACCOUNTING PRACTICES AND PROCEDURES (E) TASK FORCE** will consider adoption of its working group reports, including adoption of the interim activity of the Blanks (E) Working Group.

- The **Statutory Accounting Principles (E) Working Group** will: 1) receive comments on previously exposed items, including risk transfer analysis for combination reinsurance contracts, new funds withheld and modified coinsurance (modco) reporting, and improvements to income tax disclosures; and 2) consider new items for exposure.

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 its working agenda; 4) consider exposure of its 2025 proposed charges and revised procedure document; 5) discuss the new working group charges; and 6) hear updates from the Statutory Accounting Principles (E) Working Group.

- 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** and **Catastrophe Risk (E) Subgroup** will meet in joint session to: 1) consider adoption of its minutes; 2) consider adoption of its newsletter; 3) discuss the 2023 risk-based capital (RBC) statistics; 4) discuss its working agenda; 5) discuss the geographic concentration issue; 6) hear updates regarding the severe convective storm peril; 7) discuss the wildfire peril impact analysis and CoreLogic wildfire model review; 8) discuss the possibility of adding flood peril to the Rcat component; 9) discuss how to handle the flood peril with the Florida Commission on Hurricane Loss Projection Methodology (FCHLPM); and 10) hear from the American Academy of Actuaries (Academy) Property and Casualty Risk-Based Capital Committee regarding current and future research topics.
- The **Risk-Based Capital Investment Risk and Evaluation (E) Working Group** will: 1) consider adoption of its minutes; and 2) continue discussions on moving forward with key projects.

The **EXAMINATION OVERSIGHT (E) TASK FORCE** will meet in lieu of the Summer National Meeting to: 1) consider adoption of its Spring National Meeting minutes; and 2) consider adoption of its working group reports.

- The **Financial Examiners Coordination (E) 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 **FINANCIAL STABILITY (E) TASK FORCE** will: 1) consider adoption of its minutes; 2) hear an update on Financial Stability Oversight Council (FSOC) developments; 3) receive an update from the Macroprudential (E) Working Group; 4) receive an update from the Valuation Analysis (E) Working Group; and 5) hear an international update.

The **RECEIVERSHIP AND INSOLVENCY (E) TASK FORCE** will: 1) consider adoption of its minutes; 2) consider adoption of its working group reports; 3) hear updates on international resolution activities; and 4) hear updates on any other receivership activities.

- The **Receivership Financial Analysis (E) 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 **REINSURANCE (E) TASK FORCE** will meet in lieu of the Summer National Meeting to: 1) consider adoption of its minutes; 2) consider adoption of its working group reports; and 3) 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 the following proposed amendments to the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* (P&P Manual): a) a revised update to the definition of an NAIC designation; and b) a revised procedure authorizing the Securities Valuation Office (SVO) discretion over NAIC designations assigned through the filing exemption (FE) process; and 3) receive reports on: a) the modeling methodology for collateralized loan obligations (CLOs); and b) the Statutory Accounting Principles (E) Working Group's projects.

Financial Regulation Standards and Accreditation (F) Committee

The **FINANCIAL REGULATION STANDARDS AND ACCREDITATION (F) COMMITTEE** will consider adoption of the recommendation of the Receivership and Insolvency (E) Task Force that the 2023 revisions to the *Property and Casualty Insurance Guaranty Association Model Act* (#540) be acceptable for accreditation but not required. The revisions update provisions to: 1) preserve guaranty fund coverage for policyholders subject to restructuring mechanisms; and 2) clarify guaranty fund coverage of cybersecurity insurance.

International Insurance Relations (G) Committee

The **INTERNATIONAL INSURANCE RELATIONS (G) COMMITTEE** will: 1) discuss progress on International Association of Insurance Supervisors (IAIS) initiatives, including: a) the implementation and 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.

Innovation, Cybersecurity, and Technology (H) Committee

The **INNOVATION, CYBERSECURITY, AND TECHNOLOGY (H) COMMITTEE** will: 1) consider adoption of its Spring National Meeting minutes; 2) receive reports and updates from its working groups; 3) discuss committee-level projects; and 4) hear presentations on artificial intelligence (AI)-related research and developments.

- The **Cybersecurity (H) Working Group** will: 1) consider adoption of its Spring National Meeting minutes; and 2) hear a panel discussion that will provide insights into the current state of the cyber insurance market and highlight emerging trends, challenges, and opportunities from the perspective of insurers, reinsurers, and brokers.

- The **Privacy Protections (H) Working Group** will: 1) consider adoption of its July 10 minutes; and 2) continue its work on the privacy model.
- The **Technology, Innovation, and InsurTech (H) Working Group** will hear an overview of the state of InsurTech in the U.S. insurance industry.

The **THIRD-PARTY DATA AND MODELS (H) TASK FORCE** will: 1) consider adoption of its Spring National Meeting minutes and interim meeting minutes; and 2) hear presentations on selected reference regulatory frameworks, highlighting aspects and components that will help formulate a third-party AI systems regulatory framework.

NAIC/Consumer Liaison Committee

The **NAIC/CONSUMER LIAISON COMMITTEE** will: 1) hear a summary of the NAIC/Consumer Participation Board of Trustees meeting; 2) discuss health insurance issues currently affecting consumers, such as: a) the insurance obstacles to mental health or substance use disorder (MH/SUD) care and actions available to state insurance regulators to improve access; b) the impact of the Enhanced Premium Tax Credit on uninsurance, premiums, and state innovation; c) important changes to essential health benefits (EHBs) in the U.S. Department of Health and Human Services (HHS) Notice of Benefit and Payment Parameters for 2025; and d) the effect of the Section 1557 federal nondiscrimination rules on the Medicare supplement insurance (Medigap) market and consumers; and 3) discuss non-health insurance issues currently affecting consumers, such as: a) the misuse of indexed life and annuity policy illustrations; b) readability standards in state insurance laws; c) if plaintiffs' attorneys could be the cause of rising premiums; d) combatting post-disaster fraud while preserving coverage; e) navigating climate risks; and f) progress and challenges in U.S. insurance sector disclosures.

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.

Interstate Insurance Product Regulation Commission (Compact)

The **COMPACT** will meet in joint session with the Management Committee and Commission. During this meeting, the Commission will consider adoption of the amendments to the *Additional Standards for Guaranteed Living Benefits for Individual Deferred Variable Annuities* to expand its use with the *Standards for Individual Deferred Index Linked Variable Annuity Contracts (Commonly Marketed as Registered Index Linked Annuities)*, as well as hold a public hearing on the amendments to the Group Term Life and Group Whole Life Uniform Standards to allow for Other than Employer Groups. The members will continue strategic planning discussions on priorities, objectives, and action items for the next three years.