

NAIC 2009 Summer National Meeting
Minneapolis, MN
ANTIFRAUD (D) TASK FORCE
Sunday, June 14, 2009

REPORTS OF THE WORKING GROUPS

The following reports of the Antifraud (D) Task Force are provided for approval by during the Summer 2009 National Meeting:

1. Agent & Unlawful Activities Working Group –*Steve Nachman (NY) Chair*

The Agent & Unlawful Activities Working Group and the Centers for Medicare and Medicaid Services (CMS) conducted a tele-conference on May 11, 2009. The Working Group and CMS agreed to conduct a regulator-only panel at the NAIC 2009 Fall National Meeting. CMS and regulators will discuss information sharing, investigation expectations and open a dialog between state insurance fraud regulators and CMS representatives.

The Group arranged for a presentation from the Criminal Division of the Department of Labor at the Fall 2009 National Meeting. This will be a Regulator Only presentation regarding investigations.

The Working Group is drafting two questionnaires for distribution to regulators after the 2009 Summer National Meeting. The topics will address the Working Group's charges 1 (methods to enhance investigations and prosecution of insurance fraud) and 2 (enhancement of cooperation and coordination between state fraud bureaus and law enforcement).

2. Federal & International Enforcement Coordination Working Group –*Mike Ridgeway (OK) Chair*

The 1033 regulator subgroup reviewed issues identified during a February 2009 regulator & industry call regarding revisions to the current 1033 Guideline. The members of the subgroup ask any additional comments not submitted during the call or since the call to be provided to NAIC staff support, Keri Kish at kkish@naic.org. The subgroup will meet after the Summer 2009 National Meeting to continue drafting proposed revisions to the Guidelines. Once proposed revisions are completed, the draft will be provided to the Task Force for comment and discussion.

3. Antifraud Liaison Working Group –*Steve Perry (DC) Chair*

Mr. Perry attended the Bank Secrecy Act Advisory Group (BSAAG) meeting at the Department of Treasury on May 13, 2009. They received reports regarding Suspicious Activity Reports, prepaid card scams, money transfer fraud and TARP IG.

A Conference Call will be announced regarding a revised draft of the Antifraud Plan Guidelines. The draft will be circulated prior to the call so that interested regulators and parties are prepared to discuss the draft on the call.

4. Antifraud Training & Seminar Working Group –*Michelle Brugh (OH) Chair*

A Insurance Fraud Investigators Boot Camp will be hosted by the NAIC for Regulators Only on July 27th & 28th. The course is targeted for insurance fraud bureau investigators with 0 to 3 years of experience in insurance investigations. This course is specific to insurance investigation but will include a section on financial investigations as well. Please contact Keri Kish for additional information. Regulators may enroll for the course at www.naic.org

The Working Group is seeking recommended topics and speakers for the Spring 2010 Antifraud Seminar. This seminar is open to everyone. It will be held in conjunction with the NAIC Spring 2010 National Meeting in Denver, CO. Please send suggested topics to Keri Kish.

5. Information Sharing & Technology Working Group --*Cindy Schmell (IA) Chair*

The Information Sharing WG, along with the International Claim Association and Law Enforcement On-line (LEO), has completed the Life Insurance Alert Project. The system was launched on May 18 on the LEO network. The system is a link between the law enforcement community and insurers to identify life insurance products belonging to victims of suspicious death cases.

NAIC OFRS web service is nearly complete. NICB information will soon be available for states via OFRS.

6. NAIC Enforcement Coordination Working Group –*Carol Mihalik (IN) Chair*

The NAIC, NASAA & FINRA continue to work towards planning a Regulator Only Sales, Suitability and Supervision Training for 2010. Information regarding the training will be provided as details become available.