

<b>Part I: Accreditation Standards and the Related Models</b>					
<b>Standard</b>	<b>Cited Model Law</b>	<b>Date Adopted as Standard</b>	<b>Requirement</b>	<b>Required Version</b>	<b>Comments</b>
<b>1. Examination Authority</b>	Model Law on Examinations (390)	Winter 1990	Substantially similar	1991 Proc. I	A
<b>2. Capital and Surplus</b>	Risk-Based Capital for Insurers Model Act (312)	Summer 1994	Substantially similar	2006 Proc. 1 <sup>st</sup> Qtr. and 2011 revisions to update life RBC trend test.	A, I, N
	Risk-Based Capital for Health Organizations Model Act (315)	Summer 2012, Effective Jan. 1, 2015	Substantially similar	2009 Proc. 3 <sup>rd</sup> Qtr.	
<b>3. NAIC Accounting Practices and Procedures</b>	None	N/A	N/A	N/A	E
<b>4. Corrective Action</b>	Model Regulation to Define Standards and Commissioner's Authority for Companies Deemed to be in Hazardous Financial Condition (385)	Summer 1989	Substantially similar	2008 Proc. 3 <sup>rd</sup> Qtr.	J, V
<b>5. Valuation of Investments</b>	None	N/A	N/A	N/A	
<b>6. Holding Company Systems</b>	Insurance Holding Company System Regulatory Act (440)	Summer 1989	Substantially similar	1986 Proc. II. Revisions made 1993-2001 accepted but not required. 2010 revisions required 2014 revisions required	A, B, M, S

	Insurance Holding Company System Model Regulation (450)	Summer 1989	Substantially similar	1986 Proc. II or 1993 Proc. 1 <sup>st</sup> Qtr 2010 revisions required	M
<b>7. Risk Limitation</b>	None	N/A	N/A	N/A	
<b>8. Investment Regulations</b>	Investments of Insurers Model Act (280)	Utilized as a guide	Utilized as a guide	1996 Proc. 2 <sup>nd</sup> Qtr	B
<b>9. Liabilities and Reserves</b>	Standard Valuation Law (820)	Winter 1992	Substantially similar	1992 Proc. I	A, L
	Actuarial Opinion and Memorandum Regulation (822)	Winter 1992	Substantially similar	2001 Proc. 2 <sup>nd</sup> Qtr	F
	Property and Casualty Actuarial Opinion Model Law (745)	Summer 2007	Substantially similar	2003 Proc. 3 <sup>rd</sup> Qtr.	
<b>10. Reinsurance Ceded</b>	Credit for Reinsurance Model Law (785)	Summer 1989	Substantially similar	1993 Proc. 4 <sup>th</sup> Qtr. Subsequent revisions accepted but not required (except for 2011 revisions regarding certified reinsurers which are required)	O, W
	Credit for Reinsurance Model Regulation (786)	Winter 1992	Substantially similar	1991 Proc. I. Subsequent revisions accepted but not required(except for 2011 revisions regarding certified reinsurers which are required)	O
	Life/Health Reinsurance Agreement Model Regulation (791)	Winter 1992	Substantially similar	1992 Proc. II	
<b>11. CPA Audits</b>	Annual Financial Reporting Model	Winter 1992	Substantially similar	2015 Proc. 2 <sup>nd</sup> Qtr.	G, K, T

	Regulation (FKA the Model Regulation Requiring Annual Audited Financial Reports) (205)				
<b>12. Actuarial Opinion</b>	None	N/A	N/A	N/A	
<b>13. Receivership</b>	Insurer Receivership Model Act (555)	Summer 1989	Receivership scheme	1989 Proc. II or later	D, H
<b>14. Guaranty Funds</b>	Life/Health Insurance Guaranty Association Model Act (520)	Summer 1989	Regulatory framework	1988 Proc. I or later	D
	Property and Casualty Insurance Guaranty Association Model Act (540)	Summer 1989	Regulatory framework	1987 Proc. I or later	D
<b>15. Filings with NAIC</b>	None	N/A	N/A	N/A	
<b>16. Producer Controlled Insurers</b>	Model Law for Business Transacted with Producer Controlled P/C Insurer Act (325)	Summer 1989 (see comments)	Regulatory framework	1991 Proc. II or later	C, D, P
<b>17. Managing General Agents</b>	Managing General Agents Model Act (225)	Winter 1990	Regulatory framework	1993 Proc. 2 <sup>nd</sup> Qtr or later	D
<b>18. Reinsurance Intermediaries Act</b>	Reinsurance Intermediaries Model Act (790)	Winter 1990	Regulatory framework	1993 Proc. 2 <sup>nd</sup> Qtr or later	D
<b>19. Regulatory Authority</b>	None	N/A	Regulatory framework	Became a standard on 1/1/12	Q
<b>20. Own Risk and Solvency Assessment</b>	Risk Management and Own Risk and Solvency Assessment Model Act (505)	Summer 2015	Substantially similar	September 12, 2012 – adopted during Ex/Plenary Conference Call	U
<b>18-RRG. Corporate Governance Standards for RRGs</b>	Model Risk Retention Act (705)	Summer 2014	Substantially similar	December 20, 2011	R
<b>21. Corporate</b>	Corporate Governance Annual	Fall 2017	Substantially similar	2014 Proc. 3 <sup>rd</sup> Qtr	X

<b>Governance</b>	Disclosure Model Act (#305) and Corporate Governance Annual Disclosure Model Regulation (#306)				
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**Comments:**

A – 1999 Proc. 4<sup>th</sup> Qtr revisions were not included in the accreditation standards. These revisions were made to clarify the confidentiality of information received under the models and how such information could be shared amongst regulators. Such was dealt with via the revisions to the Communication with States standard that became effective Jan. 1, 2006.

B – 2001 Proc. 2<sup>nd</sup> Qtr revisions were not included in the accreditation standards. Instead, additional verbiage was included in the accreditation interlineations.

C – The model became part of the accreditation standards at the Winter 1989 meeting but at a special plenary session in April 1991, the model was taken out of the standards due to concerns that had surfaced. After adoption of a revised model (1991 Proc. II), states were encouraged to replace the earlier model with the new version as soon as possible. The model was again included in the accreditation standards.

D – For the standards in which a “receivership scheme” or “regulatory framework” is utilized, revisions to the models are generally not exposed for comment as only a scheme or framework is required. Therefore, the versions originally adopted or later revised are acceptable, unless otherwise noted.

E – Use of a codified version of the NAIC AP&P Manual (Codification) became effective Jan. 1, 2004.

F – Effective January 1, 2009, two new significant elements were added to this standard. The new elements are from the 2001 Proc. 2<sup>nd</sup> Qtr revisions and require asset adequacy testing for all companies and the filing of a regulatory asset adequacy issue summary by March 15<sup>th</sup> of each year.

G – Effective January 1, 2008, a new significant element has been added to this standard. The new significant element is from the 2001 Proc. 4<sup>th</sup> Qtr revisions to the model and indicates that a qualified independent certified public accountant may not enter into indemnification agreements in regard to the audit of an insurer.

H – In 2005, the Insurer Rehabilitation and Liquidation Model Act was superseded by the Insurer Receivership Model Act. The F Committee voted in June 2009 to immediately change all references from IRLMA to IRMA. Since this standard is assessed on a “receivership scheme” basis only, no action is required by the states in order to continue to comply with this standard.

I – The 2006 revisions to this model regarding addition of a P/C trend test became required for accreditation effective Jan. 1, 2012.

J – The 2008 revisions to this model regarding additional considerations and/or actions that can/may be taken by the commissioner became effective for accreditation on Jan. 1, 2014.

K – Effective January 1, 2010, several new significant elements have been added to this standard. The new significant elements are from the 2006 Proc. 2<sup>nd</sup> Qtr revisions to the model related to auditor independence, corporate governance and internal control over financial reporting.

L – The 2009 revisions to this model relate to principle-based reserving (PBR) and were adopted by the F Committee at the 2017 Spring National Meeting as an accreditation standard with an effective date of January 1, 2020.

M – The 2010 revisions to these models regarding group solvency became required for accreditation, effective January 1, 2016. These revisions deal primarily with Form F and supervisory colleges.

N – The 2011 revisions to this model regarding changing the life RBC trend test became required for accreditation, effective January 1, 2017.

O – The 2011 revisions to reduce collateral requirements were approved as an optional standard, effective immediately, at the 2012 Fall National Meeting. At the 2016 Spring National Meeting, the 2011 revisions to reduce collateral requirements were approved as a required standard, effective January 1, 2019.

P – The definition of “insurer” in the model previously exempted RRGs. The 2012 revisions to the model remove the exemption. RRGs were once again being assessed on this standard, beginning Jan. 1, 2014.

Q – There was some initial confusion related to this standard and what specifically each of the significant elements meant. This was clarified via inclusion of information in the Accreditation Interlineations, beginning in the 2014 version of the Accreditation Program Manual.

R – Became a requirement for RRGs on January 1, 2017.

S – The 2014 revisions to Model #440 related to internationally active insurance groups (IAIGs) are an accreditation standard effective January 1, 2020 for all states regardless of involvement in IAIGs. Leading up to adoption, there was extensive discussion among members regarding how broadly to apply the standard, but ultimately it was determined all states should adopt the revisions.

T – The 2014 revisions to Model #205 related to an internal audit function will become an accreditation requirement effective January 1, 2020. The version of the Model includes the technical change made to the exemption language at the 2015 Summer National Meeting.

U – Became a requirement on January 1, 2018.

V – Section 4B(10) from the 2008 revisions became an individual significant element for accreditation effective January 1, 2017.

W – The 2016 revisions to Model #785 were exposed by the F Committee for a 30-day comment period ending May 11, 2017. The revisions are being considered in conjunction with the new Term and Universal Life Insurance Reserve Financing Model Regulation (#787) as a new accreditation standard. At the 2017 Summer National Meeting, the Reinsurance (E) Task Force voted to recommend that the revisions to #785 be considered acceptable but not required. The current proposed effective date for #787 is January 1, 2020, but is still under consideration by the Committee. At the 2017 Summer National Meeting, the Committee deferred taking action on this as it monitors any implications related to the covered agreement. The Committee deferred further at the 2017 Fall National Meeting until implications of the covered agreement are clear.

X – Will become a requirement on January 1, 2020.

**Part II: Other models in the exposure or seasoning period not included above:**

- Term and Universal Life Insurance Reserve Financing Model Regulation (#787) – Adopted by the NAIC in 2016. Proposed significant elements exposed prior to the Fall National Meeting. The current proposed effective date is January 1, 2020, but is still under consideration by the Committee. The Committee has deferred action until the implications of the covered agreement on the reinsurance models are clear.

**Part III: Status/Disposition of Revisions to Model Laws:**

Listed below are the model laws/regulations required for accreditation. Included in this list is the version currently required and how subsequent revisions, if any, have been dealt with. Note that listed below are only those laws/regulations in which “substantially similar” language is required.

<b>Model</b>	<b>Versions</b>	<b>Status</b>
<b>Model Law on Examinations (390)</b>	1991 Proc. I	Originally required version
	1999 Proc. 4 <sup>th</sup> Qtr	Not included in accreditation standards. Revisions were made to the model to clarify confidentiality and sharing of information amongst state, federal and international regulators. Such was dealt with via the revisions to the Communications with States standard.
<b>Risk Based Capital for Insurers Model Act (312)</b>	1993 Proc. 4 <sup>th</sup> Qtr	Originally required version
	1994 Proc. 3 <sup>rd</sup> Qtr	Never discussed specifically by accreditation. Revisions deal with prohibition of use in rate making. Reference in 1994 2 <sup>nd</sup> Qtr minutes that such was not critical for accreditation.
	1999 Proc. 4 <sup>th</sup> Qtr	Not included in accreditation standards. Revisions were made to the model to clarify confidentiality and sharing of information amongst state, federal and international

		regulators. Such was dealt with via the revisions to the Communications with States standard.
	2006 Proc. 1 <sup>st</sup> Qtr.	These revisions regarding a P/C trend test became required for accreditation on January 1, 2012.
	2011 Fall National Meeting	These revisions change the Life trend test “trigger” from 2.5 to 3.0 and became required effective January 1, 2017.
<b>Model Regulation to Define Standards and Commissioner’s Authority for Companies Deemed to be in Hazardous Financial Condition (385)</b>	1985 Proc. II	Originally required version
	2008 Proc. 3 <sup>rd</sup> Qtr.	These revisions became required for accreditation, effective January 1, 2014. Section 4B(1010 from the 2008 revisions became an individual significant element for accreditation effective January 1, 2017.
<b>Insurance Holding Company System Regulatory Act (440)</b>	1986 Proc. II	Originally required version
	Revisions made 1993 – 1997	Accepted but not required
	1999 Proc. 4 <sup>th</sup> Qtr	Not included in the accreditation standards. Revisions were made to the model to clarify confidentiality and sharing of information amongst state, federal and international regulators. Such was dealt with via the revisions to the Communications with States standard.
	2001 Proc. 2 <sup>nd</sup> Qtr	Not included in the accreditation standards. Instead, additional verbiage was included in the accreditation interlineations.
	Dec. 16, 2010 Jt. Exec/Plenary Conference Call	The revisions became required for accreditation, effective January 1, 2016.
	December 16, 2014 Executive/Plenary Committee conference call (amended).	The 2014 revisions to Model #440 relate to internationally active insurance groups (IAIGs) and were adopted as an accreditation standard effective January 1, 2020 for all states



		regardless of involvement in IAIGs. Leading up to adoption, there was extensive discussion among members regarding how broadly to apply the standard, but ultimately it was determined all states should adopt the revisions.
<b>Insurance Holding Company System Model Regulation Act (450)</b>	1986 Proc. II	Originally required version
	1993 Proc. 3 <sup>rd</sup> Qtr	Accepted but not required
	Dec. 16, 2010 Jt. Exec/Plenary Conference Call	The revisions became required for accreditation, effective January 1, 2016.
<b>Investments of Insurers Model Act (280)</b>	1996 Proc. 2 <sup>nd</sup> Qtr	Originally required version
	2001 Proc. 2 <sup>nd</sup> Qtr	Not included in the accreditation standards. Instead, additional verbiage was included in the accreditation interlineations.
<b>Standard Valuation Law (820)</b>	1992 Proc. I	Originally required version
	1999 Proc. 4 <sup>th</sup> Qtr	Not included in the accreditation standards. Revisions were made to the model to clarify confidentiality and sharing of information amongst state, federal and international regulators. Such was dealt with via the revisions to the Communications with States standard.
	2009 Proc. 3 <sup>rd</sup> Qtr.	The 2009 revisions to this model relate to principle-based reserving (PBR) and were adopted by the F Committee at the 2017 Spring National Meeting as an accreditation standard with an effective date of January 1, 2020.
<b>Actuarial Opinion and Memorandum Regulation (822)</b>	1993 Proc. I	Originally required version
	2001 Proc. 2 <sup>nd</sup> Qtr	Effective January 1, 2009, two new significant elements were added to this standard. The new elements are from the 2001 Proc. 2 <sup>nd</sup> Qtr revisions and require asset adequacy testing for all companies and the filing of a regulatory asset adequacy issue summary by March 15 <sup>th</sup> of each year. Other revisions in this version were not contemplated for

		accreditation purposes as they do not relate to the domestic regulator of a multi-state insurer.
	2009 Proc. 3 <sup>rd</sup> Qtr,	Minor change that added one sentence. Acceptable but not required.
<b>Property and Casualty Actuarial Opinion Model Law (745)</b>	2003 Proc. 3 <sup>rd</sup> Qtr.	Required version
<b>Credit for Reinsurance Model Law (785)</b>	1993 Proc. 4 <sup>th</sup> Qtr	Originally required version
	1996 Proc. 2 <sup>nd</sup> Qtr	Accepted but not required
	2011 Fall National meeting	The 2011 revisions to reduce collateral requirements were approved as an optional standard, effective immediately, at the 2012 Fall National Meeting.
	2011 Fall National meeting	The 2011 revisions to reduce collateral requirements were approved as a <u>required</u> standard, effective January 1, 2019, at the 2016 Spring National Meeting.
	January 2016	Exposed for inclusion in the accreditation standards at the 2017 Spring National Meeting. Current proposed effective date is January 1, 2020, but this is under consideration by the Committee. At the 2017 Summer National Meeting, the Reinsurance (E) Task Force voted to recommend that the revisions to #785 be considered acceptable but not required. At the 2017 Summer National Meeting, the Committee deferred taking action on this as it monitors any implications related to the covered agreement. The Committee deferred further at the 2017 Fall National Meeting until implications of the covered agreement are clear.
<b>Credit for Reinsurance Model Regulation (786)</b>	1991 Proc. I	Originally required version
	1996 Proc. 3 <sup>rd</sup> Qtr	Accepted but not required
	2001 Proc. 1 <sup>st</sup> Qtr	Not exposed as not deemed significant
	2006 Proc. 2 <sup>nd</sup> Qtr	Not exposed as not deemed significant

	2011 Fall National Meeting	The 2011 revisions to reduce collateral requirements were approved as an optional standard, effective immediately, at the 2012 Fall National Meeting.
	2011 Fall National meeting	The 2011 revisions to reduce collateral requirements were approved as a <u>required</u> standard, effective January 1, 2019, at the 2016 Spring National Meeting.
<b>Term and Universal Life Insurance Reserve Financing Model Regulation (#787)</b>	2016 Fall National Meeting	Proposed significant elements exposed prior to the Fall National Meeting. The current proposed effective date is January 1, 2020, but is still under consideration by the Committee. The Committee deferred adoption at the 2017 Fall National Meeting until implications of the covered agreement are clear.
<b>Life/Health Reinsurance Agreement Model Regulation (791)</b>	1992 Proc. II	Required version
<b>Annual Financial Reporting Model Regulation (FKA the Model Regulation Requiring Annual Audited Financial Reports) (205)</b>	1998 Proc. 2 <sup>nd</sup> Qtr	Originally required version
	2001 Proc. 4 <sup>th</sup> Qtr	Effective January 1, 2008, a new significant element was added to this standard. The new significant element is from the 2001 Proc. 4 <sup>th</sup> Qtr revisions to the model and indicates that a qualified independent certified public accountant may not enter into indemnification agreements in regard to the audit of an insurer.
	2003 Proc. 2 <sup>nd</sup> Qtr	Acceptable but not required.
	2006 Proc. 2 <sup>nd</sup> Qtr	Effective January 1, 2010, several new significant elements were added to this standard. The new significant elements are from the 2006 Proc. 2 <sup>nd</sup> Qtr revisions to the model related to auditor independence, corporate governance and internal control over financial reporting.
	2014 Summer National Meeting	The revisions implement an internal audit requirement for large insurers will become effective January 1, 2020. This

		includes technical amendments adopted in 2015.
<b>Risk Management and Own Risk and Solvency Assessment Model Act (505)</b>	September 12, 2012 – adopted during Ex/Plenary Conference Call	Required version
<b>Model Risk Retention Act (705)</b>	December 20, 2011	Required version
<b>Corporate Governance Annual Disclosure Model Act (305)</b>	2014 Proc. 3 <sup>rd</sup> Qtr	Required effective January 1, 2020.
<b>Corporate Governance Annual Disclosure Model Regulation (306)</b>	2014 Proc. 3 <sup>rd</sup> Qtr	Required effective January 1, 2020.

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#### **Part IV: Models Considered by the Committee that Did Not Become Accreditation Standards**

- Model Act to Permit the Use of Clearing Corporations and the Federal Reserve Book-Entry System by Insurance Companies (#295) and the Model Regulation on the Use of Clearing Corporation and the Federal Reserve Book-Entry System by Insurance Companies (#298) were originally exposed for the two-year period commencing Jan. 1, 2003. This exposure was withdrawn as additional significant revisions were made to the model. The 1<sup>st</sup> quarter 2004 versions were exposed for a two year period commencing Jan. 1, 2005. In June 2007, the Committee took no action on the proposed addition of the models and concluded that the models provide a useful solvency regulation tool, but should not be required for accreditation purposes.