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2024SummerNational Meeting
ChicagoIllinois

FINANCIALREGULATION S

Draft Pending Adoption

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NAIC FINANCIAL REGULATION STANDARDS AND ACCREDITATION PROGRAM

REVIEW TEAM GUIDELINES

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Part B1: Financial Analysis

a. Sufficient Qualified Staff and Resources

Standard: The department should have the appropriate staff and resources to effectively and timely review the financial condition of all domestic insurers.

Results-Oriented Guidelines:

1. The department should have qualified analysts or contractual resources with appropriate skill sets, abilities, knowledge and experience levels to satisfactorily and efficiently perform analysis tasks and procedures. Such experience should match the sophistication and complexity of the domestic industry. When assessing whether a department has qualified staff and resources, consideration should be given to the following:
 - f The quality of the work performed by the financial analysis staff and/or contractors as documented in the financial analysis files.
 - f The financial analysis staff's and/or contractor's knowledge and comprehension of the insurance industry and its domestic insurers, as demonstrated during interviews with the staff.
2. The analysis of various financial filings should be completed timely, as discussed in the process-oriented guidelines. If the analysis tasks and procedures were not completed timely, consideration should be given to the size and complexity of the department's multistate insurers and the insurance holding company systems for which the department is the lead state. If the analysis tasks and procedures were not completed timely, the depart

PART B1: FINANCIAL ANALYSIS

a) Sufficient Qualified Staff and Resources

The department should have the appropriate staff and resources to effectively and timely review the financial condition of all domestic insurers.

YES

NO

1. Does the department have analysts on staff or under contract whose primary responsibility is to review the financial statements as well as other information and data to discern potential and actual financial problems of all domestic insurers?

2. Indicate the number below for each of the following:

- f* ~~Financial-Department~~ analysts include the total number of analysts employed ~~or contracted~~ by the state who are performing or have performed financial analyses.
- f* ~~Department~~ Supervisors: include the total number of supervisors employed ~~or contracted~~ by the state who are performing or have performed financial analysis.
- f* Contract analysts include the total number of individual contractors, whether associated with a firm or as an independent contractor, that performed financial analysis on behalf of the state.
- f* Contract supervisors: include the total number of individual contractors whether associated with a firm or as an independent contractor, that performed supervisory oversight of financial analysis work on behalf of the state.
- f* ~~Department~~ Analyst vacancies include the current number of vacant analyst positions.
- f* ~~Department~~ Supervisor vacancies include the current number of vacant supervisor positions.
- f* Multi-state companies include all forms of traditional insurers (L&H, P&C, HMO, title, fraternal, non-captive RRGs, etc.) that meet the definition of a multi-state insurer as defined in the Part B Preamble. Only provide the total number of multi-state companies the financial analysis staff is responsible for monitoring.
- f* RRGs organized as captives include all RRGs that are organized under the state's captive statutes. Only provide the total number of RRGs organized as captives the financial analysis staff is responsible for monitoring.
- f* Single state companies include all forms of traditional insurers (L&H, P&C, HMO, title, fraternal, etc.) that are domiciled and operating in one state. Only provide the total number of single state companies the financial analysis staff is responsible for monitoring.
- f* Other: include any other domestic insurers that are not subject to accreditation listed in the single or multi-state column and are the responsibility of the financial analysis staff. Additionally, please provide a brief note discussing special analysis.

Accreditation Program Manual
 SEG/IAR Form | Part B1

	Multi- State	RRGs as Captives	Single State	Other	Total Domestic
Current Year (CY)					
CY – 1					
CY – 2					

Notes:

- f* In the event the department has financial analysis staff that are both an analyst and a supervisor, include them in both counts and provide a note that discusses the circumstance.
- f* Surplus lines companies and reinsurers licensed in one state but operating in more than one state are considered multi-state companies.
- f* When counting the total number of insurers for the current year, the department should provide the current count at the time this document is being prepared.
- f* The total number of multi-state domestic companies, including RRGs licensed as captives, for the current year should

