



**MANAGEMENT COMMITTEE**  
**DRAFT CHARTER**

**Committee Purposes**

1. To collaborate as regulators from Compacting States and to assist the Interstate Insurance Product Regulation Commission (Insurance Compact Commission) in fulfilling its purposes, mission, and obligations under the Interstate Insurance Product Regulation Compact (referred to as the “Insurance Compact Statute”).
2. To manage the affairs of the Insurance Compact Commission in a manner consistent with its Bylaws and purposes.
3. To oversee the organizational structure of the Commission including the committees and processes for the development of Uniform Standards, Operating Procedures, Rules, Advisory Opinions, and guidelines.
4. To oversee the offices of the Commission.
5. To engage the members of the Insurance Compact Commission and facilitate the strategic planning process on behalf of the Insurance Compact Commission.

**Committee Composition**

1. The Management Committee composition is prescribed in Article V, Section 2 of the Insurance Compact Statute and Article II, Section 1 of the Insurance Compact Commission Bylaws.
2. The Management Committee consists of fourteen (14) members in three categories.
  - a. Category 1 consists of the six (6) largest Compacting States based on the share of nationwide premium volume as reported to the NAIC under the Annual Statement Blank Schedule T, Part 2 (referred to as “premium volume”).
  - b. Category 2 consists of 4 states with two percent (2%) or more of the premium volume serving on a rotating basis.
  - c. Category 3 consists of 4 states with less than two percent (2%) of premium volume with one member from each zone chosen by the respective Compacting States in this category within each zone.

**Committee Responsibilities**

1. Develop and periodically review the Management Committee Charter.

2. Receive and oversee recommendations to the Commission on Uniform Standards, Operating Procedures, Rules, Advisory Opinions, and other complex issues.
3. Establish and oversee the rulemaking process in accordance with the Rule for the Adoption, Amendment and Repeal of Rules of the Commission.
4. Receive and oversee the recommendations to the Commission on annual budgets and requests for resources and other expense items.
5. Submit Uniform Standards to the Commission after approval by two-thirds of the Management Committee.
6. Meet not less than once each year with the Legislative Committee in accordance with Article VIII, Section 1 of the Commission Bylaws.
7. Subject to the approval of the Commission, appoint or retain an executive director for a period of time and amount of compensation as the Commission may deem appropriate. In accordance with past practices, the Management Committee may delegate this task to the Officers.
8. Pursuant to the Compact and Commission Bylaws, oversee the offices of the Commission to assist the organization and Compacting States in achieving the goals of the organization.
9. Carry out duties assigned to the Management Committee under the Compact and Bylaws.
10. Provide input on issues, questions, strategic planning, and other matters as requested by the Officers and Commission.
11. Receive and review committee reports of the Product Standards Committee, Rulemaking Committee and Finance Committee; submit committee reports to the Commission.
12. Perform such other actions delegated to the Management Commission by the Commission.

### **Committee Authority**

1. The Management Committee is authorized under Article V of the Insurance Compact Statute and Article II of the Insurance Compact Commission Bylaws.
2. The Management Committee shall consist of Commission members and shall be empowered to act on the Commission's behalf.
3. The Management Committee's power to act on the Commission's behalf is at all times subject to any limitations imposed by the Commission, the Compact or the Bylaws.

## **Reporting**

The Management Committee will provide regular reporting to the Insurance Compact Commission including providing written reports to be included in a Consent Agenda as applicable.

## **Annual Governance Effectiveness Survey and Evaluation**

1. At the end of the year, the members and interested regulators of the Management Committee shall complete a survey regarding the effectiveness of the Management Committee activities, meetings, and support.
2. On an annual basis, the Management Committee will include an agenda item to discuss Committee Governance and Effectiveness Evaluation including review of survey results.
3. At the first meeting of an annual period or as soon thereafter as possible, the Management Committee will review and update its Charter as applicable.

## **2025 Workplan Goals**

1. Review and adopt Management Committee Charter for 2025.
2. Initiate and conduct the rulemaking process for recommendations from the Product Standards Committee for new or amended Uniform Standards.
3. Initiate and conduct the rulemaking process for recommendations from the Rulemaking Committee for new or amended Rules and Operating Procedures.
4. Initiate and conduct the review and comment process for the annual budget, schedule of fees, and fiscal requests.
5. Receive and consider reports and recommendations from the committees reporting to the Management Committee, and as applicable, the Insurance Compact Commission.
7. Provide reports and recommendations to the Insurance Compact Commission of its actions and activities.