



DATE: August 12, 2021

TO: Interstate Insurance Product Regulation Commission

FROM: Insurance Compact Finance Committee

RE: Report of Committee Activities for the August 12th Joint Meeting of the Management Committee and Commission

The Insurance Compact Finance Committee met on August 4th and received an update on the financials through June 2021.

The actual revenues through June 2021 were 107% of budget with \$2,252,717 earned compared to the \$2,198,214 budgeted. The actual expenses continue to be under budget currently by 14% with \$1,224,363 incurred compared to \$1,418,576. The expenses variance is due to travel restrictions in the first half of 2021 and timing of filling open positions. One open position was filled on June 1st with the hiring of the Communications and Outreach Coordinator. Two open reviewer positions including the one approved in June 2021 expect to be filled by mid-September.

The Finance Committee received a briefing from the Compact Office on the development of the 2022 annual budget it will recommend for the Committee's review. The Compact Office is not recommending changes to the Schedule of Fees for 2022.

The Finance Committee plans to finalize its review of documentation of the cost of services, systems, and resources the NAIC provides to the Compact by the end of September. This was a recommendation from the independent business assessment conducted by Rector and Associates.

The Finance Committee expects to have at least one public call in September to receive comments on its recommendation for the 2022 annual budget.

Please contact West Virginia Commissioner James Dodrill, Compact Treasurer and Chair of the Finance Committee, or Karen Schutter, Executive Director for questions or further information.