

**Minutes of the Meeting of Management Committee of
The Interstate Insurance Product Regulation Commission (IIPRC)
Thursday, December 4, 2008**

Management Committee Members in attendance:

Commissioner Jane Cline, Chair, West Virginia
Director Hudson, Vice Chair, Ohio
Commissioner Sean Dilweg, Treasurer, Wisconsin
Don Roof as a designated representative for Commissioner John Oxendine, Georgia
Director William Deal, Idaho
Cindy Donovan as a designated representative for Director Jim Atterholt, Indiana
Elizabeth Brodeur as a designated representative for Commissioner Nonnie Burnes, Massachusetts
Joan Moiles as a designated representative for Commissioner Ken Ross, Michigan
Commissioner Jim Long, North Carolina
Commissioner Kim Holland, Oklahoma
Brad Harker as a designated representative for Commissioner Joel Ario, Pennsylvania
Sara Waitt as a designated representative for Commissioner Mike Geeslin, Texas
Commissioner Paulette Thabault, Vermont
Don Beatty as a designated representative for Commissioner Al Gross

Commission Members in attendance:

Director Linda Hall, Alaska
Shelly Santo, Hawaii
Commissioner Susan Voss, Iowa
Marlyn Burch as a designated representative for Commissioner Sandy Praeger, Kansas
Commissioner James Donelon, Louisiana
Elizabeth Román as a designated representative for Commissioner Dorelisse Juarbe Jimenez, Puerto Rico
Superintendent Joseph Torti, Rhode Island
Commissioner Kent Michie, Utah
Commissioner Mike Kreidler, Washington
Commissioner Ken Vines, Wyoming

Legislative Committee Members in attendance:

Representative Brian Patrick Kennedy, Rhode Island
Representative Robert Damron, Kentucky
Susan Nolan, NCOIL
Mike Humphreys, NCOIL

Consumer Advisory Committee Members in attendance:

Brendan Bridgeland, Center for Insurance Research
Ken Libertoff, Vermont Association for Mental Health
James Wenzel, Consumer Protection & Public Health Division, Texas
T. Ryan Wilson, AARP

Industry Advisory Committee Members in attendance:

Tom English, New York Life
Dennis Herchel, Massachusetts Mutual
Miriam Krol, ACLI
Michael Lovendusky, ACLI
Cande Olson, Actuarial Resources Corporation

IIPRC Team:

Karen Schutter, Interim Executive Director

Sara Bamford, Operations Manager
Karyn Onyeneho, Administrative Assistant
Charles Rapacciuolo, Development Consultant
David Morris, Product Review Consultant
Alice Fontaine, Actuarial Consultant

NAIC Staff:

Becky McElduff, Senior Counsel
Kay Noonan, General Counsel
Kara Binderup, NAIC Legal
Julie Fritz, SERFF

Commissioner Jane Cline, West Virginia, called to order the meeting of the Management Committee of the Interstate Insurance Product Regulation Commission and asked for a Roll Call. Commissioner Cline also asked that the Legislative Committee, Consumer Advisory Committee and Industry Advisory Committee members present identify themselves for the record.

Commissioner Cline provided a brief update on the operations of the Commission Office with regard to the recent resignation of Frances Arricale, IIPRC Executive Director. Commissioner Cline explained that there was an emergency meeting of the Management Committee on November 21 for the purpose of discussing the transition process. Commissioner Cline noted that a search committee has been formed to recruit a new IIPRC Executive Director; the IIPRC Office will remain operating with the staff and three (3) consultants and Karen Schutter has been asked to serve as the Interim Executive Director during the transition. Commissioner Cline thanked the IIPRC Staff for their commitment to the organization and for their continuity and commitment in maintaining operational guidelines and structure through this transition process.

Commissioner Cline explained that the IIPRC Bylaws require a Roll Call Vote for the adoption of the reports during a meeting in which members of the Commission were also participating via teleconference. Commissioner Cline asked the members of the Commission if they would prefer a voice vote instead of a Roll Call Vote to adopt the reports during the Commission Meeting. Commissioner Cline then asked if there was any objection to maintaining a voice vote for the adoption of each Agenda item.

Hearing no objections, Commissioner Cline addressed the first item on the Agenda, which was a meeting with the Legislative Committee. Commissioner Cline called on Representative Robert Damron, Kentucky and Chair of the Legislative Committee, and Representative Brian Patrick Kennedy from Rhode Island, to provide an update on the Legislative Committee's activities.

Representative Kennedy and noted that the Legislative Committee has been meeting via teleconference and that during a conference call prior to the Fall National Meeting in September there were discussions regarding the nominations and appointments of Legislative Committee members. Representative Kennedy commented that appointments had now been confirmed. Representative Kennedy noted, with regard to the NCOIL Legislative Committee Members, that Representative Damron had been re-appointed as Chair of the Committee, Representative Kurt Olson, Alaska, has been appointed to represent the Western Zone which was represented by Representative Larry Taylor, Texas; Senator Keith Faber, Ohio, has been appointed to represent the Midwestern Zone which was represented by Representative Mike Ripley, Indiana. Representative Kennedy highlighted that Senator Ruth Teichman, Kansas, Senator Ralph Hudgens, Georgia, and Senator Delores Kelley, Maryland have all been re-appointed to serve as the NCSL members of the Legislative Committee. Representative Kennedy noted that there is one (1) new NCSL member appointed from Hawaii, Senator Brian Taniguchi. Representative Kennedy noted that Senator Hudgens had been elected as the new Vice Chair of the Committee. Representative Kennedy stated that prior to the newly elected members, the Legislative Committee had unknowingly been in violation of IIPRC Bylaws in which there were two (2) members from the same party as Chair and Vice Chair and that this issue had been rectified in concurrence with IIPRC Bylaws.

Representative Kennedy noted that he had also been reappointed as a member of the Committee and this concluded the update of the Legislative Committee.

Commissioner Cline thanked Representative Kennedy for his comments. Commissioner Cline asked if there were any comments for the Legislative Committee. Hearing none, Commissioner Cline proceeded to the next item on the Agenda, the Report of the Communications Committee and asked Commissioner Kim Holland, Oklahoma, to provide this report.

Commissioner Holland noted that the Communications Committee met via teleconference with the Industry Advisory Committee, the IIPRC Staff and the NAIC Communications Staff on November 21, 2008 to review general outreach and marketing plans as well as specific goals to increase product filings with the Compact. Commissioner Holland began provided a thorough review of each of the plans that were discussed during this meeting. Commissioner Holland commented that the Industry Advisory Committee stressed the continued importance of having the Compact represented during industry events. Commissioner Holland noted that during the meeting, the Industry Advisory Committee provided comment on how the Compact should conduct more specific webinars, in addition to the generalized webinars which have occurred throughout the year. Commissioner Holland noted that specific webinar sessions will negate the misperceptions that derive from the industry and from members of the Commission and that this will provide companies with specific information on the various products that are available. Commissioner Holland further commented that the Industry Advisory Committee, the Communications Committee and the IIPRC Staff will conduct customer satisfaction surveys in order to determine any changes that may be necessary in the filing process. Commissioner Holland noted that the Industry Advisory Committee and the Communications Committee have agreed to meet on a regular basis to review various outreach claims as the IIPRC progresses in its next operational phase moving into 2009. Commissioner Holland expressed her appreciation to the members of the Industry Advisory Committee for their participation in the teleconference that was held on November 21 and stated that the meeting was very effective in its ability to provide viewpoints of what outreach elements were effective and which ones needed improvement.

Commissioner Cline asked if there were any questions for Commissioner Holland. Hearing none, Commissioner Cline asked if there was a motion to adopt the report of the Communications Committee. Commissioner Holland made the motion and Commissioner Jim Long, North Carolina, made the second. Commissioner Cline asked if there were further discussions. Hearing none, the adoption of the report of the Communications Committee was approved by a unanimous voice vote.

Commissioner Cline then turned to the next item on the Agenda, which was a report of the Finance Committee. Commissioner Cline asked Director Frohman, Nebraska, to make the report of the Finance Committee. Director Frohman noted that the Finance Committee met on November 12, 2008 for the purpose of initiating the review of the IIPRC financial statements on a quarterly basis as was decided by the Committee during the drafting of the IIPRC Budget to assess the IIPRC budgetary needs moving forward into 2009. Director Frohman explained that the financial needs of the IIPRC are still evolving as the Compact is still in start-up operation mode and the Finance Committee will continue to make recommendations throughout the year in following the progress of the IIPRC. Director Frohman noted that under the Service Agreement, with the NAIC and IIPRC, the NAIC Finance Department will continue to assist in compiling information that is necessary for the financial quarterly statements. Director Frohman stated that there were no recommendations at this time regarding budgetary needs of the IIPRC. Director Frohman noted that the Finance Committee discussed proposing amendments to the *Terms and Procedures for IIPRC Filing Fees*. Director Frohman stated that is the proposed amendments were documented in the Memo that was distributed in advance of the Management Committee meeting. Director Frohman then noted that there is a need for a limited registration fee for small or regional company filers who file five (5) or less states throughout the course of an annual registration period. Director Frohman further noted that there is also a need for a limited state per filing fee for these companies which will require a reduced state per filing fee. Director Frohman noted that the Finance Committee will have additional discussions on these proposed amendments and will notice them out for public comment. Director Frohman made a proposal in which she suggested that companies should receive incentives for submitting their 2009 IIPRC Annual

Registration fees earlier within the preceding year. This proposed amendment would give discounts to companies that file early and may encourage prospective companies to become members of the Compact. Director Frohman noted that this proposal is being developed by the Finance Committee for consideration before the end of the year. Director Frohman then asked if there were any questions regarding the report of the Finance Committee.

Commissioner Cline thanked the Finance Committee for all of their hard work during one of the most challenging times and noted that the IIPRC is currently accepting 2009 Annual Registration Fees. Commissioner Cline commented that the receipt of early Annual Registration Fees is the fastest method for collecting these fees from companies. Commissioner Cline noted that in the long-run, this methodology will allow the Compact to become a self-supporting organization through the receipt of filing fees in addition to annual registration fees.

Commissioner Cline asked if there were any questions for Director Frohman. Representative Kennedy commented that he whole heartedly agreed with Commissioner Cline and also agreed with the Finance Committee on the early collection of Annual Registration Fees. Representative Kennedy stated that the limited registration fees will encourage more companies to get involved with the Compact.

Commissioner Cline asked if there was a motion to adopt the report of the Finance Committee. Commissioner Jim Long, North Carolina, made the motion to adopt the report of the Finance Committee; and Commissioner Holland seconded the motion. Commissioner Cline asked if there were further discussions. Hearing none, report was approved by a unanimous voice vote.

Commissioner Cline then turned to the next item on the Agenda, a report of the Technology Committee. Commissioner Cline asked Commissioner Voss to provide the report of the Technology Committee.

Commissioner Voss noted that on November 17, 2008, the Technology Committee met with the IIPRC Office to review the IIPRC technology requirements – both short and long term. Commissioner Voss noted that the requirements were detailed in a Memo that was distributed in advance of the Management Committee meeting and that the requirements were based a “back office systems” survey which was conducted earlier in the year. Commissioner Voss explained that the purpose of this survey was to gather information about the assessment of technology requirements from state insurance departments for current practices within technology support areas. Commissioner Voss noted that the Memo provides background on four (4) key areas of technology requirements: SERFF functionality for Compact pages; Member State Filing Fees; “Back Office” Management; and Interface with Member States. Commissioner Voss pointed out that the short-term technology enhancements of these four (4) key areas should be implemented within the next six (6) months and noted that the long-term enhancements should be implemented over the next three (3) years. Commissioner Voss stated that this Memo will be exposed on the IIPRC website for public comment and that a public hearing will follow for a public comment period. Commissioner Voss commented that the Technology Committee will work together with the IIPRC and the NAIC to implement the technology enhancements upon approval by the Management Committee. Commissioner Voss then thanked all of the states who participated in the “back office systems” survey and also thanked the IIPRC Office for their hard work in facilitating the survey and for compiling the results. Commissioner Voss asked for any questions regarding the report of the Technology Committee.

Hearing none, Commissioner Cline asked if there was a motion to adopt the report of the Technology Committee. Commissioner Dilweg, made the motion to adopt the report of the Technology Committee; and Commissioner Long seconded the motion. Commissioner Cline asked if there were further discussions. Hearing none, the report of the Technology Committee was approved by unanimous voice vote.

Commissioner Cline then turned to the next item on the Agenda, the report of the Rulemaking Committee. Commissioner Cline asked Commissioner Thabault, Vermont to provide the report of the Rulemaking Committee.

Commissioner Thabault stated that the Rulemaking Committee continues to do its work in drafting the necessary rules and preparing for upcoming challenges. Commissioner Thabault reported that the Committee is considering the draft for a rule authorizing the self-certification of products and advertisements, other than Long Term Care advertising. Ohio, Virginia and Vermont are tasked with the self-certification rule, and have circulated a draft with the assistance of Charlie Rapacciuolo, IIPRC Development Consultant. Commissioner Thabault noted that another item on the Rulemaking Work Agenda is to establish a procedure for filing, reviewing, and approving or denying rate filings for disability income and long-term care insurance products. Commissioner Thabault explained that the details of such a procedure will depend on whether it is decided that the Commission shall review and approve or disapprove initial as well as subsequent rates for long-term care and disability insurance products. Commissioner Thabault further explained that the progression of this rule will coincide with the Product Standards Committee's review of the standard for Disability Insurance products and Long-Term Care Insurance products and Long-Term Care Advertising. Commissioner Thabault commented that the Rulemaking Committee is cognizant of the ongoing concerns which have been expressed by the Industry Advisory Committee regarding product filings with regard to the "Mix and Match" provision. Commissioner Thabault stated that the Rulemaking Committee was instrumental in working with members of the Commission to address the needs and interests of its Members, and members of the Legislative, Industry Advisory, and Consumer Advisory Committees. Commissioner Thabault noted that the key issue is to the extent to which companies could use existing products which have already been approved at state level; with a few products approved by the Commission. Commissioner Thabault noted that in 2007, when the provision of "Mix and Match" was adopted, industry representatives expressed their satisfaction with the provision in which a two (2) year timeframe was allotted following the adoption of all Uniform Standards. Commissioner Thabault further noted that industry representatives are now concerned with the two (2) year timeframe of the "Mix and Match" process, as companies are reluctant to spend resources for the development of new Uniform Standards than they are with having state-approved products that they still want to continue to use. Commissioner Thabault stated that the Rulemaking Committee met on November 11, 2008 and is willing to discuss the "Mix and Match" rule. Commissioner Thabault noted that there are only 36 companies that have registered with the Compact. Commissioner Thabault noted that in Vermont alone there are approximately 350 companies that are licensed to submit long-term care and disability income products. Commissioner Thabault concluded her report of the Rulemaking Committee.

Commissioner Cline asked if there were any questions regarding the report of the Rulemaking Committee. Commissioner Holland asked if there could be further discussion for the recommendation of the Committee to discuss the "Mix and Match" issue. Commissioner Thabault commented that the Rulemaking Committee is willing to revisit the "Mix and Match" rule with the approval of the Management Committee to get further direction on how to proceed with the issues surrounding the "Mix and Match" rule with regard to the concerns raised by the Industry Advisory Committee.

Commissioner Cline called on Dennis Herchel, Massachusetts Mutual. Mr. Herchel stated that it is important to take down the barriers that may pose fear to companies being able to use the Compact with regard to the "Mix and Match" process. Mr. Herchel commented that when companies come out with a new product, they expect to be able to include this product in their portfolio for future use. Mr. Herchel further commented that the Industry Advisory Committee has never found the Compact to not be useful.

Director Mary Jo Hudson, from the Ohio Department of Insurance, commented that it is cumbersome to have company's undecided on whether or not to use "Mix and Match" products. Director Hudson expressed the importance of Member States communicating with their staff—to find ways to help the market push efficiencies with the Compact and to look at how to "take the fence down" so that competition will come to play.

Commissioner Holland commented that the Oklahoma Department of Insurance would support a relief on the "Mix and Match" process. Commissioner Holland stated that there is a need for increased filings and agreed with the comments made by Director Hudson. Commissioner Holland stated that it is appropriate to revisit "Mix and Match" issues on an ongoing basis in order to ensure increased filings.

Commissioner Cline stated that the Rulemaking Committee needs support in revisiting “Mix and Match” issues and in analyzing the comments received by the Industry Advisory Committee. Commissioner Cline stated that the barriers and problems surrounding “Mix and Match” issues need to be resolved in order to satisfy the states and the industry. Commissioner Cline advised that the Management Committee has the authority to appoint subcommittees to address these issues and as such, Commissioner Cline believed that the expertise of the Product Standards Committee and the Technology Committee together with the Rulemaking Committee will provide better support in revisiting “Mix and Match” issues. Commissioner Thabault stated that she would accept the support of such subcommittees and that this would be welcomed. Commissioner Thabault noted that the Rulemaking Committee is prepared to move forward in addressing “Mix and Match” issues and welcomed the other Committees support. Commissioner Cline stated that the three (3) Committees, that is the Rulemaking, Product Standards and Technology Committees would provide additional assistance as these Committees were more involved with this process.

Brendan Bridgeland, from the Center for Insurance Research, commented that he opposes the open-end “Mix and Match” process with regard to the elimination of the two (2) year timeframe. Mr. Bridgeland expressed how he in fact would have entirely opposed the “Mix and Match” rule when it was first introduced if not for the addition of the two (2) year timeframe. Mr. Bridgeland commented that the Compact must be kept as an Interstate Compact in the way it was designed to be—a national instrumentality.

Miriam Krol, ACLI and member of the Industry Advisory Committee, remarked that there may be a six (6) to nine (9) month delay as to when the filings will increase and there is no guarantee that the filings will come in. Ms. Krol did note that there are some companies who are sitting back and watching the for the outcome before filing with the IIPRC. Ms. Krol indicated that holding the companies at ransom will not generate filings and that there are a few other pieces involved (i.e. 2001 CSO filings) and this is not necessarily the only issue.

Commissioner Cline asked if there was a motion to adopt the report of the Rulemaking Committee. Don Beatty, Virginia, made the motion and Commissioner Holland seconded the motion. Commissioner Michie, Utah, asked if there will be a subcommittee appointed to assist the Rulemaking Committee. Commissioner Cline replied that it may be best to have joint meetings of the Technology, Product Standards and Rulemaking Committees to address the “Mix and Match” issue. The Report of the Rulemaking Committee was approved by unanimous voice vote.

Commissioner Cline then proceeded to the next item on the Agenda, the Report of the Product Standards Committee. Commissioner Cline asked Sara Waitt to provide this report. Ms. Waitt reported that the Product Standards Committee has a brief report to make and would also recommend four (4) Uniform Standards be initiated for the public rulemaking process. Ms. Waitt noted that six (6) Uniform Standards were adopted by the Commission in October which will become effective in February, bringing the available standards total to 49. Ms. Waitt stated that once the suite of annuity benefit features are completed, the next drafting priority will be drafting group life and annuity standards. Ms. Waitt further noted that the NAIC Working Group has already started on group life, and has stepped up its annuity schedule to allow the group to finish the individual products and begin on group products. Ms. Waitt thanked the members of the NAIC Working Group for their work. Ms. Waitt explained that while the NAIC Working Group is working on the drafts, the Product Standards Committee intends to develop policy recommendations on group products and rate filing for the Management Committee to consider. Ms. Waitt noted that the group survey results will be distributed shortly and that the Committee is working on drafting a survey regarding state filing requirements for Long Term Care and disability income products. Ms. Waitt stated that the Committee is looking at whether only initial rate filings or both initial and revised rate filings should be received by the Commission. Ms. Waitt continued, the Committee plans to refer this issue to the Management Committee in January. Ms. Waitt noted that the Product Standards Committee will begin reviewing the standards for Long Term Care policies, which have already been developed by the NAIC Working Group. Ms. Waitt explained that the Committee would like to recommend that the Management Committee initiate the rulemaking process for the following standards: Bonus Benefits for Deferred Variable Annuities; Index-Linked Crediting Feature for Non-Variable Adjustable Life Insurance;

Intermediate Period Endowment Benefits; and Amendment to Core Standards for Deferred Variable Annuities. Ms. Waitt reported that a transmittal memo was distributed as advance materials for the Management Committee meeting. Ms. Waitt concluded her report.

Ken Libertoff, Consumer Advisory Committee member and Executive Director of Vermont Mental Health Association, raised the issue of mental health parity and having it incorporated into the long term care and possibly the disability income standards now that there is federal legislation. Ms. Waitt replied that the Product Standards Committee will consider this issue and have received the letter from Vermont on this issue. Mr. Libertoff stated that the time is over for stigma and discussion. Mr. Libertoff noted that it is time to end limits and exclusions on mutual health coverage and this will affect all of us. Ms. Krol noted that the legislation does not apply to long term care and disability income standards. Ms. Krol noted that the Industry Advisory Committee believes that an individual should be offered many levels of coverage to meet consumer needs; this is not one size fits all. Ms. Krol noted that it is very expensive to allow for complete parity. Mr. Libertoff replied that Vermont costs have actually been lowered. Commissioner Dilweg remarked that this issue is still in flux on the federal level and that they are working with the Department of Labor and others to put this in its proper place. Commissioner Holland noted that all the Commissioners struggle with the costs of the mandated coverage. Commissioner Holland asked how do we guard against adverse selection in the absence of a mandate. Ms. Krol replied that the industry would not object to requirement to offer the coverage, but would object to the requirement to cover all. Commissioner Cline moved that the Product Standards Committee review and consider these comments made regarding the long term care and disability income standards.

Commissioner Cline asked for a motion to adopt the report of the Product Standards Committee. Commissioner Dilweg made the motion to adopt the report of the Product Standards Committee; and Director Hudson seconded the motion. Commissioner Cline asked if there were further discussion. Hearing none, the report of the Product Standards Committee was approved by a unanimous voice vote.

Commissioner Cline then addressed the next item on the Agenda, which was to consider the adoption of the Management Committee Meeting Minutes from the October 27, 2008 meeting of the Management Committee. Commissioner Cline noted that Karyn Onyeneho, IIPRC Administrative Assistant, completed the Minutes which were provided to the members of the Management Committee. Commissioner Cline noted that the Management Committee received comments from Mr. Beatty which had been incorporated into the minutes. Commissioner Cline asked if there were any additional edits to the Management Committee Meeting Minutes. Hearing none, Commissioner Cline asked for a motion to adopt the minutes of the Management Committee Meeting. Mr. Beatty made a motion to adopt the Management Committee Meeting Minutes; and Commissioner Thabault seconded the motion. Commissioner Cline asked if there were further discussion. Hearing none, the adoption of the Management Committee Meeting Minutes was approved by a unanimous voice vote. Commissioner Cline noted that the minutes would be posted to the IIPRC website following the Winter National Meeting.

Commissioner Cline then turned to Sara Bamford, IIPRC Operations Manager, to address the next item on the Agenda, which was an Operational Update of the IIPRC. Ms. Bamford noted that the final product filing determination, under the IIPRC Product Filing Rule parameters, was still being made within an average of 31 days as of November 2008. Ms. Bamford further noted that there are currently 49 Uniform Standards which are available for product filing use with the IIPRC. Ms. Bamford stated that since the 2007 operational start-up of the IIPRC, there have been 134 products that have been approved to date. Ms. Bamford thanked the companies who have filed with the IIPRC and noted that the IIPRC has repeat product filers and that the IIPRC Office looks forward to giving support to new companies who will join the Compact. Ms. Bamford noted that in reference to the filings received, that these filings have spanned from a single-state submission to those which included all Compact States. Ms. Bamford further noted that the average number of Member States selected per filing is 23. Ms. Bamford then concluded the IIPRC Operational Update with a reference to the 2009 IIPRC Management Committee meeting schedule, which was provided to the members of the Commission, and noted the dates of all forthcoming Management Committee meetings next year with the exclusion of holidays and National Meetings.

Commissioner Cline thanked Ms. Bamford for all of her good work and for her continuing efforts to support the members of the Compact. Commissioner Cline then addressed the next item on the Agenda, which were any other matters. Commissioner Cline stated that there is a resolution to be considered for adoption to authorize the IIPRC to seek a private letter ruling with the Internal Revenue Service (IRS) under Section 115 of the IRS Code of 1986. Commissioner Cline stated that this special ruling would exempt the Commission's income from taxation and noted that this rule derived from the review conducted by the firm of Kelly Drye, IIPRC's retained outside counsel, of the Compact. The Compact is an instrumentality of the member states and functions as an essential governmental entity. Commissioner Cline noted that Karen Schutter, IIPRC Interim Executive Director, was prepared to answer any legal questions to the proposed resolution.

Michael Lovendusky, ACLI, asked if a copy of the resolution was available to the members of the Commission. Commissioner Cline noted that this information can be made available as it was inadvertently not provided as advance materials. Mr. Lovendusky asked if it was the intention to approve the resolution during the meeting and Commissioner Cline replied affirmatively. Mr. Lovendusky then made an objection to approve the resolution and stated that the ACLI would like to have the record kept open for further analysis and discussion.

Commissioner Cline asked if there were any questions regarding the adoption for the resolution to authorize the IIPRC to seek a private letter ruling with the IRS under Section 115 of the IRS Code of 1986. Hearing none, Commissioner Cline asked if there was a motion to adopt the resolution. Director Hudson made a motion to adopt the resolution; and Commissioner Long seconded the motion. Commissioner Cline asked if there were further discussions. Hearing none, the resolution to authorize the tax filings was approved by a unanimous voice vote. Commissioner Cline noted that the Management Committee will ensure that the resolution is prepared for review by all interested parties.

Commissioner Cline then addressed another resolution to be considered for adoption, which was to change the signature authority on the IIPRC bank account. Commissioner Cline stated that the signature of Frances Arricale, former IIPRC Executive Director, should be removed as an authorizing signature and replaced with that of Commissioner Cline during the transition period. Commissioner Cline noted that the signature of Brady Kelley, from the NAIC, also appears on the IIPRC bank account and should remain as an authorized signature to ensure that payroll compensations and any other expenses will continue to be met in a timely manner. Commissioner Cline asked if there was a motion to adopt the resolution to change the authorized signature on the IIPRC bank account. Commissioner Long made a motion to adopt the resolution; and Commissioner Dilweg seconded the motion. Commissioner Cline asked if there were further discussions. Hearing none, the adoption of the resolution to change the authorized signature on the IIPRC bank account was approved by a unanimous voice vote.

Commissioner Cline thanked everyone for their participation and noted that Commissioner Long will no longer serve as a member of the Commission following the meeting. Commissioner Cline noted that Commissioner Long had been a long-serving Commissioner and was the initial Member of the Compact. Commissioner Cline further noted that Commissioner Long had the important and difficult task of carrying the Bylaws Committee through the development and operation process of the IIPRC. Commissioner Cline thanked Commissioner Long for all of his hard work and for his great support in helping the Compact.

Commissioner Long thanked Commissioner Cline and noted that it had been an honor serving as a member of the Commission.

Commissioner Cline asked if there were any other matters to come before the Management Committee. Hearing none, Commissioner Cline noted that the full Commission meeting will follow the adjournment of the Management Committee meeting. Mr. Beatty made a motion to adjourn the Management Committee; and Director Hudson seconded the motion. The Management Committee was adjourned by a unanimous voice vote.