

NATIONAL CONFERENCE OF INSURANCE LEGISLATORS  
INSURANCE LEGISLATORS FOUNDATION BOARD  
SEATTLE, WASHINGTON  
JULY 19, 2007  
MINUTES

The Insurance Legislators Foundation Board of the National Conference of Insurance Legislators (NCOIL) met at the Sheraton Seattle Hotel & Towers in Seattle, Washington, on Thursday, July 19, 2007, at 8:00 a.m.

Sen. Alan Sanborn of Michigan, president of the Board, presided.

Other members of the Board present were:

Rep. Robert Damron, KY  
Sen. William J. Larkin, Jr., NY  
Sen. James Seward, NY  
Rep. George Keiser, ND  
Rep. Brian Kennedy, RI  
Rep. Craig Eiland, TX

Other legislators present were:

Assem. Nancy Calhoun, NY

Others present were:

Susan Nolan, Nolan Associates, NCOIL Executive Director  
Candace Thorson, NCOIL Deputy Executive Director  
Mike Humphreys, NCOIL Director of Legislative Affairs & Education, Life, Health, and Workers' Compensation Insurance

#### MINUTES

The Board voted unanimously to approve the minutes of its March 1, 2007, meeting in Savannah, Georgia.

#### ADMINISTRATION

##### FINANCIAL REPORT

Ms. Nolan presented to the Board the 2006 year-end audited & March 30, 2007, unaudited ILF financials. Upon a motion made and seconded, the Board adopted the statements.

#### SPECIAL MEETING ON ILF STATE REGULATORY AUTHORITY STUDY

Ms. Nolan said that on July 21 the ILF Board would hold a joint meeting with the NCOIL Executive Committee to consider Phase I of an ILF *Study on State Authority: Making a Case for Proper Insurance Oversight*. She said key elements of Phase I address how globalization, threats to state authority, and other environmental factors come into play in insurance regulation; a brief

history of state insurance oversight; the current state of the regulatory structure; the evolving role of the National Association of Insurance Commissioners (NAIC) and attorneys general; and include case studies of select states regarding their insurance laws and regulations.

Ms. Nolan noted that Phase II of the study, expected to be vetted at the November Annual Meeting, would contain recommendations to legislators in such areas as the principles that should underlie an effective insurance regulatory scheme.

Ms. Nolan said James Schacht of Navigant Consulting and Bruce Foudree of Lord, Bissell & Brook, co-authors of the study, would address legislators at the special session. She said the third co-author, Joseph Zimmerman of the Rockefeller College of Public Affairs at the State University of New York, had been unable to attend.

#### ADJOURNMENT

There being no further business, the meeting was adjourned at 8:15 a.m.