

Amendment No. 3

COMMITTEE/SUBCOMMITTEE ACTION

ADOPTED	<u> </u>	(Y/N)
ADOPTED AS AMENDED	<u> </u>	(Y/N)
ADOPTED W/O OBJECTION	<u> </u>	(Y/N)
FAILED TO ADOPT	<u> </u>	(Y/N)
WITHDRAWN	<u> </u>	(Y/N)
OTHER	<u> </u>	

1 Committee/Subcommittee hearing bill: Regulatory Affairs
 2 Committee

3 Representative Hager offered the following:
 4

5 **Amendment 3**

6 Remove lines 311-320 and insert:

7 governance annual disclosure. The NAIC or third-party consultant
 8 must agree, in writing, to:

9 (a) Adhere to confidentiality standards and requirements
 10 applicable to the office governing the sharing and use of such
 11 filings and related documents as evidenced by specific
 12 procedures and protocols for maintaining the confidentiality and
 13 security of information shared with the NAIC or a third-party
 14 consultant pursuant to this section.

15 (b) Verify to the office, with notice to the insurer, that
 16 the consultant is free of any conflict or interest.

17 (c) Monitor compliance with applicable confidentiality and

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18 conflict of interest standards pursuant to a system of internal
19 procedures.

20 (d) Not store the information shared pursuant to this
21 section in a permanent database after the underlying analysis is
22 completed;

23 (e) Provide prompt notice to the office and to the insurer
24 or insurance group regarding any subpoena, request for
25 disclosure, or request for production of the insurer's filings
26 and related documents submitted pursuant to subsections (2) and
27 (3); and

28 (f) Intervention by an insurer in any judicial or
29 administrative action in which the NAIC or a third-party
30 consultant may be required to disclose confidential information
31 about the insurer shared within the NAIC or a third-party
32 consultant pursuant to this section.

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