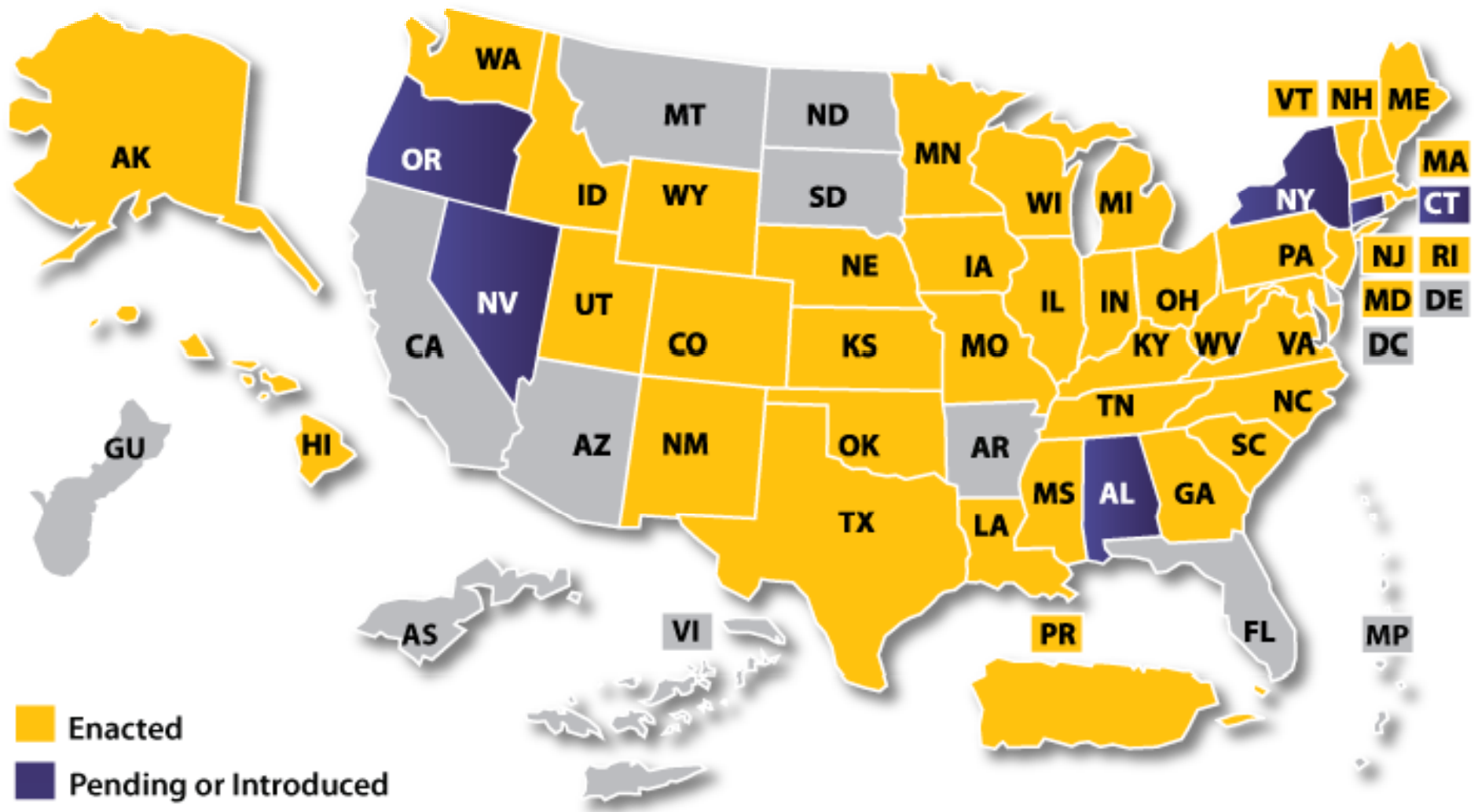


# Everything You Wanted To Know About the IIPRC

Karen Schutter, Executive Director  
Interstate Insurance Product Regulation Commission

# Overview

- Compact Overview
- Uniform Standards Development
- Tools for Preparing and Submitting a Compact Filing
- Hot Topics
- Impact of the Compact on the Regulation of an Asset-Based Insurance Product



# Compact Overview

- Compact filings submitted through the System for Electronic Rate and Form Filing (SERFF)
- File one submission under one set of standards for one approval valid in all Compact jurisdictions today.
- Uniform Standards for Individual and Group Life, Annuity, Disability Income and Long-Term Care

# Development of Uniform Standards

- NAIC National Standards WG Subgroups develop initial draft
  - Life
  - Annuity
  - Long-Term Care
  - Disability Income
- ACLI and member companies provide substantial drafting assistance and input
- Transmit to IIPRC Product Standards Committee

# Development of Uniform Standards

- Public comment period and hearing
- Notice to state legislative committees
- Supermajority requirement (2/3 of Management Committee and 2/3 of Commission)
- Rulemaking docket and record on web site
- Standard effective 90 days after promulgation

# Development of Uniform Standards

- By enacting the Compact, Compacting States agree Uniform Standards apply over conflicting state laws – even subsequent laws
- Every state has the right to opt out by legislation or regulation of a Uniform Standard
- Uniform Standards apply to a product at every stage of its life cycle – approval, sale, claims administration, complaint handling, market conduct, enforcement
- Unfair trade / claims practices still apply

# Using the Compact

- Registration fee must be paid before a filing can be made
- Annual Registration Fee of \$5,000 and prorated to \$2,500 after July 1<sup>st</sup> each year
- All fees paid via EFT in SERFF
- Filing fee of \$500 for each filing
- Lower fees for regional filers
- State filing fees collected through Compact



# Using the Compact

- Visit the Docket and Record
- Uniform Standards & Operating Procedures
  - “Product Filing Rule” - Operating Procedure for the Filing and Approval of Product Filings
  - “Public Access Rule” - Establishment of Conditions and Procedures for Public Inspection and Copying of Information and Official Records of the IIPRC
  - “Filing Fee Rule” – IIPRC Terms and Procedures for IIPRC Filing Fees



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## RECORD

Listed below are the Uniform Standards and Operating Procedures adopted by the Commission. Please click the "+" button to the left of each section to expand and view details.

NOTE: The Illinois Department of Insurance has been granted a temporary 90-day Stay of all IIPRC Uniform Standards effective as of November 29, 2010 and at this time, Illinois may not be included in IIPRC product filings submissions.

### UNIFORM STANDARDS

#### - INDIVIDUAL APPLICATION

Citation Number	Name of Standard/Procedure	Effective Date
+ IIPRC-L-I-APP	Individual Life Insurance Application Standards	Feb. 12, 2009
+ IIPRC-L-I-APP-1	Individual Life Application Change Form Standards	Feb. 12, 2009
+ IIPRC-A-I-APP	Individual Annuity Application Standards	Jan. 12, 2010
+ IIPRC-A-I-APP-2	Standards for Individual Annuity Application Change Form	Feb. 12, 2009
+ IIPRC-LTC-I-3-APP	Individual Long-Term Care Insurance Application Standards Hawaii, Indiana and New Jersey have opted out of these Uniform Standards.	Dec. 1, 2010
+ IIPRC-LTC-I-3-APPFORMS	Standards for Forms Required to be Used with an Individual Long-Term Care Insurance Application Hawaii, Indiana and New Jersey have opted out of these Uniform Standards.	Dec. 1, 2010
+ IIPRC-LTC-I-3-APPCH	Standards for Individual Long-Term Care Insurance Application Change Form Hawaii, Indiana and New Jersey have opted out of these Uniform Standards.	Dec. 1, 2010



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## DOCKET

Listed below are the Uniform Standards and Operating Procedures pending action by the Commission. Please click the "+" button to the left of each standard name to view details about the proposed rule.

### + UNIFORM STANDARDS

### - AMENDMENTS TO UNIFORM STANDARDS

Name of Standard/Procedure	Issued	Hearing Requests Due	Comments Due	Hearing Date
+ <a href="#">Amendments to Core Standards for Individual Long-Term Care Insurance Policies</a>	Feb. 3, 2011	Feb 23, 2011	Apr. 4, 2011	March 25, 2011
+ <a href="#">Amendments to Rate Filing Standards for Individual Long-Term Care Insurance (Issue Age Rate Schedules Only)</a>	Feb. 3, 2011	Feb 23, 2011	Apr. 4, 2011	March 25, 2011
+ <a href="#">Amendments to Rate Filing Standards for Individual Long-Term Care Insurance (Modified Rate Schedules)</a>	Feb. 3, 2011	Feb 23, 2011	Apr. 4, 2011	March 25, 2011
+ <a href="#">Amendments to Standards for Forms Required to Be Used with an Individual Long-Term Care Insurance Application</a>	Feb. 3, 2011	Feb 23, 2011	Apr. 4, 2011	March 25, 2011

### + OPERATING PROCEDURES

### + AMENDMENTS TO OPERATING PROCEDURES

# Using the Compact

- Visit the Industry Resources Page for more valuable resources
- Reference Tools
  - Instructions
  - State Specific Information (including info on Filing Fees)
  - On Demand Tutorials
  - TOI Link
  - Checklists
- Visit the Home Page
  - Filing Information Notices (FINS)

## INSURANCE COMPANY RESOURCES

Thank you for your interest in the Interstate Insurance Product Regulation Commission (IIPRC). On this page you will find information that will be helpful as you prepare to submit filings with the IIPRC. Please click the links in each area to access information.

**Note: FILING INFORMATION NOTICES (FIN)** have moved to a new page that is accessible from the left-hand column on the IIPRC Home Page.

<b>REFERENCE MATERIALS</b> 	<b>UNIFORM STANDARDS SPECIFIC REFERENCE MATERIALS</b>	<b>UNIFORM STANDARDS UNDER CONSTRUCTION</b>
<a href="#">Creating a Compact Filing</a>	<b>Checklists</b> <ul style="list-style-type: none"><li>• <a href="#">Life—coming soon</a></li><li>• <a href="#">Annuity—coming soon</a></li><li>• <a href="#">Long-Term Care</a></li></ul>	<a href="#">Standards Priorities</a>
<a href="#">System for Electronic Rate and Form Filing (SERFF)</a>		<a href="#">IIPRC Type of Insurance (TOI) Link</a>
<a href="#">How to Add a State</a>		<a href="#">Draft Uniform Standards Under Product Standards Committee Review</a>
<a href="#">Annual Registration Fee Filing Instructions</a>		<a href="#">National Standards (EX) Working Group</a>
<b>IIPRC TUTORIALS</b> 	<b>STATE SPECIFIC INFORMATION</b> 	<b>FEES</b> 
 <a href="#">IIPRC General Overview</a>	<a href="#">State Contact Information</a>	<a href="#">Compact Fee Structure</a>
 <a href="#">Tools for Creating an IIPRC Filing</a>	<a href="#">LTC State Specific Information (Modified Rate Schedule Permitted and Daily Minimum Requirements) - updated 1-20-2011</a>	<a href="#">Member State Filing Fee updated 2-9-2011</a>
 <a href="#">Submitting an IIPRC Product Filing</a>	<b>LTC ACTUARIAL REFERENCE MATERIAL</b>	
 <a href="#">How to Submit Statement of Intent (SOI) in SERFF</a>	<a href="#">Rate Assumptions Template</a>	

# Using the Compact

- Mix and match allows companies to use compact-approved product components with state-approved product components
- For instance, a compact-approved application can be used with a state-approved policy
- Filer must specify all state-approved forms in the Statement of Intent Schedule
- The SOI helps both filers and states track how compact-approved forms are used



# Using the Compact

- Filers can add state to previously-approved compact filing at any time
- Company must be licensed to do business for particular product line
- No additional IIPRC filing fees but state filing fees apply
- Useful when states like Illinois join the Compact and start accepting compact filings

# Hot Topics

- iLTC Product Filings and Combos can Now be Filed
- Illinois Expected to Lift its Stay for Uniform Standards Other than Variable Uniform Standards and MVA for General Account
- Indiana Requesting an Extension of its Stay of the iLTC Uniform Standards
- New Jersey Instructions for Compact Filers
- Additional Reviewers on Board and Reviewer Checklists Available



# Impact of Compact

- Uniform Standards apply to the interpretation, enforcement, and regulation of compact-approved products
- Uniform Standards govern the content of the product over conflicting state laws
- State laws (other than product content requirements) that pertain to the sale and administration of products still apply

# Impact of Compact

- Uniform Standards specifically apply state-specific laws in a few areas:
  - Civil unions and domestic partnerships
  - Fraud exception to incontestability clause
  - Right to examine on replacement if law is longer than 30 days
  - LTC daily minimum benefits, maximum elimination periods, minimum benefit periods

# Impact of the Compact

- States receive thoroughly-reviewed products allowing state resources to focus on other regulatory aspects of marketplace
- Consumers have access to products reviewed under detailed standards with strong consumer protections
- Companies prepare one filing, submit to one place, receive one review and approval in less than 60 days

# Impact of the Compact

- Market one set of standard product forms across Compacting States
- Greater efficiencies and coordination for Compacting States in carrying out market regulation
- Greater efficiencies for companies in administering claims, responding to regulator inquiries or preparing for market conduct exams

# Contact Info

- Contact us if you need more information or questions on how to get started filing through the Compact
- We encourage filers to contact us with questions as they are preparing compact filings
- [www.insurancecompact.org](http://www.insurancecompact.org)
- [Comments@insurancecompact.org](mailto:Comments@insurancecompact.org)
- 202-471-3962

QUESTIONS?