



# Admin & Regulation Subcommittee

January 23, 2014

Nick Gerhart  
Commissioner  
Iowa Insurance Division

- ▶ Budget request of \$5,099,989; essentially status quo other than \$67,000.00 for increased rent (flat budget for 5 years now)
- ▶ IID Budget includes federal grant funds (primarily SHIP Program) & appropriable receipts that fund Company Regulation Bureau (FY14 Outreach grant of \$3.4MM)
- ▶ IID total budget is approximately \$13.5 MM compared with Revolving fund receipts of roughly 28.6MM in FY 13



- ▶ The status quo dollar amount has to cover the step increases for 19 contract staff in the amount of \$59,000 + SERIP (early retirement) and SLIP costs of \$87,000. TOTAL is \$146,000
- ▶ Plan to leave four open positions vacant to balance



# Legislative Package

- ▶ Annual technical omnibus bill
- ▶ Principles Based Reserve Bill and Standard Valuation Model
- ▶ Model Holding Company Act Amendments
- ▶ No fiscal impact



# IID Accomplishments

- ▶ Reviewed and approved the sale of Aviva USA
- ▶ Closed 43 financial exams
- ▶ SHIP assisted 112,319 lowans and helped save lowans \$9,183,118.00
- ▶ Reviewed and approved over 200 QHP's



# IID and Industry Issues

- ▶ PPACA implementation continues to be focus for key staff
- ▶ Federal encroachment on state regulators
- ▶ Evolving complexity of carriers we regulate and need for key staff (future budget needs)



# Areas of Focus for Iowa Insurance Division: current and future fiscal years

- ▶ Focus on succession planning of key employees
- ▶ Ensuring balance between protecting consumers and a vibrant industry
- ▶ Ensuring the right skills and people are part of the IID

