

### UNIFORM PRODUCT STANDARDS AND APPROVAL

The Interstate Insurance Product Regulation Compact (Insurance Compact) is an innovative, **state-based** agreement to modernize the regulatory approval of asset-based insurance products. Through the collective efforts of 45 Compacting States, the Insurance Compact develops detailed and comprehensive uniform product standards containing balanced and **strong consumer protections**. Companies submit one product for thorough review by an experienced regulatory team of reviewers and actuaries.

#### Current States:

44 States and Puerto Rico have adopted the Insurance Compact legislation to date, representing **75%** of the premium volume nationwide.

The Insurance Compact serves the need for **uniformity, speed-to-market** and **regulatory compliance** in a national state-regulated insurance marketplace.

### MULTI-STATE PUBLIC BODY

The Insurance Compact established a **multi-state public body**, the Commission, which serves as an instrumentality of the Compacting States. Each Compacting State is an official member – usually the Insurance Commissioner – of the Commission.

Nearly **100 uniform product standards** have been implemented so far through an open, transparent rulemaking process that requires adoption by a minimum two-thirds or “supermajority” of the entire membership.

Once a Uniform Standard is adopted, the Insurance Compact serves as the central point of electronic **filing, review, and approval** for these insurance products. The Insurance Compact is **revenue-neutral** for state budgets. State filing fees are collected and remitted electronically for all Compact filings. The Insurance Compact is funded by separate fees from filing companies.

#### Current Product Lines:

- ★ Individual **Life**
- ★ Individual **Annuity**
- ★ Individual **Long-Term Care**
- ★ Individual **Disability Income**
- ★ Employer Group **Term Life**
- ★ Employer Group **Disability Income**
- ★ *Employer Group **Annuity** (coming soon!)*

### COMPACT BENEFITS

The Insurance Compact has defined **speed-to-market** by providing product approval in less than 60 days, with a thorough and transparent upfront review process.

**Compacting States** retain sovereign authority over their insurance marketplace and actively participate in ensuring uniform standards provide insurance consumers with strong and established protections.

**Consumers** benefit from ensuring these mobile-borne products are subject to thorough prior review using consistent, detailed standards.

**Companies** benefit from getting a form/product to market in a competitive, efficient, cost-effective, and streamlined manner across the Compacting States.



# INTERSTATE INSURANCE PRODUCT REGULATION COMMISSION

