



Insurance Advisory Committee Update

4th Qtr. 2016

Summary of discussion items from the IAC meeting held on December 6, 2016:

- EIM financial results were presented. Surplus was \$1.042B through October 31, 2016.
- EIM underwriting reported membership retention at 99%.
- New IEM members through the third quarter: Electric Transmission Texas and District of Columbia Water & Sewer.
- EIM underwriting reported that the Energy School, which was held at Florida State University, was a success.
- EIM management and the IAC task force committees discussed the following:
 - Cyber Liability – The task force reported that the tally of U.S. data breaches reached an estimated 873 incidents through November 16, versus a total of 780 for all of 2016. Member companies should prepare to prevent, deter, respond, mitigate and remediate cyber-attacks and crimes.
 - Emerging Risk – The task force discussed various subjects such as wildfire/brush fire, fracking, unmanned aircraft systems/drones, and terrorism.
 - Renewables – The task force discussed the solar industry and its evolving popularity. Also discussed was battery storage.

The next IAC meeting is scheduled for February 28, 2017.