

receivership of any of the insured domiciled, engaged or doing business in a compacting state upon the request of the commissioner of that state, the insurance commissioner of that state or as otherwise provided for in the compact. The commission could delegate its receivership function to the contracts with others. Additionally, the commission shall act as a receiver of any insured domiciled or doing business in a compacting state in the event that the member acting as a receiver in that compacting state fails to comply with duly adopted commission rules or operating procedures. The compact also offers a great deal of flexibility to each state Legislature by providing that the Legislature of a compacting state may reject any measures which have been adopted by the commission by specifically enacting and rejecting legislation. The compact also contains provisions regarding meetings, funding, accountability, staffing of the commission. Under the compact proposal all meetings shall be made public unless by a two-thirds majority of the vote of the compacting states vote otherwise because the meeting would be, reveal such items such as trade secrets or privileged financial information, invade privacy or disclose investigatory information or interfere with law enforcement and judicial proceedings. The process that we've gone through to reach this point I think has been good. We've had problems with some states not doing as thorough a job of dealing with companies that have gone bankrupt. I will add that Nebraska has done an exemplary job not only with this commissioner that we have, Commissioner Lang as well as past commissioners and is in no way reflectioned, a poor reflection towards the State of Nebraska. The State of Nebraska has done a great job in dealing with these instances when they have occurred which has been rarely, but we've had problems with other states in which a particular insurance commission office would be handling the insolvency and we would have Nebraskans that had an interest in that insurance company and I feel as well as other members in the State of Nebraska feel that we have not gotten our adequate share of the money back from, as a result of these insolvencies. So the problem really came under fire where some states weren't doing as good a job but just because a company goes belly up in California or New York doesn't mean it just affects those people. It affects all the policyholders that are currently insured by that company. So that's why it has an impact on Nebraskans and that's the reason why we have a compact here before the Legislature today. I would urge its advancement of the bill. Thank you.