

**AMENDMENT TO THE AMENDMENT IN THE
NATURE OF A SUBSTITUTE TO H.R. 5143
OFFERED BY MR. ROYCE OF CALIFORNIA**

Page 12, after line 24, insert the following new sub-
section:

1 (d) GAO REPORT ON TRANSPARENCY OF OUTSIDE
2 ORGANIZATIONS.—

3 (1) IN GENERAL.—Not later than one year
4 after the date of enactment of this Act, the Comp-
5 troller General of the United States shall submit to
6 the covered congressional committees a report, and
7 provide testimony to such committees, identifying
8 and analyzing the transparency and accountability of
9 any organization acting as a designee of, or at the
10 direction of, the head of a State insurance depart-
11 ment on issues related to international insurance
12 standards, which is not employed directly by the
13 State.

14 (2) CONTENT.—The report and testimony re-
15 quired under this section shall include a description
16 and analysis of—

17 (A) the role, involvement, or relationship,
18 of any organization identified pursuant to para-

1 graph (1), of, with, or to the State insurance
2 departments' activities as authorized by, di-
3 rected by, or otherwise referred to in this Act,
4 including a description and analysis regarding
5 such organization's participation in policy and
6 decision-making deliberations and activities re-
7 lated to international insurance standards;

8 (B) any financial support provided by such
9 organization to any State insurance department
10 personnel in furtherance of their activities re-
11 lated to international insurance standards, the
12 nature and amount of such support, and any
13 understandings between the organization and
14 the State regarding travel protocols and State
15 laws governing State officials' receipt of, bene-
16 fitting from, or being subsidized by, outside
17 funds;

18 (C) the budget, including revenues and ex-
19 penses, of any organization identified pursuant
20 to paragraph (1) relating to participation in
21 international insurance discussions on issues be-
22 fore, involving, or relating to the International
23 Association of Insurance Supervisors, the Fi-
24 nancial Stability Board, or any other inter-
25 national forum of financial regulators or super-

1 visors that considers such issues, and how the
2 organization collects money to fund such activi-
3 ties;

4 (D) whether each such budget of such an
5 organization is developed under a process com-
6 parable in its transparency and accountability
7 to the process under which budgets are devel-
8 oped and appropriated for State departments of
9 insurance and Federal executive branch regu-
10 latory agencies, including—

11 (i) an identification of any bodies
12 independent of the organization that set
13 standards for and/or oversee that organiza-
14 tion's budgeting process; and

15 (ii) a description of the extent to
16 which and how the organization, in fund-
17 ing its operations, uses or benefits from its
18 members' ability to compel entities subject
19 to its members' regulatory authority to use
20 the services of the organization or any of
21 its affiliates; and

22 (E) the extent to which the work product
23 of any organization identified pursuant to para-
24 graph (1) has the effect of establishing any self-
25 executing national standards, and in what way,

1 and whether such standards are developed
2 under processes comparable in their trans-
3 parency and accountability to the process under
4 which national standards are developed by the
5 Congress or Federal executive branch agencies.

