



Our Members, Our Focus®

The EIM IAC is available to respond to specific questions and assignments from EIM's Board and to reflect input to the Board from the EIM Member Risk Managers (you and your companies). The IAC meets quarterly.

The following is a summary of discussion items from the fourth quarter IAC meeting held on December 7, 2021:

EIM Management and the IAC held their first meeting since the pandemic, at the EIM office in Tampa.

EIM Management and the Board approved a \$50M Distribution for Members. Payments will be made to Members of record as of 12/31/21 in March 2022.

Surplus stands at \$1.247B, up over 5% from year-end.

Current membership count stands at 160. New Members are AltaLink, L.P., Longview Power, LLC., Tenaska, Inc and DT Midstream.

New business opportunities since January 1 include 14 GL submissions, 8 D&O submissions: 20 Property submissions along with 4 Cyber submissions.

Energy School to be held May 15-19, 2022, at Florida State University. Registration will open in March 2022.

The IAC task force committee chairs discussed the following:

- Cyber Liability – Over 4M policies underwritten in the broad market, an increase of 21% over 2019. Cyber extortion/ransom overtook cyber related business interruption as the coverage buyers are most interested in.
- Regulatory – Biden Administration plan contains new pathways for litigators which includes two types of PFAS (PFOA and PFOS) which require facilities to report on releases of the chemicals. Ruling this spring.
- Emerging Risk –Majority of US insurance regulators expect all types of insurance companies' climate change risks to increase over the medium to long term, including physical risks, liability risks and transition risks.
- Energy Market Evolution – Extreme weather, such as hail, wildfires and tornadoes, have caused surge in solar panel insurance costs, driving up premiums as much as fivefold.

- ESG – Three key factors when measuring the sustainability and ethical impact of an investment in a business or company are Environmental, Social and Governance.

The Risk Managers Information Meeting will be in person as well as hybrid for February 2022. The dates are February 28 – March 1.

EIM has sent out nomination forms for the David L. Hadler (DLH) Award. Be sure to get your nominations in.

The next IAC meeting is March 1, 2022 and will be held at the Hyatt Regency Grand Cypress immediately following the RMIM. Please let us know any input you may have and what you would like the IAC to evaluate for EIM Board and/or management consideration. It will be our pleasure to discuss and answer questions you may have regarding the activities of the IAC and EIM.

Thank you for your continued support of EIM.

IAC COMMITTEE MEMBERS (as of 12/2021)

Mike McFarland – Chairman – Great River Energy - mmcfarland@greenergy.com

Stephanie Rogers – Vice Chair - Plains All American Pipeline - ssrogers@paalp.com

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