

**AMENDMENT IN THE NATURE OF A SUBSTITUTE  
TO RULES COMMITTEE PRINT 114-68  
OFFERED BY MR. HECK OF WASHINGTON**

Strike all after the enacting clause and insert the following:

**1 SECTION 1. SHORT TITLE.**

2       This Act may be cited as the “U.S. Insurance Regu-  
3 lation Works Act of 2016”.

**4 SEC. 2. CONGRESSIONAL FINDINGS.**

5       The Congress finds the following:

6           (1) The State-based system for insurance regu-  
7 lation in the United States has served American con-  
8 sumers well for more than 150 years.

9           (2) Protecting policyholders by guaranteeing an  
10 insurer’s ability to pay claims has been the hallmark  
11 of the successful U.S. system and should be the  
12 paramount objective of domestic prudential regula-  
13 tion and emerging international standards.

14           (3) The Dodd-Frank Wall Street Reform and  
15 Consumer Protection Act (Public Law 111–203) re-  
16 affirmed the State-based insurance regulatory sys-  
17 tem, while giving the Board of Governors of the  
18 Federal Reserve System authority to regulate certain

1 non-bank entities on a consolidated basis, including  
2 insurers that have been designated systemically im-  
3 portant financial institutions or that include an in-  
4 sured depository institution and are regulated by the  
5 States at the insurance entity level.

6 **SEC. 3. REQUIREMENT THAT INTERNATIONAL INSURANCE**  
7 **STANDARDS REFLECT UNITED STATES POL-**  
8 **ICY.**

9 Before assenting to any international insurance regu-  
10 latory proposal, including proposals developed by the  
11 International Association of Insurance Supervisors, par-  
12 ties representing the Federal Government shall ensure  
13 that—

14 (1) the proposal is consistent with and reflective  
15 of existing Federal and State laws, regulations, and  
16 policies on regulation of insurance, including the pri-  
17 macy of policyholder protection in solvency regula-  
18 tion; and

19 (2) existing Federal and State laws, regula-  
20 tions, and policies on the regulation of insurance  
21 would be recognized as satisfying such proposals.

22 **SEC. 4. STATE INSURANCE REGULATOR INVOLVEMENT IN**  
23 **INTERNATIONAL STANDARD SETTING.**

24 Parties representing the Federal Government in any  
25 international regulatory, standard-setting, or supervisory

1 forum or in any negotiations of any international agree-  
2 ments relating to insurance shall, on matters related to  
3 insurance, consult with and seek to include in such meet-  
4 ings, State insurance commissioners or their designees.

