

Consumer Insurance Council, Division of Insurance

April 9th, Meeting Minutes | 9:00 AM (MST)

Members in Attendance constituting a quorum:

Andrew Toig | Marc Rosenberg - Chair | JP Speers | Chelea Dominguez | Peg Ellefson |
Russ Myer | Heidi Schaffnit | Rick Hart |

DORA Staff in Attendance:

Bobbie Baca | Kim Williams | Angela Cirignano

- 1) Meeting called to order 9am by newly appointed CHAIR Mark Rosenberg
- 2) J.P. Speers – Volunteered to take minutes
- 3) A. Meeting Participant delinquency – There are (3) Members that have not been active in showing up to required meetings (This was not elaborated on as to what actions are to be taken if any).

B. Jacki Paone jacki.paone@gmail.com - Informed group that attendance would not be possible for this meeting April 9th, 2025.
- 4) 1st Portion of the meeting (TRAINING)
 - A. Provided by: Evan Spencer Assistant Attorney General – Presenting Consumer Insurance Council 2025 Training Program – Training was received well and articulated in a very understandable format.
 - B. There should have been an Affidavit provided to parties for signatures after Training provided by Evan. (This was not provided at this meeting)
- 5) Normal Business Discussion – Excepting the Minutes from the last meeting. Andrew moved to accept the minutes, and Eric seconded. The motion was passed without opposition.

6) Items of the Agenda

- A. Building a Seat for someone that English is the second language – Angela - speaks - J.P. Speers may have a recommendation although there a candidate approved recently but she has not responded to reach outs.
- B. J.P. Speers – will reach out to prospect is pending as of 4/22/2025 as this prospective person is out of the Country currently.

7) Residential Reconstruction Report - Discussion regarding a company that was contacted (Barest) - Issue when a property is damaged there is a repair replacement cost, estimate is provided via the insurance company and problems came when policies were written at a time when major devastation compounded by loss of multiple residences or larger amounts to includes a time during COVID when pricing was very high for products. The replacement cost is directed at Single Family Residences and requires replacement cost to cover the base of replacement cost, Negotiations between BAREST and the State. No additional Discussions

8) Item C Value of Auto Insurance Direct Repair Programs - Issue is cost of repair, there is a cost of repair, and the consumer stands by and waits for agreement between the two insurance and the repair shop. There was discussion on how repair companies will install aftermarket parts Vs OEM factory parts, Angela Cirignano-DORA speaks on that Colorado has limits of \$15,000. for accidents that the person that created the accident will allow to cover in the event they are not fully covered to allow full replacement cost of the damaged car, Bobbie Baca - DORA also speaks a bit about how it's not something that their body/Division would take to legislative discussion. THIS TOPIC WAS CHOSEN TO BE REMOVED FROM ACTIVE DISCUSSION LIST

9) HOA - Vs Deductible Expenses

Question is do the HOA have enough in reserves to pay deductibles as this ended up reflecting on Lenders not willing to lend on the units for concern of not having enough to pay for repairs on the HOA part, The insurance companies are now saying that there is a new requirements of 1% of the cost in the form of the deductible, Pag Ellefson drafted a potential resolution with J.P. Speers additional support in the context of the write up, Recommendation is to get some speakers from the insurance commission as this is the potential start to a much larger conversation. The State is speaking about something called a FAIR PLAN its own entity and reviewed by the commissioner and the Division of Insurance would have to review deals that come through. The FAIR PLAN was recommended but is a last resort in the event of not being able to get insurance. Final

part of the discussion resulted in; a major part of the expectation should be about being more Transparent of the model the insurance company is using for metrics of the risk management side of the insurance company - Bobbie Baca says that DORA could bring someone in to speak HB25-1182 after this BILL could be passed resulting in more transparency.

Subsequent Discussion

Postponed Topic – For Next Meeting

This portion of the discussion shall be moved to the next meeting as the HB25-1182 will be moved, HB25-1182 after this BILL could be passed resulting in more transparency. The hope will be that this opens more dialog for the group to understand why costs are so high. And are there any other resolutions that could come from this that allows any more affordability.

10) There were no PUBLIC MEMBERS on the floor for this meeting, NO PUBLIC COMMENTS.

11) There was discussion brought

12) H. Editorial Changes

Marc Rosenberg - Would like to edit some of the previous terms of the discussion in the write-up proposal, Group Takes a VOTE and recommend changes that will be sent to consumer commission email box and will be reviewed sent back and then forwarded to Colorado Commissioner.

FINAL PORTION OF THE MEETING

New Topics

A. FAIR PLAN

B. States where disasters that included many properties, there is a separation of Personal Contents Vs Property Replacement. Question: Marc Rosenberg brings to table what is DORA position in this situation? Angie Cirignano - DORA explained there is a general 30% contents replacement requirement without needing an inventory list provided by property owner. --- If there is a wildfire there is an automatic 65% percent replacement cost of personal contents (Specific to wildfire ONLY) ---. Bobbi Baca - DORA also had some great input.

C. J.P. Speers - Write up a single page on Master Plan HOA Master Policy Premium Increases

D. - Hiedi - Speaks on the cost of deductibles and MED PAY and the burdensome expenses that can accrue upon an accident

E. Visum Montis Trust (Russ) - Speaks on Wildfire and Mitigation for properties regarding insurance requirements, This topic that was agreed upon to discuss in further detail the next meeting.

F. Learn more at <https://www.coloradofairplan.com/>. (Fair Plan)

- Next meeting is back to 10:00 am
- Meeting Started at 9:30am Adjourned 11:55am
- Last Meeting January 8th, 2025 @ 10:00 am

Upcoming Meeting,

July 9, 2025

October 8, 2025

January 14, 2026