

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 10, 2024:

- EIM is well-positioned for continued success, especially with the strategic focus on managing wildfire exposure and leveraging technology for better data analytics.
 - Approved a \$25M member distribution.
 - Positive financial performance with strong investments and underwriting.
- The introduction of the Wildfire Pool concept utilizing EIS as a strategic initiative to address wildfire capacity issues.
 - Approach aims to provide sustainable and cost-effective wildfire coverage while leveraging mutual strengths.
- Comprehensive approach to managing wildfire risk, along with the updates from the Task Force Committee, position EIM to tackle future challenges effectively.
 - Task Force updates highlight the evolving challenges and opportunities across various sectors
- EIM is undertaking proactive measures and strategic planning to address emerging risks, wildfire management, and the integration of AI.

The IAC task force committee chairs discussed the following:

- Cyber Liability – Emerging developments in cybersecurity, especially concerning regulatory changes, critical infrastructure vulnerabilities, and the financial impact of cyber incidents
- Regulatory – Updates highlight changes and challenges for the energy industry, particularly in terms of compliance and environmental impact
- Energy Market Evolution – Diverse challenges and evolving landscape in the utility sector, from state-specific issues to broader national impacts
- Emerging Risk – Utilities face challenges in balancing growth, regulatory compliance, and environmental responsibilities
- Nominating – Three new IAC Committee Members approved by the EIM Board; Mr. Gibbs, Ms. Morrison and Mr. Patterson. Ms. Crochet, Chair, and Mr. Carlson will resign from the IAC Committee at the end of 2024. Mr. Garcia will be the new Chair and Ms. Coleman the Vice Chair of the IAC Committee starting in 2025
- Wildfire – Utilities are taking proactive measures to manage wildfire risks and the evolving landscape of utility practices and regulations
- AI - Proactive steps are taken to integrate AI into operations while managing its risks and impacts on insurance policies

The next Risk Managers Information Meeting will be in person in March 2025. The dates are March 23 – 25 at the JW Marriott, Tampa, FL.

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.

IAC COMMITTEE MEMBERS (as of 12/2024)

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