



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 third quarter IAC meeting held on September 22, 2023:

EIM financial and underwriting results were discussed. Wildfire continues to erode results and EIM will release a strategy to manage wildfire risk in the coming months.

The IAC task force committee chairs discussed the following:

- Cyber Liability – Ransomware losses appear to have returned to the higher levels observed in 2020 and 2021.
- Regulatory – SEC Cyber rules go into effect raising stakes for CFO's, with the new rule signaling more federal cybersecurity investigations and enforcement actions are forthcoming, possibly triggering class action lawsuits from shareholders.
- Emerging Risk –WSJ article discusses the decisions that utilities must make during major events and the dilemma to shut off power, which can affect water, communications and negatively impact customers that may need electricity for medical needs.
- Energy Market Evolution – NERC assessment identifies new risk to grid reliability with five significant evolving and interdependent risks to grid reliability and energy policy tops the list. Rounding out the five are grid transformation, extreme events, security, and critical infrastructure interdependencies.
- ESG – EU adopts mandatory ESG reporting. In January 2023, the EU adopted the Corporate Sustainability Reporting Directive (CSRD) which requires the EU and non-EU companies with activities in the EU to file an annual sustainability report alongside their financial statements.

The Risk Managers Information Meeting will be in person, as well as hybrid, in March 2024. The dates are March 24 – 26 at the JW Marriott, Tampa, FL.

EIM will be sending out nomination forms for the David L. Hadler (DLH) Award. Be sure to watch for the e-mail soon!

The next IAC meeting is December 5, 2023, and will be held at the EIM office in Tampa, Florida. 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.



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IAC COMMITTEE MEMBERS (as of 9/2023)

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