

CHARTER

ADVISORY COMMITTEE ON RISK-SHARING MECHANISMS FOR REINSURANCE AGAINST LOSSES ARISING FROM ACTS OF TERRORISM

1. Committee's Official Designation (Title). Advisory Committee on Risk-Sharing Mechanisms (ACRSM or Committee).
2. Authority. This Charter is prepared and filed in accordance with the Federal Advisory Committee Act (FACA), as amended, 5 U.S.C. § 1001 et seq., and §110 of the Terrorism Risk Insurance Program Reauthorization Act of 2015.
3. Objective and Scope of Activities. The purpose of the ACRSM is to provide advice and recommendations to the Federal Insurance Office (FIO) with respect to (1) the creation and development of non-governmental, private market risk-sharing mechanisms for protection against losses arising from acts of terrorism; and (2) FIO's administration of the Terrorism Risk Insurance Program.
4. Description of Duties. The duties of the ACRSM shall be solely advisory and shall extend only to the submission of advice and recommendations to FIO, which shall be non-binding on FIO. No determination of fact or policy may be made by the ACRSM.
5. Official to Whom the Committee Reports. The Committee reports to the Director of FIO or a FIO designee.
6. Support. FIO, with the assistance of professionals in other offices in the U.S. Department of the Treasury, shall provide the necessary support to the ACRSM.
7. Estimated Annual Operating Cost and Staff Years. The estimated annual costs to operate the ACRSM are approximately \$125,000, which comprises (but is not necessarily limited to) administrative costs (e.g., transcripts of meetings), travel expenses, and staff salaries (estimated in total at .4 FTE). Committee members are not paid for their time or services. However, if claimed, the members are reimbursed for travel related expenses to attend at least two times per year, or at such regular intervals as necessary to carry out the Committees duties in accordance with 5 U.S.C. section 5703.
8. Designated Federal Officer (DFO). The DFO (or designee) is a full-time federal employee who will be appointed by the FIO Director (or designee) and shall be responsible for the Committee's compliance with the requirements of FACA and its implementing regulations. The DFO will approve or call all of the meetings of the Committee and its subcommittee(s) (if any), prepare, and approve all meeting agendas, attend all Committee and subcommittee meetings, adjourn any meeting when determined to be in the public interest, and chair meetings when directed by the FIO Director or a FIO designee.
9. Estimated Number and Frequency of Meetings. The ACRSM shall meet at such intervals as are necessary to carry out its duties. It is estimated that the ACRSM will meet twice per year.

10. Duration. This is a continuing advisory committee subject to the termination pursuant to paragraph 11 of this Charter.
11. Termination. The ACRSM Charter expires two years from the date this Charter is filed.
12. Membership. The body of the ACRSM shall consist of nine members. The Department of the Treasury, through FIO, shall take appropriate steps so that the Advisory Committee on Risk-Sharing Mechanisms reflects balanced membership and includes a cross-section of members consisting of directors, officers, or other employees of insurers, reinsurers, and capital market participants that are representative of the affected sectors of the insurance industry including commercial property insurance, commercial casualty insurance, reinsurance, and alternative risk transfer industries.
13. Subcommittees. The DFO (or designee) has the authority to create subcommittees that must report back to the ACRSM. The subcommittees, if any, may not provide advice or work products directly to FIO or to other offices of the Department of the Treasury.
14. Recordkeeping. The records of the ACRSM and its subcommittee(s) will be handled in accordance with the General Records Schedule 6.2. The records will be available for public inspection and copying, subject to the Freedom of Information Act, 5 U.S.C. 552.
15. By-Laws. The DFO has the authority to create and amend By-Laws and Operating Procedures (By-Laws) to govern the operations of the ACRSM. In the event of any inconsistencies between the By-Laws and FACA (including its implementing regulations), the ACRSM will act in accordance with FACA (including its implementing regulations), as the same may be amended from time to time.
16. Filing Date. The Filing Date of this Charter is 04/20/2023.

Approved:



Graham Steele
Assistant Secretary for Financial Institutions

Date: 4/12/2023

Anna
Canfield Roth

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Canfield Roth
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Anna Canfield Roth
Assistant Secretary for Management

Date: _____