Virtual Meeting  
(in lieu of meeting at the 2021 Spring National Meeting)

GROUP SOLVENCY ISSUES (E) WORKING GROUP  
Thursday, March 18, 2021  
12:00 – 1:00 p.m. ET / 11:00 a.m. – 12:00 p.m. CT / 10:00 – 11:00 a.m. MT / 9:00 – 10:00 a.m. PT

Summary Report

The Group Solvency Issues (E) Working Group met March 18, 2021. During this meeting, the Working Group:

1. Received a report on group-related activities of the International Association of Insurance Supervisors (IAIS), which covered the following:
   a. The Insurance Groups Working Group met March 15 and continues to work on the following projects:
      i. Updates to the IAIS Application Paper on Supervisory Colleges (Application Paper), which will result in a streamlined updated public version of the Application Paper, as well as a member-only document focusing on implementation guidance.
      ii. The development of a group-wide risk assessment framework member-only document to provide best practice recommendations to supervisors.

2. Received a report of the Own Risk and Solvency Assessment (ORSA) Implementation (E) Subgroup, which covered the following:
   a. The Subgroup met March 10 in regulator-to-regulator session, pursuant to paragraph 6 (consultation with NAIC staff members related to NAIC technical guidance) of the NAIC Policy Statement on Open Meetings, to discuss internal administrative matters and have technical discussions with NAIC staff.
      i. During the meeting, Subgroup members discussed matters relating to the timely receipt and review of ORSA filings and received an update on NAIC ORSA training initiatives.

3. Received an update on the progress of the Common Framework for the Supervision of Internationally Active Insurance Groups (ComFrame) drafting group work, which indicated:
   a. The financial analysis drafting group has met five times since being formed in August 2020, and it has made significant progress in incorporating ComFrame elements into draft revisions to the NAIC’s Financial Analysis Handbook.
   b. The drafting group anticipates completing its work over the next month and then providing the proposed revisions to the full Working Group for public exposure and further consideration.
   c. After the financial analysis drafting work is completed, drafting work is expected to begin on financial examination and ORSA topics.

4. Discussed an item referred from the 2020 Financial Sector Assessment Program (FSAP), which recommended that state insurance regulators coordinate and leverage the expertise of teams of supervisors conducting financial surveillance of large insurance groups, including internationally active insurance groups (IAIGs). As a result of the discussions, the Working Group agreed to incorporate this recommendation into its ComFrame implementation efforts.